

President Chain Store Corp.
Financial Report
2012Q1 and 2011Q1
(Stock Code 2912)

Company address: 8F, No. 8, Dongxing Rd., Taipei
Telephone: (02)2747-8711

President Chain Store Corp.
Consolidated financial statements of 2012Q1 and 2011Q1
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Independent Auditor's Report

(101) MOF.FS.Tzi No. 12000011

To: President Chain Store Corporation

We have audited the accompanying balance sheet of President Chain Store Corporation as of March 31, 2012 and 2011 and the related statements of income and cash flows for the periods of January 1 to March, 2011 and 2010. The financial statements are the responsibility of the management. Our responsibility is to express an opinion on the financial statements based on our audits.

We conducted our review in accordance with Statements of Auditing Standards No. 36 "Engagements to Review Financial Statements" except for the events disclosed in the following paragraph. We have not audited the financial statements in accordance with generally accepted auditing standards, but rather analyzed, compared, and examined; therefore, we cannot have an opinion issued accordingly.

As stated in Note IV (VI) to Financial Statement, for the long-term equity investments valued with Equity Method of President Chain Store Co., Ltd., on March 31, 2012 and 2011, the investment gains and losses recognized and the information of invested companies disclosed in Note XI were valued and disclosed in accordance with the invested company's unaudited financial statements over the same period. As of March 31, 2012 and 2011, the balance of the related long-term equity investment (including prepaid long-term investments) were NT\$11,416,105,000 and NT\$10,833,814,000. As of January 1~March 31, 2012 and 2011, the net income from equity investment were NT\$322,541,000 and NT\$325,611,000, respectively.

Based on our review, except for the potential adjustment and disclosure required for the equity investment valued with Equity Method and the investees in Note XI as referred to in the first paragraph after the publication of the audited financial statements, all transactions are found in conformity with the "Regulations Governing the Preparation of Financial Reports By Securities Issuers," and accounting principles generally accepted in the Republic of China.

The 2012Q1 consolidated financial statements of President Chain Store Corporation are in preparation and yet to be audited by the CPA.

PRICEWATERHOUSECOOPERS

Hsiao Chun-Yuan

CPA

Tseng Hui-Chin

Financial Supervisory Commission, Executive Yuan,
R.O.C. Securities and Futures Bureau

Approved certification document: FSC(VI).tzi No.
0960042326

Former SEC, Ministry of Finance

Certificate No.: (79) Tai-Tsai-Cheng (I) No. 27815

April 26, 2012

President Chain Store Corp.

Balance Sheet

March 31, 2012 and 2011

(Financial statements are reviewed but not audited according to generally accepted auditing standards)

Currency unit: NT\$1,000

Assets	Note	March 31, 2012		March 31, 2011		
		Amount	%	Amount	%	
Current assets						
1100	Cash and cash equivalence	IV(I)	\$ 8,879,901	17	\$ 9,781,824	19
1310	Financial assets- current- whose changes in fair value are recognized in earnings	IV(II)	5,858,874	12	4,963,968	10
1140	Net accounts receivable		570,331	1	430,324	1
1178	Other receivables	V	874,726	2	943,872	2
120X	Inventories	IV(III)	3,281,339	6	2,856,279	6
1260	Prepayments	VII	276,187	1	158,984	-
1291	Restricted assets	VI	-	-	200,000	-
1298	Other Current assets - others	IV(XIV)	91,004	-	314,066	1
11XX	Total current assets		<u>19,832,362</u>	<u>39</u>	<u>19,649,317</u>	<u>39</u>
Funds and investments						
1450	Financial assets in available-for-sale-non current	IV(IV)	1,000,214	2	1,302,564	2
1480	Financial assets measured at cost - noncurrent	IV(V)	7,667,281	15	8,547,794	17
1421	Long-term investments (Equity method)	IV(VI)	11,416,105	22	9,949,586	20
1425	Prepaid long-term investment proceeds	IV(VI)	-	-	884,228	2
14XX	Total funds and investments		<u>20,083,600</u>	<u>39</u>	<u>20,684,172</u>	<u>41</u>
Fixed assets						
Costs						
1501	Land		1,432,614	3	1,432,614	3
1521	Building		906,835	2	906,836	2
1571	Operating equipment		12,380,573	24	11,992,268	24
1631	Lease improvement		6,513,625	13	5,750,676	11
1681	Other equipment		7,876	-	9,660	-
15X8	Revaluation increments		55,374	-	55,374	-
15XY	Total costs and revaluation		<u>21,296,897</u>	<u>42</u>	<u>20,147,428</u>	<u>40</u>
15X9	Less: accumulated depreciation		(12,581,503)	(25)	(12,312,755)	(25)
1599	Less: accumulated impairment		(54,689)	-	-	-
1670	Construction in progress and prepayments for equipment		-	-	300	-
15XX	Total net fixed assets		<u>8,660,705</u>	<u>17</u>	<u>7,834,973</u>	<u>15</u>
Intangible assets						
1750	Cost of computer software		<u>201,243</u>	<u>-</u>	<u>134,907</u>	<u>-</u>
Other assets						
1800	Assets leased to others	IV(VIII) and VII	1,244,861	3	1,259,021	3
1820	Refundable deposits	VII	1,037,760	2	1,011,713	2
1888	Other assets - others		13,035	-	8,367	-
18XX	Total other assets		<u>2,295,656</u>	<u>5</u>	<u>2,279,101</u>	<u>5</u>
1XXX	Total Assets		<u>\$ 51,073,566</u>	<u>100</u>	<u>\$ 50,582,470</u>	<u>100</u>

(To be continued)

President Chain Store Corp.

Balance Sheet

March 31, 2012 and 2011

(Financial statements are reviewed but not audited according to generally accepted auditing standards)

Currency unit: NT\$1,000

	Liabilities and Shareholders' Equity	Note	March 31, 2012		March 31, 2011	
			Amount	%	Amount	%
	Current liabilities					
2120	Notes payable		\$ 308,551	-	\$ 298,464	1
2130	Note payable-related parties	V	3,607,040	7	3,317,149	6
2140	Accounts payable		349,275	1	301,572	1
2150	Accounts payable-related parties	V	7,097,421	14	6,865,144	13
2160	Income tax payable	IV(XIV)	884,558	2	1,092,022	2
2170	Accrued expenses	IV(IX)	2,009,144	4	2,181,097	4
2228	Other accounts payable-other	IV(X)	7,625,078	15	6,931,715	14
2260	Unearned receipts	IV(XI)	2,077,570	4	1,905,189	4
21XX	Total current liabilities		<u>23,958,637</u>	<u>47</u>	<u>22,892,352</u>	<u>45</u>
	Long-term liabilities					
2420	Long-term debt payable	IV(XII)	<u>1,890,000</u>	<u>4</u>	<u>3,500,000</u>	<u>7</u>
	Other liabilities					
2810	Accrued pension liabilities	IV(XIII)	470,490	1	354,994	1
2820	Guarantee Deposit received		1,879,946	3	1,856,610	3
2888	Other liabilities-other		346,740	1	353,524	1
28XX	Total other liabilities		<u>2,697,176</u>	<u>5</u>	<u>2,565,128</u>	<u>5</u>
2XXX	Total liabilities		<u>28,545,813</u>	<u>56</u>	<u>28,957,480</u>	<u>57</u>
	Shareholders' equity					
	Capital Stock	IV(XV)				
3110	Capital-common stock		10,396,223	20	10,396,223	21
	Additional paid-in capital					
3240	Gain from assets disposed		5,082	-	5,082	-
	Retained earnings	IV(XVI)				
3310	Legal reserve		4,618,579	9	4,046,004	8
3320	Special reserve		-	-	4,660	-
3350	Retained earnings-unappropriated		8,165,476	16	7,492,264	15
	Other adjustments in SH's equity					
3420	Cumulative translation adjustment		(51,877)	-	(236,654)	(1)
3430	Net loss not recognized as pension cost		(132,771)	-	(55,515)	-
3450	Unrealized gain or loss on financial instrument	IV(IV)	(522,535)	(1)	(78,014)	-
3460	Unrealized revaluation gains		49,576	-	50,940	-
3XXX	Total shareholders' equity		<u>22,527,753</u>	<u>44</u>	<u>21,624,990</u>	<u>43</u>
	Commitment or contingency	V and VII				
	Total Liabilities and Shareholders' Equity		<u>\$ 51,073,566</u>	<u>100</u>	<u>\$ 50,582,470</u>	<u>100</u>

Please refer to the notes to financial statements and the audit report dated April 26, 2012 by CPA Hsiao Chun-Yuan and Tseng Hui-Chin of PRICEWATERHOUSECOOPERS

Chairman: Kao Chin-Yen

President: Hsu Chun-Jen

Chief Accountant: Lai Hsin-Ti

President Chain Store Corp.

Income Statements

January 1 ~ March 31, 2012 and 2011

(Financial statements are reviewed but not audited according to generally accepted auditing standards)

Currency unit: NT\$1,000

(EPS: NT\$)

Item	Note	January 1 ~ March 31, 2012		January 1 ~ March 31, 2011	
		Amount	%	Amount	%
Operating revenue					
4110		\$ 31,089,312	96	\$ 27,319,879	97
4800	V	1,159,779	4	964,194	3
4000		<u>32,249,091</u>	100	<u>28,284,073</u>	100
Operating cost					
5110	IV(III) and V	(22,962,923)	(71)	(19,320,177)	(68)
5910		<u>9,286,168</u>	29	<u>8,963,896</u>	32
Gross profit					
Operating expenses					
6100	IV(XVIII) and V	(7,141,601)	(22)	(6,770,081)	(24)
6200		(747,399)	(3)	(688,570)	(3)
6000		<u>(7,889,000)</u>	(25)	<u>(7,458,651)</u>	(27)
6900		<u>1,397,168</u>	4	<u>1,505,245</u>	5
Operating income					
Non-operating income					
7121	IV(VI)	322,541	1	325,611	1
7140		691	-	2,650	-
7310		8,874	-	3,718	-
7480	V	<u>308,652</u>	1	<u>255,292</u>	1
7100		<u>640,758</u>	2	<u>587,271</u>	2
Non-operating income					
Non-operating expenses					
7510		(6,942)	-	(8,171)	-
7530		(10,724)	-	(2,096)	-
7630	IV(V)	-	-	(31,892)	-
7880		(13,267)	-	(11,648)	-
7500		<u>(30,933)</u>	-	<u>(53,807)</u>	-
7900		<u>2,006,993</u>	6	<u>2,038,709</u>	7
8110	IV(XIV)	(284,765)	(1)	(299,347)	(1)
9600		<u>\$ 1,722,228</u>	5	<u>\$ 1,739,362</u>	6
		(pre-tax)	(after tax)	(pre-tax)	(after tax)
Earnings per share					
Basic earnings per share					
9750	IV(XVII)	<u>\$ 1.93</u>	<u>\$ 1.66</u>	<u>\$ 1.96</u>	<u>\$ 1.67</u>
Diluted earnings per share					
9850		<u>\$ 1.93</u>	<u>\$ 1.65</u>	<u>\$ 1.95</u>	<u>\$ 1.67</u>

Please refer to the notes to financial statements and the audit report dated April 26, 2012 by CPA Hsiao Chun-Yuan and Tseng Hui-Chin of PRICEWATERHOUSECOOPERS

Chairman: Kao Chin-Yen

President: Hsu Chun-Jen

Chief Accountant: Lai Hsin-Ti

President Chain Store Corp.
Statement of Cash Flows
January 1 ~ March 31, 2012 and 2011

(Financial statements are reviewed but not audited according to generally accepted auditing standards)

Currency unit: NT\$1,000

	January 1 ~ March 31, 2012		January 1 ~ March 31, 2011
<u>Cash Flows From Operating Activities:</u>			
Net Income:	\$ 1,722,228	\$	1,739,362
Adjustments to reconcile net income to net cash provided by operating activities			
Loss on valuation of financial asset	(8,874 )	(	3,718)
Decrease of allowance for uncollectible accounts	(225 )	(	65)
Depreciation	510,740		457,686
Accumulated depreciation – assets leased to other	3,539		3,540
Amortization	21,589		36,589
Financial assets measured at cost - impairment losses	-		31,892
Investment loss (gain) recognized under equity method	(322,541 )	(	325,611)
Net loss from the disposal of fixed assets	10,724		2,096
Changes in assets and liabilities:			
Financial assets at fair value through income statement	500,000		4,100,000
Accounts receivable	(46,556 )	(	27,505
Other receivables	102,827	(	130,599)
Inventories	377,432		75,366
Prepayments	(143,672 )	(	11,983)
Other current assets	32,858	(	25,767)
Deferred income tax assets	3,100	(	4,873)
Notes payable	(883,563 )	(	402,165)
Accounts payable	474,175		1,327,516
Income tax payable	280,030		299,459
Accrued expenses	(867,151 )	(	355,711)
Other accounts payable	(225,142 )	(	672,599
Unearned receipts	(54,729 )	(	122,807
Accrued pension liabilities	(3,753 )	(	2,623)
Other liabilities-other	1,321		8,026
Net cash provided by operating activities	1,484,357		7,641,328

(To be continued)

President Chain Store Corp.
Statement of Cash Flows
January 1 ~ March 31, 2012 and 2011

(Financial statements are reviewed but not audited according to generally accepted auditing standards)

Currency unit: NT\$1,000

	<u>January 1 ~ March 31,</u> <u>2012</u>	<u>January 1 ~ March 31,</u> <u>2011</u>
<u>Cash flows from investing activities:</u>		
Restricted assets increased	\$ -	(\$ 200,000)
Acquisition of long-term investments under equity method	(11,000)	-
Proceeds from capital duct ion of financial assets measured at cost	-	33,333
Purchase of fixed assets	(911,964)	(815,038)
Proceeds from disposal of fixed assets	6,227	10,008
Increase in refundable deposits	(3,171)	(16,473)
Net cash used by investing activities	<u>(919,908)</u>	<u>(988,170)</u>
<u>Cash flows from financing activities:</u>		
Increase in long-term liabilities	1,890,000	3,500,000
Repayment of long-term borrowings	(3,400,000)	(5,000,000)
Increase in guarantee deposits received	14,430	2,658
Net cash outflow from financing activities	<u>(1,495,570)</u>	<u>(1,497,342)</u>
Cash and cash equivalents (decrease) increase	(931,121)	5,155,816
Beginning balance of cash and cash equivalents	9,811,022	4,626,008
Ended balance of cash and cash equivalents	<u>\$ 8,879,901</u>	<u>\$ 9,781,824</u>
<u>Supplement disclosures of cash flow information</u>		
Interest paid	<u>\$ 1,753</u>	<u>\$ 2,625</u>
Income tax paid	<u>\$ 1,636</u>	<u>\$ 4,761</u>
<u>Investing activities of partial payment on cash:</u>		
Proceeds paid for fixed assets purchased	\$ 650,926	\$ 550,670
Add: beginning balance of accounts payable on equipment	491,889	551,997
Less: ended balance of accounts payable on equipment	(230,851)	(287,629)
Cash paid in the year	<u>\$ 911,964</u>	<u>\$ 815,038</u>

Please refer to the notes to financial statements and the audit report dated April 26, 2012 by CPA Hsiao Chun-Yuan and Tseng Hui-Chin of PRICEWATERHOUSECOOPERS

Chairman: Kao Chin-Yen

President: Hsu Chun-Jen

Chief Accountant: Lai Hsin-Ti

President Chain Store Corp.
Notes to Financial Statements
January 1 ~ March 31, 2012 and 2011

(Financial statements are reviewed but not audited according to generally accepted auditing standards)

Currency unit: NT\$1,000
(Except otherwise specified)

I. Company History

- (I) President Chain Store Corporation (hereinafter referred to as “the Company”) was incorporated on June 10, 1987 for the investment and operation of chain convenient stores; also, retailing and trade of household sundries including canned foods, books, newspaper, and magazines; also, the import/export, agent, distribution, and trade of the aforementioned products. In August 1997, the Taiwan Stock Exchange Corporation approved the company to list its stocks for trading on the Taiwan Stock Exchange.
- (II) Uni-President Enterprises Corp. is the parent company and ultimate parent company of the Company.
- (III) There were 8,880 employees (including part-time) on the payroll of the Company on March 31, 2012.

II. Notes to principal accounting policy

The financial statements were prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and accounting principles generally accepted in the Republic of China. The major accounting policies are enumerated as follows:

(I) Current and noncurrent assets and liabilities

- 1. Assets that qualify any of the following are classified as current assets; assets other than current assets are classified as noncurrent assets:
 - (1) Assets for business operation that are to be cashed in, consumed, or for sale throughout the business cycle;
 - (2) Assets held for the purpose of trade;
 - (3) Assets that are to be cashed in twelve months after the Balance Sheet date;
 - (4) Cash and cash equivalent, except for the cash and cash equivalent used for exchange and debt liquidation or restrictive cash and cash equivalent for over twelve months after the Balance Sheet date;
- 2. Liabilities that qualify any of the following are classified as current liabilities; liabilities other than current liabilities are classified as noncurrent liabilities:
 - (1) Liabilities from business operation that are to be liquidated in the business cycle;
 - (2) Liabilities held for the purpose of trade;
 - (3) Liabilities that are to be liquidated in twelve months after the Balance Sheet date;
 - (4) Liabilities that cannot be postponed unconditionally for over twelve months after the Balance Sheet date;

(II) Cash equivalence

Cash equivalents are short-term investments with high liquidity that conform with the following:

- 1. It can be converted to a rated amount of cash at any time.
- 2. It will be due soon and the fluctuation of interest rate has little effect on the value.

The Statement of Cash Flow of President Chain Store Corp. is prepared on the basis of cash and cash equivalents.

(III) Foreign currency exchanges

1. Foreign currency transactions are booked according to the spot exchange rate and the difference with actual payment shall be recognized as current profit and loss.
2. The balances of foreign currency assets or liabilities at the end of the accounting period shall be adjusted on the basis of the spot exchange rate as of the balance sheet day. Differences resulting from the exchange are recognized as current gains or losses. Differences resulting from the exchange between the Company and foreign investees through advances for payment shall be recognized as adjustments to shareholders' equity.
3. The foreign non-monetary assets or liabilities that are valued at the fair value and with the fluctuation booked in Income Statement are adjusted at yearend according to the spot exchange rate on the Balance Sheet date and with the difference of exchange from the adjustment debited or credited to Income Statement. The foreign non-monetary assets or liabilities that are valued at the fair value and with the fluctuation debited or credited to Shareholder's Equity are adjusted at yearend according to the spot exchange rate on the Balance Sheet date and with the difference of exchange from the adjustment debited or credited to Shareholder's Equity. The foreign non-monetary assets or liabilities that are not valued at the fair value are valued according to the historical exchange rate on the transaction date.

(IV) Financial assets at fair value through income statement

1. The accounting for equity is based on the transaction date; the accounting for beneficiary certificate is based on the delivery date. Financial instrument is valued at the fair value for preliminary recognition.
2. Financial assets at fair value through income statement shall be estimated on the basis of fair value and in which changes are recognized as gains or losses. The fair value of the open-type fund is the net asset value of the fund on the Balance Sheet date.

(V) Accounts receivable, Other receivables

1. Notes and accounts receivable were the claims occurred from the sales of goods. Other receivables are receivables other than notes and account receivables. Notes and accounts receivable and other receivables are initially recognized at fair value.
2. The Company at the balance sheet date assesses whether there is objective evidence indicating the major individual financial asset with impairment and the minor individual financial assets with impairment individually or jointly. Recognize a impairment loss with supporting evidence. The amount of impairment is the difference between the book value of financial assets and the present value of the estimated future cash flow discounted at the original effective interest rate. If the amount of impairment decreased during the subsequent periods and the decrease significantly related to an event occurring after recognizing impairment loss, the previously recognized impairment of the financial assets amount should be reversed. The reversal should not cause the book value of financial assets greater than the cost after amortization but before recognizing impairment. The impairment amount reversed is recognized as current profit or loss.

(VI) Financial assets in available-for-sale

1. The accounting for equity investment is based on the transaction date. Financial instrument is valued at the fair value for preliminary recognition including transaction cost for acquisition or issuance.
2. Financial assets in available-for-sale are estimated on the basis of fair value. Any change in the value is recognized as adjustments to shareholders' equity. Accumulated interest or loss is recognized while the financial assets are written off from the book. The fair value of stocks with public quotations in centralized markets is their respective price at close of the open market as of the balance sheet day.

3. Recognize as impairment loss with incriminating evidence. Should there be decrease in the amount of subsequent impairment, recognize as adjustments to shareholders' equity for the decrease in impairment of equity items.

(VII) Financial assets at cost

1. The accounting for the financial instrument valued at the cost is based on the transaction date. Financial instrument is valued at the fair value for preliminary recognition including transaction cost for acquisition or issuance.
2. Recognize as impairment loss with incriminating evidence. The amount of impairment loss cannot be reversed.

(VIII) Inventories

Bookkeeping of inventories is made on the basis on the actual cost and costing is made on the basis of the retailing method.

(IX) Long-term investments (Equity method)

1. The Company adopts the equity method in the accounting of investees where the Company holds more than 20% of their voting shares or where the Company has significant influence. If the cost of investments exceeds the fair value of identifiable net assets, the spread can be recognized as goodwill and be subject to impairment test yearly. Spread being amortized in previous years cannot be adjusted retrospectively. Investees where the Company holds more than 50% of the voting shares or is in a dominant position shall be accounted for under the equity method and their quarter financial statements shall be consolidated with the Company. The unrealized profits and losses from the transactions conducted with the invested company are written off.
2. The investment loss of the invested company that is valued with Equity Method and is influential but not wholly owned is recognized to have the book value of the investment and advances of the invested company reduced to zero. However, if President Chain Store Corp. has an endorsement and guarantee made for the invested company or has intention to support the invested company continuously, investment loss is to be recognized proportionally to shareholdings. If the Company is with control over the invested company, unless the other shareholders of the invested company are obliged and able to contribute additional funds and bear the loss, fully absorb the amount of loss exceeding the original equity of the invested company's shareholders. If the invested company has been profitable thereafter, the interest should be vested to the Company first until the full recovery of the additional loss that was originally absorbed.
3. If the offshore investment is valued according to the Equity Method, the "cumulative adjustment" from the conversion of the invested company's financial statements is debited or credited to Shareholder's Equity.

(X) Fixed assets and assets leased to others

1. Fixed assets are booked at cost except for those items with reassessment arranged. The interest of the expense occurred in preparing the fixed assets for use is capitalized.
2. Depreciation of fixed assets is computed using the straight-line method over the estimated service lives based on the nature of assets. Useful lives for fixed assets range from 3 to 10 years, except for buildings and constructions from 50 to 55 years.
3. Repairs and maintenance expense for the benefit of future periods is capitalized and depreciated. Routine repair and maintenance is expensed upon occurrence.
4. For the lease of the assets sold, the deferred gain/loss from the assets sold is booked in the account of "Unrealized gain/loss from the lease of the assets sold" and it is to be amortized in future according to the lease agreement. If the fair value of the lease assets is less than the book value at the time of sales, the gains or losses thereof shall be recognized as current gains or losses.

(XI) Intangible assets

Computer software is booked at the cost. It is amortized according to the estimated useful years for 3 years and Straight Line Method.

(XII) Impairment of non-financial assets

1. The Company has the collectability of the assets with a sign of impairment loss assessed on the Balance Sheet date. If the collectable amount is less than the book value of the assets, impairment loss must be recognized. The collectable amount is the net fair value or the useful value of the asset whichever is higher. Once the condition for the recognized impairment loss disappears, the recognized loss amount is reversed within the scope of the impairment loss recognized previously.
2. The collectability of goodwill, intangible with uncertain useful years, and intangible not yet ready for use must be assessed periodically. An impairment loss should be recognized while the collectible value is less than the book value of the assets. Recognized impairment of goodwill shall not be reversed.

(XIII) Pension plan

1. For Defined Benefit Pension Plan, net pension cost is recognized according to the actuary. Net pension cost includes service cost of the year, interest cost, expected return on fund assets, and unrecognized transactional net payment obligations and pension loss amortization. Unrecognized transitional net payment obligations are amortized for a period of 15 years.
2. Defined Contribution Pension Plan, accrual pension amount are recognized as pension cost of the year.

(XIV) Income Tax

1. The accounting process of income tax includes the amortization in the same year and different years. The overestimated and underestimated income tax in prior periods are debited or credited to the income tax expenses in current period. Compute deferred income tax liability or assets in accordance with the newly announced tax law or amendment. The effect of deferred income tax liability and assets is recognized as the income expense (income) of the continuing department in the year.
2. The additional 10% business profit tax levied on the retained earnings-unappropriated is credited as an expense once the distribution of retained earnings is resolved in Shareholder's Meeting.

(XV) Employee bonus and remuneration to directors and supervisors

President Chain Store Corporation has adopted, Effective on January 1, 2008, the principles under Accounting Research and Development Foundation in Taiwan (96) Kee.mi.tzi No. 052 Letter dated March 16, 2007 "Accounting Process for Employee Bonus and Remuneration to Directors and Supervisors" to have the expected cost of bonus to employees and remuneration to directors and supervisors recognized as an expense and liability according to the law or obligation of assumption once the amount of cost can be reasonably estimated. The amount of difference between the actual distribution authorized by the shareholder's meeting and the estimated distribution is booked in the Income Statement in the following year. The Company has based on the fair share value (closing price) on the day before the shareholder's meeting in the following year of the financial statements and the ex-right and ex-dividend amount to count stock dividend in accordance with Accounting Research & Development Foundation (97) Kee.mi.tzi No. 127 Letter "Stock Dividend to the Employees of the Listed/OTC Companies" dated March 31, 2008.

(XVI) Income cost

Revenue shall be recognized in the process of gaining profits and recognized as realized or to be realized. Related costs are recognized with corresponding items of revenue. Expenses

are stated for the current period if mean-end consequence is established.

(XVII) Delivery day accounting

For the application of delivery day accounting, if the change in fair value between the transaction day and delivery day/balance sheet date is measured in accordance with the cost or cost net of amortization, the change in fair value will not be recognized. If it is valued in accordance with the fair value and is debited or credited to Income Statement, the change in fair value is booked as income or expense of the year. If the change in fair value is available-for-sale, it is debited or credited to shareholder's equity.

(XVIII) Operating segment

The information of the Company's operating segment and the internal management report provided to the operational decision-maker are reported in a consistent manner. The operational decision-maker is responsible for allocating resources to the operating segment and to assess its performance.

The Company has departmental information disclosed in the consolidated financial statements rather than in individual financial statements in accordance with Statements of Financial Accounting Standards No. 41 "Operating Segments".

(XIX) Accounting estimations

The Company prepared its financial statements in accordance with generally accepted accounting principles in the Republic of China, and has made the necessary estimation, assessment and disclosures on the amount stated or contingencies, including certain assumptions and estimations. The actual results may vary from the assumptions and estimations.

III. Reasons and effect of change in accounting principle

(I) Accounts receivable, Other receivables

The Company has adopted the newly amended Statements of Financial Accounting Standards No. 34 "Financial Instruments: Recognition and Measurement" since January 1, 2011, to have the claims of notes and accounts receivable and other receivables that are with objective evidence of impairment recognized as impairment loss (bad debts). The change in accounting principle did not affect the net income and earnings per share of the Company in 2011 Q1.

(II) Operating segment

The Company has adopted the newly published Statements of Financial Accounting Standards No. 41 "Operating Segments" since January 1, 2011 to replace the primary Statements of Financial Accounting Standards No. 20 "Accounting for Segment Information Disclosures." The Company for the first time, when applicable, has the departmental information of prior year restated in accordance with the Standards. The change in accounting principle did not affect the net income and earnings per share of the Company in 2011Q1.

IV. Notes to major account titles

(I) Cash and cash equivalence

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Petty Cash for stores	\$ 1,756,857	\$ 501,446
Current account deposits and checking account deposits	2,560,845	1,751,198
Deposit account	1,316,838	120,118
Cash equivalence		
Short term bills	<u>3,245,361</u>	<u>7,409,062</u>

\$ 8,879,901 \$ 9,781,824

(II) Financial assets-current-whose changes in fair value are recognized in earnings

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Financial assets held for trading		
Open-ended funds	\$ 5,850,000	\$ 4,960,000
Valuation Adjustment	8,874	3,968
	<u>\$ 5,858,874</u>	<u>\$ 4,963,968</u>

The Company had recognized net income of \$9,565 and \$6,368 in 2012Q1 and 2011Q1, respectively.

(III) Inventories

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Merchandise	<u>\$ 3,281,339</u>	<u>\$ 2,856,279</u>

Inventory expenses and loss recognized in the year:

	<u>January 1 ~ March 31, 2012</u>	<u>January 1 ~ March 31, 2011</u>
Cost of goods sold	\$ 22,555,690	\$ 18,962,817
Defective products	345,666	302,636
Others	61,567	54,724
	<u>\$ 22,962,923</u>	<u>\$ 19,320,177</u>

(IV) Financial assets in available-for-sale -non current

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Listed company's stock	\$ 1,213,867	\$ 1,213,867
Valuation Adjustment	(213,653)	88,697
	<u>\$ 1,000,214</u>	<u>\$ 1,302,564</u>

(V) Financial assets at cost noncurrent -noncurrent

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Stocks with no public quotation	\$ 10,194,920	\$ 10,514,353
Less: accumulated impairment	(2,527,639)	(1,966,559)
Total	<u>\$ 7,667,281</u>	<u>\$ 8,547,794</u>

1. The holding of the Company is booked at the cost since there is no public quotation available and no reliable fair value for reference.
2. Some financial assets valued at the cost of the Company had been impaired and are unlikely to be recovered. Therefore, impairment losses of \$0 and \$31,892 were recognized in 2012Q1 and 2011Q1, respectively.

(VI) Long-term investments (Equity method)

Investees	<u>March 31, 2012</u>		<u>March 31, 2011</u>	
	Amount	Proportion of shareholding	Amount	Proportion of shareholding
President Chain Store (BVI) Holdings Ltd.	2,729,338	100.00	\$ 2,076,442	100.00
President Drugstore Business Corp.	853,344	100.00	827,141	100.00
President Transnet Corp.	846,536	70.00	667,440	70.00
Mech-President Corp.	711,354	80.87	658,006	80.87
President Pharmaceutical Corp.	650,421	73.74	519,284	73.74
President Development Corp.	610,382	20.00	586,900	20.00
Uni-President Department Store Corp.	582,790	70.00	704,902	70.00
President Musashino Corp.	549,950	90.00	538,892	90.00
Uni-President Cold-Chain Corp.	490,964	60.00	452,501	60.00
President Information Corp.	488,488	86.00	218,333	56.00
Q-ware Systems & Services Corp.	341,346	86.76	313,895	86.76
President Coffee Corp.	302,546	30.00	258,025	30.00
Muji (Taiwan) Co., Ltd.	293,508	51.00	153,011	41.00
Wisdom Distribution Service Corp.	271,025	100.00	275,222	100.00
Books.com. Co., Ltd.	266,608	50.03	232,394	50.03
President YiLan Art and Culture Corp.	232,570	100.00	230,388	100.00
Retail Support International Corp.	163,127	25.00	151,647	25.00
Duskin Serve Taiwan Co.	155,038	51.00	143,865	51.00
Ren-Hui Investment Corp.	149,143	100.00	279,544	100.00
Cold Stone Creamery Taiwan Ltd.	141,402	100.00	121,477	100.00
Bank Pro E-Service Technology Co., Ltd.	113,265	53.33	115,781	53.33
Uni-President Oven Bakery Corp., etc.	472,960	30.00~ 100.00	424,496	30.00~ 100.00
	<u>\$ 11,416,105</u>		<u>\$ 9,949,586</u>	

1. The Company had recognized long-term equity investment income and loss with Equity Method for an amount of \$322,541 and \$325,611 on January 1~March 31, 2012 and 2011, respectively, in accordance with the unaudited financial reports of the invested companies.
2. Invested companies that the Company holds over 50% voting stock shares or owns controll have been included in the consolidated financial statements.
3. The Company's 2012Q1 consolidated financial statements are in preparation and yet to be audited by the CPA. The Company has the 2011Q1 financial statements prepared.

(VII) Fixed assets

	March 31, 2012				
	Initial cost	Revaluation increments	Accumulated depreciation	Accumulated impairment	Book value
Land	\$ 1,432,614	\$ -	\$ -	\$ -	\$ 1,432,614
Building	906,835	55,374	(219,985)	-	742,224
Operating equipment	12,380,573	-	(8,557,962)	(54,689)	3,767,922
Lease improvement	6,513,625	-	(3,796,884)	-	2,716,741
Other equipment	<u>7,876</u>	<u>-</u>	<u>(6,672)</u>	<u>-</u>	<u>1,204</u>
	<u>\$ 21,241,523</u>	<u>\$ 55,374</u>	<u>(\$ 12,581,503)</u>	<u>(\$ 54,689)</u>	<u>\$ 8,660,705</u>

	March 31, 2011				
	Initial cost	Revaluation increments	Accumulated depreciation	Accumulated impairment	Book value
Land	\$ 1,432,614	\$ -	\$ -	\$ -	\$ 1,432,614
Building	906,836	55,374	(200,119)	-	762,091
Operating equipment	11,992,268	-	(8,374,077)	-	3,618,191
Lease improvement	5,750,676	-	(3,728,978)	-	2,021,698
Other equipment	9,660	-	(9,581)	-	79
Prepayment for purchase of equipment	<u>300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>300</u>
	<u>\$ 20,092,354</u>	<u>\$ 55,374</u>	<u>(\$ 12,312,755)</u>	<u>\$ -</u>	<u>\$ 7,834,973</u>

(VIII) Assets leased to others

	March 31, 2012		
	Initial cost	Accumulated depreciation	Book value
Land	\$ 915,084	\$ -	\$ 915,084
Building	<u>424,091</u>	<u>(94,314)</u>	<u>329,777</u>
	<u>\$ 1,339,175</u>	<u>(\$ 94,314)</u>	<u>\$ 1,244,861</u>

March 31, 2011

	<u>Initial cost</u>	<u>Accumulated depreciation</u>	<u>Book value</u>
Land	\$ 915,084	\$ -	\$ 915,084
Building	<u>424,091</u>	<u>(80,154)</u>	<u>343,937</u>
	<u>\$ 1,339,175</u>	<u>(\$ 80,154)</u>	<u>\$ 1,259,021</u>

(IX) Accrued expenses

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Payable salaries and bonuses	\$ 527,668	\$ 728,784
Payable incentives for franchisee	538,181	482,211
Payable fees for system development and maintenance	62,174	102,597
Bonus payable to employees and remuneration payable to directors and supervisors	528,793	474,508
Others	<u>352,328</u>	<u>392,997</u>
	<u>\$ 2,009,144</u>	<u>\$ 2,181,097</u>

(X) Other accounts payable

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Bill collection	\$ 6,771,154	\$ 6,119,888
Payable for acquisition of fixed assets	230,851	287,629
Others	<u>623,073</u>	<u>524,198</u>
	<u>\$ 7,625,078</u>	<u>\$ 6,931,715</u>

(XI) Unearned receipts

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Gift certificates	\$ 997,660	\$ 917,481
I-Cash cards	716,330	771,787
Collections of merchandise cards	184,617	135,014
Others	<u>178,963</u>	<u>80,907</u>
	<u>\$ 2,077,570</u>	<u>\$ 1,905,189</u>

(XII) Long-term debt payable

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Credit loan	<u>\$ 1,890,000</u>	<u>\$ 3,500,000</u>
Annual interest rate	<u>0.9%~0.93%</u>	<u>0.74%~0.75%</u>

The credit loan of the company from HSBC (Taiwan) Commercial Bank is for a period of 2~3 years; also, the company may have the credit loan applied cyclically within the scope of the total loan amount.

(XIII) Pension Plan

1. The Company has a defined benefit pension plan made according to the “Labor Standard Law” for employees with seniority prior to the enforcement of “The Labor Pension Act” on July 1, 2005 and for employees who have chosen to have their seniority accumulated according to the “Labor standard Law” continuously after the enforcement of “The Labor Pension Act” on July 1, 2005. Each employee shall be entitled to 2 basis points for each year of service to the company for 15 years or less. One basis point will be added to each additional year of service beyond the said period of 15 years up to the maximum of 45 basis points. Pensions will be payable on the basis of the average basic salaries of the employee within the last six months prior to retirement and the length of service. The Company has pension reserve appropriated monthly for an amount equivalent to 8.4%~8.9% of monthly salary and the pension reserve is deposited in the bank account of Pension Reserve Committee with the Trust Department of the Bank of Taiwan. The company had a net pension cost of \$38,061 and \$38,113 recognized for the first quarter of 2012 and 2011, respectively, according to the aforementioned pension plan; also, the pension reserve account in Bank of Taiwan was with a balance of \$1,123,871 and \$978,033 booked on March 31, 2012 and 2011, respectively.
2. The Company has defined contribution plan made for domestic employees according to “The Labor Pension Act” on July 1, 2005. The company shall contribute the amount equivalent to 6% of the monthly salary of respective native employees to the individual pension accounts of the employees at Labor Insurance Bureau in accordance with the “Labor Pension Act.” Retired employees may claim for pension disbursement in accordance with the status of their individual accounts and the cumulative contribution in the account through monthly payment or in lump sum. Pension costs under the defined pension plan were recognized as \$40,694 and \$35,223 in the first quarter of 2012 and 2011, respectively.

(XIV) Income Tax

1. Income tax and Income tax payable:

	January 1 ~ March 31, 2012	January 1 ~ March 31, 2011
Income tax payable	\$ 884,558	\$ 1,092,022
Beginning balance of Income tax payable	(604,528)	(792,563)
Net changes of deferred income tax assets (current)	3,100	(4,873)
Underestimated income tax in prior periods	508	4,245
Prepaid income tax	<u>1,127</u>	<u>516</u>
Income Tax expenses in current period	<u>\$ 284,765</u>	<u>\$ 299,347</u>

2. Deferred income tax assets (current):

	March 31, 2012		March 31, 2011	
	Amount	Effect of income tax	Amount	Effect of income tax
Current items (booked in the account of other current assets-others)				
Temporary difference				
Unrealized sales discount	\$ 97,250	\$ 16,532	\$ 60,544	\$ 10,293
Bad debts	23,246	3,952	2,099	357
Employee fringe benefits	2,489	<u>423</u>	4,978	<u>846</u>
		<u>\$ 20,907</u>		<u>\$ 11,496</u>
Noncurrent items (booked in the account of other assets-others)				
Temporary difference				
Losses from overseas investments	\$ 1,180,101	\$ 200,617	\$ 817,424	\$ 138,962
Impairment loss of fixed assets	54,689	9,297	-	-
Unrealized expense	52,585	8,939	27,138	4,614
Unrealized gain on financial instrument	(68,626)	<u>(11,666)</u>	-	<u>-</u>
		207,187		143,576
Less: allowance for reevaluation losses		<u>(200,617)</u>		<u>(138,962)</u>
		<u>\$ 6,570</u>		<u>\$ 4,614</u>

3. Tax Administration had the Company's business profit tax return audited up to 2009.

4. Details of retained earnings-unappropriated are shown as follows:

	March 31, 2012	March 31, 2011
Retained earnings-unappropriated before 1997	\$ 26,823	\$ 26,823
Retained earnings-unappropriated after 1998	<u>8,138,653</u>	<u>7,465,441</u>
Total	<u>\$ 8,165,476</u>	<u>\$ 7,492,264</u>

5. Two-in-one tax:

	March 31, 2012	March 31, 2011
Balance of shareholders deduction account	<u>\$ 552,034</u>	<u>\$ 136,481</u>
	<u>2011 (estimated)</u>	<u>2010 (actual)</u>
Tax credit rate of retained earnings distributed	<u>6.78%</u>	<u>20.45%</u>

The estimated tax credit in 2011 was based on the shareholder's tax credit account balance on March 31, 2012. The Company's tax credit available to shareholders is computed in accordance with shareholder's tax credit account balance on the dividend and bonus distribution day; therefore, the tax credit ratio for the retained earnings distributed to shareholders in 1998 and thereafter was net of the potential tax credit prior to the dividend and/or earnings distribution date in accordance with Income Tax Law.

(XV) Capital Stock

The Company's authorized capital stock as of March 31, 2012 and 2011 amounted to \$10,500,000, respectively, representing 1,050,000,000 shares at NT\$10 par value each. The shares issued and outstanding were 1,039,622,255 shares.

(XVI) Retained earnings

1. According to the Company's original Articles of Association, appropriates 10% of the annual earnings after paying all the taxes and losses as legal reserve. Also, appropriates special surplus for an amount equivalent to the amount debited to shareholders' equity of the year. The reversal of the amount debited to shareholders' equity in the subsequent years shall be transferred to the annual earnings of the year for distribution. The board of directors is to propose a plan for the distribution of the accumulated distributable earnings including the earnings of the year and the unappropriated retained earnings in the shareholders' meeting for a resolution. The distribution of the Company's accumulated distributable earnings is resolved in the shareholder's meeting as follows: Remunerations to directors and supervisors is for 1% of the annual earnings, bonuses to employees shall not be less than 0.2% of the annual earnings, shareholders' dividends and bonuses is for 80%~100% of the accumulated distributable earnings after paying remunerations to directors and supervisors and bonuses to employees, in which, 50%~100% is paid with cash dividend and the remaining amount is unappropriated earnings.

A resolution was reached in the shareholder's meeting on June 22, 2011 having the Company's Articles of Association modified with the remunerations to directors and supervisors increased from 1 % of the annual earnings to 2% of the annual earnings.

2. Legal surplus is used only for offsetting losses and distributing stock dividend or cash prorated to shareholdings, provided that the distributed stock dividend and cash is limited to 25% of the amount the legal surplus exceeding the paid-in capital.
3. In accordance with applicable laws and regulations, a special reserve must be made from after-tax earnings in the current year equivalent to the debit balance of any account shown in shareholders' equity. The special reserve may be appropriated to the extent that the net debit balance is reversed upon approval of shareholders' meeting.
4. The 2011 annual earnings distribution proposal proposed by the Board of Directors on March 21, 2012, and the 2010 annual earnings distribution proposal resolved in the Shareholders Meeting on June 22, 2011, are as follows:

	<u>2011</u>		<u>2010</u>	
	Amount	EPS (NT\$)	Amount	EPS (NT\$)
Legal reserve	\$ 635,241		\$ 572,575	
Special reserve (Reverse)	768,822		(4,660)	
Cash dividends	4,990,187	\$ 4.80	5,094,149	\$ 4.90
Cash bonus to employees	296,901		309,471	
Remuneration to directors and supervisors	<u>98,967</u>		<u>51,578</u>	
Total	<u>\$ 6,790,118</u>		<u>\$ 6,023,113</u>	

The 2011 annual earnings distribution proposal referred to above had not yet been resolved in the Shareholders Meeting on April 26, 2012.

For the aforementioned 2010 annual earnings distribution proposal resolved in the Shareholders Meeting, in which, the bonus to employees and remuneration to directors and supervisors are consistent with the amount recognized in the 2010 financial

statements.

5. The Company's estimated amount of bonus to employees in 2012Q1 and 2011Q1 was \$99,694 and \$97,251, respectively. Also, the estimated remuneration to directors and supervisors was \$33,231 and 16,208. This is estimated at the rate of 6% and 2%, respectively, in accordance with the net income of 2012Q1 and 2011Q1, after considering the factor of legal reserve and actual distribution in any previous year. For the information related to the bonus to employees and remuneration to directors and supervisors approved by the Board of Directors and resolved in the Shareholders Meeting, please visit the "Market Observation Post System" of Taiwan Stock Exchange.

(XVII) Earnings per share

	<u>January 1 ~ March 31, 2012</u>				
	<u>Amount</u>		<u>Weighted average outstanding shares (,000 shares)</u>	<u>EPS</u>	
	<u>(pre-tax)</u>	<u>(after tax)</u>		<u>(Unit: NT\$)</u>	
				<u>(pre-tax)</u>	<u>(after tax)</u>
Basic earnings per share					
Earnings for shareholders of common stock	\$ 2,006,993	\$ 1,722,228	1,039,622	<u>\$ 1.93</u>	<u>\$ 1.66</u>
Impact of common stock with potential dilution on employee's bonus	-	-	2,511		
Diluted earnings per share	<u>\$ 2,006,993</u>	<u>\$ 1,722,228</u>	<u>1,042,133</u>	<u>\$ 1.93</u>	<u>\$ 1.65</u>
	<u>January 1 ~ March 31, 2011</u>				
	<u>Amount</u>		<u>Weighted average outstanding shares (,000 shares)</u>	<u>EPS</u>	
	<u>(pre-tax)</u>	<u>(pre-tax)</u>		<u>(Unit: NT\$)</u>	
				<u>(pre-tax)</u>	<u>(after tax)</u>
Basic earnings per share					
Earnings for shareholders of common stock	\$ 2,038,709	\$ 1,739,362	1,039,622	<u>\$ 1.96</u>	<u>\$ 1.67</u>
Impact of common stock with potential dilution on employee's bonus	-	-	3,270		
Diluted earnings per share	<u>\$ 2,038,709</u>	<u>\$ 1,739,362</u>	<u>1,042,892</u>	<u>\$ 1.95</u>	<u>\$ 1.67</u>

The option for stock dividend has been made available as a bonus to employees; therefore, bonus to employees is paid with stock dividend for the computation of earnings per share.

The diluted earnings per share are computed in accordance with the common stock with potential dilution on employee's bonus and the weighted average outstanding stock shares. The basic earnings per share are computed in accordance with the common stock shares available for distribution in prior year resolved in the shareholder's meeting included in the weighted average outstanding stock shares.

(XVIII) Human resources spending, depreciation, depletion and amortization

The employment, depreciation, depletion, and amortization expense of the Company is classified as operating expense as follows:

	January 1 ~ March 31, 2012	January 1 ~ March 31, 2011
Human resources expenses		
Salaries	\$ 1,208,648	\$ 1,084,221
Labor and health insurance	88,597	76,044
Pension fund	78,755	73,336
Other human resources expenses	<u>72,572</u>	<u>67,103</u>
	<u>\$ 1,448,572</u>	<u>\$ 1,300,704</u>
Depreciation (Note)	<u>\$ 510,740</u>	<u>\$ 457,686</u>
Depletions	<u>\$ -</u>	<u>\$ -</u>
Amortizations	<u>\$ 21,589</u>	<u>\$ 36,589</u>

Note: Note: The depreciation expense of the leased assets for an amount of \$3,539 and \$3,540 in 2012Q1 and 2011Q1 was excluded.

V. Related Party Transactions

(I) Names of related parties and their relationship with the company

<u>Name of related parties</u>	<u>Relationship with the company</u>
Uni-President Enterprises Corp.	Parent company
Tung Ang Enterprises Corp.	Investees of Uni-President Enterprises Corp. under the Equity Method
Presco Netmarketing Inc.	"
President Fair Development Corp.	"
Tung Guan Enterprises Co., Ltd.	"
President Baseball Team Corp.	"
President Drugstore Business Corp.	Subsidiary
Wisdom Distribution Service Corp.	"
Duskin Serve Taiwan Co.	"
Capital Inventory Services Corp.	"
President Information Corp.	"
Uni-President Cold-Chain Corp.	"
President Chain Store (BVI) Holdings Ltd.	"
President Transnet Corp.	"
Bank Pro E-Service Technology Co., Ltd.	"
Books.com. Co., Ltd.	"
Uni-President Department Store Corp.	"
President Chain Store Tokyo Marketing Corporation	"
Q-ware Systems & Services Corp.	"

21 Century Enterprise Co., Ltd.	//
President Coffee Corp.	Investees of the Company under the Equity Method.
Retail Support International Corp.	//
Q-ware Communications Co., Ltd	The Company is a director
President Technology Corp.	//

There is not any material transactions conducted with other related party. Please refer to Note XI (II) "Transfer Investment Information" for the name and relationship referred to above.

(II) Major transactions with related parties

1. Other operating revenue

(1) Sales bonus income

	<u>January 1 ~ March 31, 2012</u>		<u>January 1 ~ March 31, 2011</u>	
	Amount	Percentage of the amount under the same account title	Amount	Percentage of the amount under the same account title
Retail Support International Corp.	\$ 174,100	32	\$ 113,707	26
Others	48,041	9	24,310	6
	<u>\$ 222,141</u>	<u>41</u>	<u>\$ 138,017</u>	<u>32</u>

	<u>January 1 ~ March 31, 2012</u>		<u>January 1 ~ March 31, 2011</u>	
	Amount	Percentage of the amount under the same account title	Amount	Percentage of the amount under the same account title
(2) <u>Commission income of collection business</u>				
Presco Netmarketing Inc.	\$ 97,726	19	\$ 65,317	15
Books.com. Co., Ltd.	50,446	10	44,060	10
Others	27,529	5	21,837	5
	<u>\$ 175,701</u>	<u>34</u>	<u>\$ 131,214</u>	<u>30</u>

2. Purchase (net of purchase incentives)

	<u>January 1 ~ March 31, 2012</u>		<u>January 1 ~ March 31, 2011</u>	
	Amount	Ratio to the total purchase amount (net) of the Company	Amount	Ratio to the total purchase amount (net) of the Company
Retail Support International Corp.	\$ 13,736,348	58	\$ 10,404,251	53
Uni-President Cold-Chain Corp.	5,320,417	23	4,792,345	25
Wisdom Distribution Service Corp.	2,735,625	12	2,635,514	13
Uni-President Enterprises Corp.	739,442	3	715,173	4
Others	102,599	-	264,247	1
	<u>\$ 22,634,431</u>	<u>96</u>	<u>\$ 18,811,530</u>	<u>96</u>

- (1) Except for Retail Support International Corp., Uni-President Cold-Chain Corp., and Wisdom Distribution Service Corp., the terms and conditions for the purchase from the related party are identical to the terms and conditions for general suppliers.
- (2) The Company's purchases from Retail Support International Corp., Uni-President Cold-Chain Corp., and Wisdom Distribution Service Corp. are processed in accordance with the terms and conditions in the merchandises and instruments delivery agreement signed. According to a written agreement, the Company's taxable merchandises and store supplies delivered by the related party are booked as a purchase transaction. The aforementioned purchase cost is computed in accordance with the agreed upon rate.

3. Operating expenses

	<u>January 1 ~ March 31, 2012</u>		<u>January 1 ~ March 31, 2011</u>	
	Amount	Percentage of the amount under the same account title	Amount	Percentage of the amount under the same account title
President Information Corp.	<u>\$ 99,134</u>	<u>60</u>	<u>\$ 123,118</u>	<u>54</u>

Paid for the handling charges of the electronic ordering system conducted with the related party

4. Non-operating revenue

	<u>January 1 ~ March 31, 2012</u>		<u>January 1 ~ March 31, 2011</u>	
	Amount	Percentage of the amount under the same account title	Amount	Percentage of the amount under the same account title
Retail Support International Corp.	\$ 69,506	62	\$ 84,234	65
Uni-President Cold-Chain Corp.	35,144	31	33,768	26
Others	5,928	5	9,074	8
	<u>\$ 110,578</u>	<u>98</u>	<u>\$ 127,076</u>	<u>99</u>

The handling charges of the electronic ordering system collected from the related party referred to above and other compensations (booked in the "Other income" account)

5. Receivable (payable to) from related parties

	<u>March 31, 2012</u>		<u>March 31, 2011</u>	
	Amount	Percentage of the amount under the same account title	Amount	Percentage of the amount under the same account title
(1) <u>Other receivables</u>				
President Chain Store (BVI) Holdings Ltd.	\$ 92,823	11	\$ -	-
President Coffee Corp.	15,567	2	13,696	1
Uni-President Cold-Chain Corp.	10,994	1	25,735	3
Wisdom Distribution Service Corp.	4,954	1	15,170	2
Others	3,072	-	98,209	10
	<u>\$ 127,410</u>	<u>15</u>	<u>\$ 152,810</u>	<u>16</u>
(2) <u>Prepayments</u>				
Wisdom Distribution Service Corp.	<u>\$ 146,498</u>	<u>53</u>	<u>\$ -</u>	<u>-</u>
(3) <u>Note and account payables</u>				
Retail Support International Corp.	\$ 5,379,946	47	\$ 5,322,999	49
Uni-President Cold-Chain Corp.	3,406,777	30	2,802,106	26
Wisdom Distribution Service Corp.	1,156,543	10	1,592,714	15
Uni-President Enterprises Corp.	483,634	4	245,982	2
Others	277,561	2	218,492	2
	<u>\$ 10,704,461</u>	<u>93</u>	<u>\$ 10,182,293</u>	<u>94</u>

6. Guarantee

The endorsement and guarantee of the company made for related party up to March 31, 2012 and 2011:

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Uni-President Department Store Corp.	\$ 2,221	\$ 2,148
21 Century Enterprise Co., Ltd.	-	60,000
Wisdom Distribution Service Corp.	50,000	50,000
Q-ware Communications Co., Ltd.	29,978	22,540
	<u>\$ 82,199</u>	<u>\$ 134,688</u>

7. Commitments

- (1) The Company has an agreement signed with President Information Corp. for repair & maintenance of the applied software system to provide e-ordering system operation and system maintenance service between the company and business premises with a contracted amount of \$164,011 up to December 2014. There is a payable for an amount of \$42,970 on March 31, 2012.
- (2) The Company has some floors of the headquarters building leased to the related parties for business operation and as office space up to December 31, 2013 and with the rent payment arranged in accordance with the lease agreement. As of March 31, 2012, the Company has the following projected rental income:

<u>Lease term</u>	<u>Total rents</u>
April 1 ~ December 31, 2012	\$ 2,100
2013	<u>1,314</u>
	<u>\$ 3,414</u>

VI. Pledged Assets

Assets provided as collateral by the Company on March 31, 2012, and 2011 as follows:

<u>Assets</u>	<u>Book value</u>		<u>Nature of pledge</u>
	<u>March 31, 2012</u>	<u>March 31, 2011</u>	
Restricted assets- Mortgaged time deposit account	<u>\$ -</u>	<u>\$ 200,000</u>	Issue escrow for gift certificate

VII. Major undertaking and contingency

- (I) The Company has a long-term technological collaboration agreement signed with 7-ELEVEN Inc. USA. According to the said agreement, The Company is to have royalty paid throughout the contract period for an amount equivalent to certain percentage of total sales amount.
- (II) The Company has PEC National Building leased to non-related party (booked in the account of "Assets leased to others"):
 1. Arcade: A lease signed for 18 years and 6.5 months from June 15, 2005 and the rent is for amount equivalent to a percentage of the monthly sales.
 2. Office: The lease is for a period of five years from November 1, 2007 to October 31, 2012. The Company has the following projections in rental incomes for the various

years:

<u>Lease term</u>	<u>Total rents</u>
January 4 ~ October 31, 2012	<u>\$ 10,776</u>

- (III) The Company has a lease agreement signed with the non-related party for the place of business with a term of 3~20 years. As of March 31, 2012, the Company had prepaid rent and deposit for an amount of \$120,819 and \$1,025,498, respectively, and by their nature are listed in “Prepayment” and “Refundable deposit” account. The company has estimated the rent payable in future years as follows:

<u>Lease term</u>	<u>Total rents</u>
April 1 ~ December 31, 2012	\$ 3,652,902
2013	4,698,712
2014	4,350,711
2015	3,938,230
2016	3,453,381
2017 and thereafter (discounted value \$8,494,901)	<u>8,828,460</u>
	<u>\$ 28,922,396</u>

VIII. Loss from major accidents

None.

IX. Materiality after the period

None.

X. Others

(I) The fair value of financial instruments

	<u>March 31, 2012</u>		
	<u>Book value</u>	<u>Fair value</u>	
		<u>Amount determined by open quotations</u>	<u>Amount estimated by valuation</u>
<u>Non-Derivatives</u>			
<u>Assets</u>			
Financial assets with equal fair value and book value	\$ 10,324,958	\$ -	\$ 10,324,958
Financial assets held for trading	5,858,874	5,858,874	-
Financial assets at cost noncurrent	7,667,281	-	-
Financial assets in available-for-sale	1,000,214	1,000,214	-
Refundable deposits	1,037,760	-	1,007,260
<u>Liabilities</u>			
Financial liabilities with equal fair value and book value	\$ 20,996,509	\$ -	\$ 20,996,509
Long-term debt payable	1,890,000	-	1,890,000
Guarantee Deposit received	1,879,946	-	1,835,050

	March 31, 2011		
	Book value	Fair value	
		Amount determined by open quotations	Amount estimated by valuation
<u>Non-Derivatives</u>			
Assets			
Financial assets with equal fair value and book value	\$ 11,156,020	\$ -	\$ 11,156,020
Financial assets held for trading	4,963,968	4,963,968	-
Financial assets at cost noncurrent	8,547,794	-	-
Financial assets in available-for-sale	1,302,564	1,302,564	-
Refundable deposits	1,011,713	-	995,707
Liabilities			
Financial liabilities with equal fair value and book value	\$ 19,895,141	\$ -	\$ 19,895,141
Long-term debt payable	3,500,000	-	3,500,000
Guarantee Deposit received	1,856,610	-	1,832,573

The Company adopted the following methods and assumptions on the valuation of the fair value of financial instruments:

1. The fair value of short-term financial instrument is valued with the book value on the balance sheet date since the effect of discount value is insignificant; therefore, it is an amount not determined by public quotation or valuation. This method is applicable to cash and cash equivalents, accounts receivable, other receivables, restricted assets, notes and accounts payable, accrued expense, and other payables.
2. The fair value of financial assets in available-for-sale, such as, in the listing market, is the market price.
3. The fair market value of guarantee margin & deposit paid and guarantee margin & deposit received is based on the discount value of the expected cash flow. The relevant discount rate is the one-year time deposit interest rate of Directorate General of the Postal Remittance and Savings Bank.
4. The fair value of long-term debt payable applied in cycle is estimated according to the book value since the effect of discount value is insignificant.

(II) Material gain/loss of financial instruments and equity information

The Company had financial assets in available-for-sale debited/credited to shareholder's equity for an amount of \$101,971 and (\$231,368) on January 1~March 31, 2012 and 2011, respectively.

(III) Interest rate risk position

As of March 31, 2012 and 2011, the Company's financial liabilities with fair value risk due to changes in interest rate were \$1,890,000 and \$3,500,000, respectively. There is no financial liability with cash flow risk due to changes in interest rate.

(IV) Control of Financial Risks and Hedge strategy

1. The risk management policy adopted by the Company aims at hedging off operational risks. To this end, the Company has financial hedge position denied for the operation of derivatives. The selection of instruments by the Company for trade must be able to prevent the interest expense, assets, and liabilities risk of business operation.

2. In terms of supervising and managing derivatives, the trade position of derivatives is managed by the Finance Department and with the market price evaluated periodically. For any nonconforming transaction and gain/loss identified, a responsive measure must be activated and the Board of Directors must be informed immediately. The department also evaluates the performance of the derivatives regularly to ensure their conformity to company policy in operations and the risks so assumed are within the toleration threshold of the company.

(V) Information on primary financial risk

1. Market Risk

- (1) Most of the Company's investments in funds are quasi money market funds and the holding period of short-term notes is quite short. After assessment, there should be no significant market risk.
- (2) The Company's investments in available-for-sale financial assets are stocks of listed/OTC companies that are influenced by market prices.
- (3) The Company's long-term debts bear interest at fixed rates and are deemed to have no significant market risks due to revolving use with short periods.
- (4) The Company equity investments are denominated in certain non-functional currencies and consequently affected by fluctuation of exchange rates. Information on assets denominated in foreign currencies significantly affected by fluctuation of exchange rates is summarized as follows:

	March 31, 2012		March 31, 2011	
(Functional currency: NT Dollar)	Foreign currency	Exchange rate	Foreign currency	Exchange rate
Financial assets				
<u>Non-monetary assets</u>				
JPY: NT\$	495,900,000	0.391	462,600,000	0.355
<u>Long-term investments (Equity method)</u>				
USD: NT\$	91,767,000	30.29	103,151,000	29.40

2. Credit Risk

- (1) The financial assets with the change in fair value recognized as gain or loss; also, the financial assets in available-for-sale of the Company are traded in the open market, or, are traded with the reputable parties without a breach of contract expected.
- (2) The Company offers loan guarantees and commitments in accordance with the "Operational Procedures for Endorsement and Guarantee" and it is mainly for the Company's subsidiaries and joint ventures. Since the Company was in a firm control over the credit standings of those corporations, the Company did not request collateral from them. If those corporations fail to fulfill contracts, the credit risks so incurred would be the amounts of guarantees.

3. Liquidity Risk

- (1) The financial assets with the change in fair value recognized as gain or loss; also, the financial assets in available-for-sale of the Company are traded actively in market; therefore, the said assets can be sold easily in market at a price close to fair

value without material liquidity risk expected.

- (2) The financial assets at cost noncurrent of the Company are not traded actively in market; therefore, a material liquidity risk is expected.
- (3) The payables of the Company are mostly due in 90 days. The loan quota is implemented revolvingly. The Company's working capital is sufficient enough to support the fund demand of the company without material liquidity risk expected.

4. Cash flow risk from change in interest rate

- (1) The investment in equity of the Company is not an interest rate product; therefore, there is not a cash flow risk from the change in interest rate expected.
- (2) The Company's investments in short-term notes are fixed-interest-rate instruments with the purpose of receiving interest income. Therefore, there is no cash flow risk resulting from changes in interest rate during the holding period.
- (3) Most of the Company's investments in funds are quasi money market funds. After assessment, there should be no significant cash flow risk resulting from changes in interest rate.

XI. Supplementary Disclosure

(I) Information on major trade

Disclosure on major transactions of the Company in the first quarter of 2012 is specified as follows:

1. Loans to third parties: None.
2. Endorsement and guarantee for third party:

No.	Name of Guarantee	Company Name	Affiliation	Limit of guarantee to particular enterprise (note 2)	Maximum Balance in current period	Balance at ending	Guarantee with Collateral	Accumulated amount of guarantee in proportion to the net worth stated in the financial statements of the most recent period	Upper limit for guarantee (note 2)	Remarks
0	President Chain Store Corp.	Wisdom Distribution Service Corp.	Subsidiary	\$ 4,505,551	\$ 50,000	\$ 50,000	\$ -	0.24	\$11,263,877	
0	President Chain Store Corp.	Uni-President Department Store Corp.	Subsidiary	4,505,551	2,311	2,221	-	0.01	11,263,877	
0	President Chain Store Corp.	Q-ware Communications Co., Ltd.	Note 1	4,505,551	29,978	29,978	-	0.15	11,263,877	

Note 1: In a collective investment relationship, shareholders are held responsible for endorsement and guarantee proportionally to the shareholding ratio.

Note 2: The total external endorsement and guarantee is for an amount equivalent to 50% of the Company's net asset value. The guarantee amount made for one single enterprise is limited to 20% of the Company's net asset value.

3. Marketable securities at yearend

Holder of securities	Type and title of marketable securities	Affiliation with security issuers	Account titles	Yearend holdings / Shares	Book value	Proportion of shareholding	Market price	Remarks
The Company	First Bank Holding Family Money Market Fund	None	Financial assets-current-whose changes in fair value are recognized in earnings	2,901,124	\$ 500,000	-	\$ 500,102	
	UPAMC James Bond Market Money Fund	"	"	31,002,369	500,000	-	500,546	
	Polaris Depot money market funds	"	"	43,073,000	500,000	-	500,099	
	Mega money market funds, the international Silmarullion	"	"	82,883,689	1,000,000	-	1,001,923	
	Yuanta Cosmos money market funds	"	"	92,427,137	1,350,000	-	1,352,569	
	ING Taiwan Money Market Fund	"	"	63,545,321	1,000,000	-	1,001,779	
	Jih Sun money market funds	"	"	35,064,835	500,000	-	500,943	
	Shinkong lucky-star money market funds	"	"	33,443,250	500,000	-	500,913	
					5,850,000		\$ 5,858,874	
			Add: adjustment valuation		8,874			
					\$ 5,858,874			
	President Securities Corp.	Investees of Uni-President Enterprises Corp. under the Equity Method	Financial assets in available-for-sale - noncurrent	34,567,837	\$ 140,534	2.69	\$ 551,357	
	Duskin Co., Ltd.	None	"	300,000	125,072	0.45	193,699	
	Chimei Innolux Corporation	"	"	18,556,967	948,261	0.25	255,158	
					1,213,867		\$ 1,000,214	
			Add: adjustment valuation		(213,653)			
					\$ 1,000,214			

Holder of securities	Type and title of marketable securities	Affiliation with security issuers	Account titles	Yearend holdings / Shares	Book value	Proportion of shareholding	Market price	Remarks
The Company	Presicarre Corp.	The Company is a director	Financial assets measured at cost-noncurrent	130,801,027	\$ 5,395,902	19.50	skipped	
	President Fair Development Corp.	"	"	209,000,000	1,556,478	19.00	skipped	
	President International Development Corp.	"	"	44,100,000	441,000	3.33	skipped	
	Tong-Ho Development Corp., etc.	skipped	skipped	skipped	<u>273,901</u>	skipped	skipped	
					<u>\$ 7,667,281</u>			
	President Chain Store (BVI) Holdings Ltd.	Subsidiary	Long-term investments (Equity method)	106,575,196	\$ 2,729,338	100.00	\$ 2,676,109	
	President Drugstore Business Corp.	"	"	40,000,000	853,344	100.00	853,344	
	President Transnet Corp.	"	"	70,000,000	846,536	70.00	831,652	
	Mech-President Corp.	"	"	55,858,816	711,354	80.87	664,067	
	President Pharmaceutical Corp.	"	"	19,909,765	650,421	73.74	489,953	
	Uni-President Department Store Corp.	"	"	112,000,000	582,790	70.00	582,541	
	President Musashino Corp.	"	"	48,519,891	549,950	90.00	501,357	
	Uni-President Cold-Chain Corp.	"	"	19,563,272	490,964	60.00	484,981	
	President Information Corp.	"	"	25,714,476	488,488	86.00	379,579	
	Q-ware Systems & Services Corp.	"	"	24,382,922	341,346	86.76	328,193	
	Muji (Taiwan) Co., Ltd.	"	"	8,431,269	293,508	51.00	241,076	
	Wisdom Distribution Service Corp.	"	"	10,847,421	271,025	100.00	274,260	
	Books.com. Co., Ltd.	"	"	10,000,000	266,608	50.03	266,257	
	President YiLan Art and Culture Corp.	"	"	15,000,000	232,570	100.00	229,428	
	Duskin Serve Taiwan Co.	"	"	10,200,000	155,038	51.00	155,034	
	Ren-Hui Investment Corp.	"	"	53,194,997	149,143	100.00	149,143	
	Cold Stone Creamery Taiwan Ltd.	"	"	12,244,390	141,402	100.00	141,231	
	Bank Pro E-Service Technology Co., Ltd.	"	"	7,200,000	113,265	53.33	105,492	
	President Development Corp.	Investees of the Company under the Equity Method.	"	72,000,000	610,382	20.00	610,381	
	President Coffee Corp.	"	"	10,691,337	302,546	30.00	302,546	
	Retail Support International Corp.	"	"	6,430,000	163,127	25.00	161,503	
	Uni-President Oven Bakery Corp., etc.	skipped	"	skipped	<u>472,960</u>	30.00%	<u>470,165</u>	
						~100.00%		
					<u>\$11,416,105</u>		<u>\$ 10,898,292</u>	

4. The cumulative sales amount or purchases amount of one marketable security exceeds NT\$100 million or 20% of stock capital collected:

Trade company	Type and title of marketable securities	Account titles	Counter party	Affiliation	At beginning		Bought		Sold			Disposition gain	Other adjustments	End of current period	
					Quantity of share	Amount	Quantity of share	Amount	Quantity of share	Amount	Carrying cost			Quantity of share	Amount
The Company	Prudential Well Poll money market fund	Note 1	Not applicable	Not applicable	76,289,289	\$ 1,000,000	-	\$ -	76,289,289	\$ 1,000,351	\$ 1,000,000	\$ 351	\$ -	-	\$ -
	Verbatim UPAMC James Bond Market Money Fund	"	"	"	31,020,449	500,000	62,004,737	1,000,000	62,022,817	1,000,242	1,000,000	242	-	31,002,369	500,000
	Prudential money market fund	"	"	"	32,756,170	500,000	-	-	32,756,170	500,098	500,000	98	-	-	-
	Polaris Depot money market funds	"	"	"	-	-	43,073,000	500,000	-	-	-	-	-	43,073,000	500,000
	First Bank Holding Family Money Market Fund	"	"	"	-	-	2,901,124	500,000	-	-	-	-	-	2,901,124	500,000

Note 1: Recognized as "Financial assets-current-whose changes in fair value are recognized in earnings".

5. The purchase amount of real property exceeds NT\$100 million or 20% of stock capital collected: None.

6. The amount of real property disposed exceeds NT\$100 million or 20% of stock capital collected: None.

7. The sales amount and purchase amount with the related party exceeds NT\$100 million or 20% of stock capital collected:

Purchase (sales)	Counter party	Affiliation	Status of trade			Special terms and conditions of trade and reasons			Ratio of accounts and notes receivable (payable) to total AR/AP	Remarks
			Purchase (sales)	Amount	Percentage to total purchase (sales)	Unit price	Credit line	Balance		
The Company	Retail Support International Corp.	Investees of the Company under equity method	Purchase	\$13,736,348	58	OA 10~54 days	Note	No significant difference	(\$5,379,946)	47
	Uni-President Cold-Chain Corp.	Subsidiary	Purchase	5,320,417	23	OA 20~70 days	Note	No significant difference	(3,406,777)	30
	Wisdom Distribution Service Corp.	Subsidiary	Purchase	2,735,625	12	OA 30~60 days	Note	No significant difference	(1,156,543)	10
	Uni-President Enterprises Corp.	Parent company	Purchase	739,442	3	OA 30~40 days	No significant difference	No significant difference	(483,634)	4

Note: The cost of purchase from Retail Support International Corp., Uni-President Cold-Chain Corp., and Wisdom Distribution Service Corp. is paid according to the classification of merchandise and products and by the agreed upon rate. Please refer to Note V(II) for details.

8. The accounts receivable from the related party exceeds NT\$100 million or 20% of stock capital collected: None.

9. Trading of Derivative Products: None.

(II) Information on direct investment1. The invested company:

Name of investor	Name of invested company	Location	Major business activities	Initial amount of investment			Holding at ending			Income status of investees			PCSC's s recognized investment gain (loss)		Remarks	
				Currency	End of current period	Currency	End of previous period	Quantity of share	Proportion	Currency	Book value	Currency	Amount	Currency		Amount
President Chain Store Corp.	President Chain Store (BVI) Holdings Ltd.	British Virgin Islands	Professional investment company	NT\$	\$ 3,931,281	NT\$	\$ 3,931,281	106,575,196	100.00	NT\$	\$ 2,729,338	NT\$	(\$ 53,100)	NT\$	(\$ 53,169)	Subsidiary
President Chain Store Corp.	President Drugstore Business Corp.	Taiwan	Retailing of medicines and daily items	NT\$	288,559	NT\$	288,559	40,000,000	100.00	NT\$	853,344	NT\$	27,396	NT\$	27,396	Subsidiary
President Chain Store Corp.	President Transnet Corp.	Taiwan	Delivery service	NT\$	711,576	NT\$	711,576	70,000,000	70.00	NT\$	846,536	NT\$	82,010	NT\$	53,530	Subsidiary
President Chain Store Corp.	Mech-President Corp.	Taiwan	Gas station and elevator installation	NT\$	904,475	NT\$	904,475	55,858,816	80.87	NT\$	711,354	NT\$	39,649	NT\$	32,065	Subsidiary
President Chain Store Corp.	President Pharmaceutical Corp.	Taiwan	Medicines & medical instrument retail and wholesale	NT\$	330,216	NT\$	330,216	19,909,765	73.74	NT\$	650,421	NT\$	87,945	NT\$	64,457	Subsidiary
President Chain Store Corp.	President Development Corp.	Taiwan	Operation of transportation depots and facilities	NT\$	720,000	NT\$	720,000	72,000,000	20.00	NT\$	610,382	NT\$	14,582	NT\$	2,916	Note 1
President Chain Store Corp.	Uni-President Department Store Corp.	Taiwan	Department stores	NT\$	1,680,000	NT\$	1,680,000	112,000,000	70.00	NT\$	582,790	NT\$	(25,999)	NT\$	(17,950)	Subsidiary
President Chain Store Corp.	President Musashino Corp.	Taiwan	Foods industry	NT\$	520,141	NT\$	520,141	48,519,891	90.00	NT\$	549,950	NT\$	(7,211)	NT\$	(6,457)	Subsidiary
President Chain Store Corp.	Uni-President Cold-Chain Corp.	Taiwan	Low-temperature foods logistics including frozen foods	NT\$	237,437	NT\$	237,437	19,563,272	60.00	NT\$	490,964	NT\$	56,090	NT\$	34,174	Subsidiary
President Chain Store Corp.	President Information Corp.	Taiwan	Business management consulting services	NT\$	320,741	NT\$	320,741	25,714,476	86.00	NT\$	488,488	NT\$	28,563	NT\$	24,632	Subsidiary
President Chain Store Corp.	Q-ware Systems & Services Corp.	Taiwan	Business management consulting services	NT\$	332,482	NT\$	332,482	24,382,922	86.76	NT\$	341,346	NT\$	23,748	NT\$	20,604	Subsidiary
President Chain Store Corp.	President Coffee Corp.	Taiwan	Coffee chain store	NT\$	59,400	NT\$	59,400	10,691,337	30.00	NT\$	302,546	NT\$	131,413	NT\$	39,424	Note 1
President Chain Store Corp.	Muji (Taiwan) Co., Ltd.	Taiwan	Japanese department store & retail	NT\$	133,367	NT\$	133,367	8,431,269	51.00	NT\$	293,508	NT\$	45,543	NT\$	23,187	Subsidiary
President Chain Store Corp.	Wisdom Distribution Service Corp.	Taiwan	Logistics of Magazines	NT\$	50,000	NT\$	50,000	10,847,421	100.00	NT\$	271,025	NT\$	12,310	NT\$	12,712	Subsidiary
President Chain Store Corp.	Books.com. Co., Ltd.	Taiwan	Online bookstore	NT\$	100,400	NT\$	100,400	10,000,000	50.03	NT\$	266,608	NT\$	69,498	NT\$	35,144	Subsidiary
President Chain Store Corp.	President YiLan Art and Culture Corp.	Taiwan	Art and cultural exhibition	NT\$	150,000	NT\$	150,000	15,000,000	100.00	NT\$	232,570	NT\$	11,134	NT\$	11,128	Subsidiary

President Chain Store Corp.	Retail Support International Corp.	Taiwan	Room-temperature food logistics	NT\$	91,414 NTS	91,414	6,430,000	25.00 NTS	163,127 NTS	42,804 NTS	10,685 Note 1
President Chain Store Corp.	Duskin Serve Taiwan Co.	Taiwan	Cleaning products trade and cleaning service	NT\$	102,000 NTS	102,000	10,200,000	51.00 NTS	155,038 NTS	23,075 NTS	11,768 Subsidiary
President Chain Store Corp.	Ren-Hui Investment Corp.	Taiwan	Professional investment company	NT\$	728,037 NTS	728,037	53,194,997	100.00 NTS	149,143 NTS	59 NTS	59 Subsidiary
President Chain Store Corp.	Cold Stone Creamery Taiwan Ltd.	Taiwan	Ice cream stores	NT\$	170,000 NTS	170,000	12,244,390	100.00 NTS	141,402 NTS	(4,354) NTS	(4,183) Subsidiary
President Chain Store Corp.	Bank Pro E-Service Technology Co., Ltd.	Taiwan	Business management consulting services	NT\$	74,304 NTS	74,304	7,200,000	53.33 NTS	113,265 NTS	6,959 NTS	3,710 Subsidiary
President Chain Store Corp.	Uni-President Oven Bakery Corp., etc.	Others	skipped	NT\$	1,813,369 NTS	1,802,369	-	- NTS	472,960 NTS	1,828 NTS	(3,291) Note 2

Note 1: Investee of the Company under the equity method.

Note 2: It is a subsidiary of the Company and an investee under the equity method

Name of investor	Name of invested company	Location	Major business activities skipped	Initial amount of investment		End of previous period	Holding at ending			Income status of investees			The Company's recognized investment gain (loss)		Remarks	
				Currency	End of current period		Currency	Quantity of share	Proportion	Currency	Book value	Currency	Amount	Currency		Amount
Retail Support International Corp., etc.	President Logistics International Corp., etc.	Others		NTS		-	-	-	-	-	\$ 477,443 NTS	-	-	-	-	skipped
President Chain Store (BVI) Holdings Ltd.	President Chain Store (Labuan) Holdings Ltd.	Others	Professional investments	NTS	610,394 NTS	610,394	20,684,321	100	NTS	NTS	670,437 NTS		22,820	NTS		- Subsidiary of a subsidiary
President Chain Store (BVI) Holdings Ltd.	President Chain Store (Hong Kong) Holdings Limited	H.K.	Professional investments	NTS	2,658,507 NTS	2,658,507	90,088,347	100	NTS	NTS	1,817,599 NTS	(	40,578)	NTS		- Subsidiary of a subsidiary
President Chain Store (BVI) Holdings Ltd.	Presiclerc Limit., etc.	British Virgin Islands	Professional investments	NTS	553,094 NTS	553,094	-	-	NTS	NTS	7,776 NTS		-	NTS		- Note
President Chain Store (Labuan) Holdings Ltd.	Philippine Seven Corp.	Philippines	Food and household goods retailing	NTS	609,567 NTS	609,567	196,160,457	57	NTS	NTS	656,097 NTS		55,751	NTS		- Subsidiary of a subsidiary
President Chain Store (Hong Kong) Holdings Limited	President Chain Store (Shanghai) Ltd.	China	Chained convenient stores	NTS	1,070,415 NTS	1,070,415	-	100	NTS	NTS	454,227 NTS	(	101,519)	NTS		- Subsidiary of a subsidiary
President Chain Store (Hong Kong) Holdings Limited	Mister Donut Shanghai Co., Ltd.	China	Food retailing	NTS	160,451 NTS	160,451	-	50	NTS	NTS	88,796 NTS	(	14,389)	NTS		- Note
President Chain Store (Hong Kong) Holdings Limited	President Coffee (Cayman) Holdings Ltd.	Cayman Island	Professional investments	NTS	53,118 NTS	53,118	-	30	NTS	NTS	485,504 NTS		210,562	NTS		- Note
President Chain Store (Hong Kong) Holdings Limited	Shanghai Cold Stone Ice Cream Corporation	China	Sale of ice cream	NTS	426,556 NTS	426,556	-	100	NTS	NTS	92,602 NTS	(	10,589)	NTS		- Subsidiary of a subsidiary
President Chain Store (Hong Kong) Holdings Limited	PCSC (Chengdu) Hypermarket Limited	China	Wholesaling and retailing of goods	NTS	382,523 NTS	382,523	-	100	NTS	NTS	184,343 NTS		17,766	NTS		- Subsidiary of a subsidiary
President Chain Store (Hong Kong) Holdings Limited	Shan Dong President Yinzuo Commercial Limited	China	Supermarket	NTS	120,352 NTS	120,352	-	55	NTS	NTS	450,183 NTS		29,170	NTS		- Subsidiary of a subsidiary
President Chain Store (Hong Kong) Holdings Limited	PCSC Afternoon Tea Cayman Ltd., etc.	Others	skipped	NTS	- NTS	-	-	-	NTS	NTS	37,327 NTS		-	NTS		- skipped
President Coffee (Cayman) Holdings Ltd.	Shanghai President Starbucks Coffee Corp.	China	Coffee and accessories trade	NTS	177,060 NTS	177,060	-	30	NTS	NTS	486,220 NTS		212,498	NTS		- Note
Duskin Serve Taiwan Co.	Duskin China (BVI) Holdings Limited	Others	Professional investments	NTS	679,409 NTS	679,409	7,000	100	NTS	NTS	622,129 NTS		-	NTS		- Note
President Pharmaceutical Corp.	President Pharmaceutical (Hong Kong) Holdings Limited.	H.K.	Professional investments	NTS	88,530 NTS	30,986	-	100	NTS	NTS	67,550 NTS		1,501	NTS		- Note
Uni-President Cold-Chain Corp., etc.	Uni-President Logistics (BVI) Holdings Limited, etc.	Others	skipped	NTS	- NTS	-	-	-	NTS	NTS	220,199 NTS		-	NTS		- skipped
Uni-President Logistics (BVI) Holdings Limited, etc.	Zhejiang Uni-Champion Logistics Development Co., Ltd., etc.	Others	skipped	NTS	- NTS	-	-	-	NTS	NTS	283,365 NTS		-	NTS		- skipped

Note: Investees of the Company under equity method

2. Information disclosure of the invested company controlled by the Company directly or indirectly:

(1) Loans to third party:

No.	Lenders	Borrowers	Account titles	Maximum balance in current period	Balance at ending of period	Interest interval	Nature of loans	Amount of Business transactions	Reasons necessary for offering short-term loans	Allowance for bad debt	Name of collateral	Value	Limit of loans to particular borrower (Note 1)	Limit of total loans (Note 1)	Remarks
1	President Chain Store (Shanghai) Ltd.	Sato (Shanghai) Catering Mathematics Co., Ltd.	Other receivables	\$ 23,270	\$ 23,270	-	Note 2	\$ -	- Operating cycle	\$ -	-	\$ -	\$ 45,423	\$ 181,691	Note 3
1	President Chain Store (Shanghai) Ltd.	Presiclerc(Beijing) Supermarket Co., Ltd.	Other receivables	46,540	46,540	-	Note 2	-	Working capital	-	-	-	45,423	181,691	Note 3

Note 1: External capital lending is limited to 40% of the net asset value; capital lending to one individual is limited to 10% of the net asset value but may not exceed NT\$50,000 thousand.

Note 2: Necessary for granting short-term loans.

Note 3: Actual amount of loan at yearend is \$0.

(2) Endorsement and guarantee for third party:

No.	Name of Guarantee	Company Name	Affiliation	Name of Guarantee			Guarantee with Collateral	Accumulated amount of guarantee in proportion to the net worth stated in the financial statements of the most recent period	Upper limit for guarantee (note)	Remarks
				Limit of guarantee to particular enterprise (note)	Maximum Balance in current period	Balance at ending				
1	Wisdom Distribution Service Corp.	President Drugstore Business Corp.	A subsidiary of President Chain Store Corp.	52,384	7,000	7,000	7,000	2.67	130,960	

Note: Total endorsement amount for others is limited to an amount equivalent to 50% of net asset value: The endorsement made for one single enterprise is limited to 20% of the net asset value.

(3) Marketable securities at yearend (Ending carrying amounts less than \$100,000 were stated aggregately.)

Holder of securities	Type and title of marketable securities	Affiliation with security issuers	Account titles	Quantity of shares at ending	Book value	Proportion of shareholding	Market price	Remarks
Bank Pro E-Service Technology Co., Ltd.	ING Taiwan Bond Fund	None	Financial assets-current-whose changes in fair value are recognized in earnings	1,332,374	15,780	skipped	15,780	
Books.com. Co., Ltd.	Hua Nan Phoenix money market funds	"	"	1,907,851	30,047	"	30,047	
Capital Inventory Services Corp.	Taiwan's first gold money market funds	"	"	662,471	9,782	"	9,782	
Chieh-Shuen Logistics International Corp.	Eastspring Inv Well Pool Money Market, etc.	"	"	skipped	113,253	"	113,253	
President YiLan Art and Culture Corp.	Prudential money fund Verbatim., etc	"	"	"	140,697	"	140,697	
President Coffee Corp.	Polaris Depot money market funds., etc.	"	"	"	660,000	"	660,000	
President Drugstore Business Corp.	First Bank Holding Family Money Market Fund, etc.	"	"	232,087	40,008	"	40,008	
President Information Corp.	UPAMC JAMES BOND Fund	"	"	"	202,863	"	202,863	
President Logistics International Corp.	UPAMC JAMES BOND Fund	"	"	"	62,349	"	62,349	
President Pharmaceutical Corp.	Fuhua money market funds	"	"	6,439,872	90,015	"	90,015	
Ren-Hui Investment Corp.	NITC Family	"	"	199,957	34,469	"	34,469	
Retail Support International Corp.	First Holdings Family Bond Fund	"	"	54,607	9,413	"	9,413	
Retail Support Taiwan Corp.	First Bank Holding Family Money Market Fund	"	"	33,629	5,797	"	5,797	
Uni-President Oven Bakery Corp.	Fuh-Hwa Bond Fund	"	"	3,583,690	50,000	"	50,000	
Vision Distribution Service Corp.	UPAMC JAMES BOND Fund	"	"	6,705,784	108,268	"	108,268	
Q-ware Systems & Services Corp.	Eastspring Inv Well Pool Money Market, etc.	"	"	skipped	232,093	"	232,093	
Wisdom Distribution Service Corp.	UPAMC JAMES BOND Fund	"	"	4,403,875	71,102	"	71,102	
Ren-Hui Investment Corp.	Chimei Innolux Corporation	"	Financial assets in available-for-sale -non current	7,957,569	109,417	10.88	109,417	

Holder of securities	Type and title of marketable securities	Affiliation with security issuers	Account titles	Quantity of shares at ending	Book value	Proportion of shareholding	Market price	Remarks
President Chain Store (BVI) Holdings Ltd., etc.	Global Strategic Investment., etc	None	Financial assets at cost noncurrent	skipped	81,875	skipped	skipped	
Books.com. Co., Ltd.	Books.com. Co., Ltd., (British Virgin Islands)	"	Long-term investments (Equity method)	50,000	1,478	100	1,478	
President Pharmaceutical Corp., etc.	President Pharmaceutical (Hong Kong) Holdings Limited., etc.	"	"	skipped	120,452	skipped	skipped	
President Coffe (Cayman) Holdings Ltd.	Shanghai President Starbucks Coffee Corp.	"	"	-	1,620,733	100	1,493,916	
PCSC Afternoon Tea Cayman Ltd., etc.	PCSC Afternoon Tea Shanghai Ltd., etc.	"	"	skipped	118,754	skipped	skipped	
President Chain Store (Hong Kong) Holdings Limited	President Chain Store (Shanghai) Ltd.	"	"	"	1,792,982	"	"	
President Chain Store (BVI) Holdings Ltd.	Long-term investment-President Chain Store (Labuan) Holdings Ltd., etc.	"	"	"	2,495,812	"	"	
President Chain Store (Labuan) Holdings Ltd.	Philippine Seven Corp.	"	"	196,160,457	656,097	56.59	656,097	
President Cosmed Chain Store (Shen Zhen) Co., Ltd., etc.	Shenzhen Cosmed-Livzon Pharmacy Chain Store Co., Ltd.	"	"	skipped	164,610	skipped	skipped	
Retail Support International Corp.	President Logistics International Corp., etc.	"	"	"	169,630	"	"	
President Logistics International Corp., etc.	Chieh-Shuen Logistics International Corp., etc.	"	"	"	206,668	"	"	
Philippine Seven Corp.	Retail Distribution & warehousing, etc.	"	"	"	104,228	"	"	
Uni-President Cold-Chain Corp.	President Logistics International Corp., etc.	"	"	"	134,713	"	"	
Wisdom Distribution Service Corp.	Vision Distribution Service Corp., etc	"	"	"	111,182	"	"	

(4) The cumulative sales amount or purchases amount of one marketable security exceeds NT\$100 million or 20% of stock capital collected:

Trade company	Type and title of marketable securities	Account titles	Counter party	Affiliation	At beginning		Bought		Sold		Carrying cost	Disposition gain	Other adjustments (Note 2)	End of current period	
					Quantity of share	Amount	Quantity of share	Amount	Quantity of share	Amount				Quantity of share	Amount
Chieh-Shuen Logistics International Corp.	Eastspring Inv Well Pool Fund	Note 1	Not applicable	Not applicable	1,298,328	17,013	12,288,428	161,200	9,076,506	119,100	119,015	85	33	4,510,250	59,232
President Coffee Corp.	ING Taiwan Money Market Fund	Note 1	Not applicable	Not applicable	1,906,360	30,000	15,233,490	240,000	10,796,604	170,129	170,000	129	-	6,343,246	100,000
	Jih Sun money market funds	Note 1	Not applicable	Not applicable	7,012,967	100,000	2,100,531	30,000	9,113,498	130,123	130,000	123	-	-	-
	Taiwan's first gold money market funds	Note 1	Not applicable	Not applicable	6,785,135	100,000	13,551,512	200,000	13,564,057	200,134	200,000	134	-	6,772,590	100,000
	Union Money Market funds	Note 1	Not applicable	Not applicable	7,851,142	100,000	7,836,622	100,000	7,851,142	100,185	100,000	185	-	7,836,622	100,000
	Fuhua money market funds	Note 1	Not applicable	Not applicable	-	-	14,310,221	200,000	7,155,968	100,024	100,000	24	-	7,154,253	100,000
	Eastspring Inv Well Pool Money Market	Note 1	Not applicable	Not applicable	7,628,929	100,000	15,238,572	200,000	15,252,920	200,165	200,000	165	-	7,614,580	100,000
	Polaris Depot money market funds	Note 1	Not applicable	Not applicable	8,628,947	100,000	8,612,894	100,000	8,628,947	100,186	100,000	186	-	8,612,894	100,000
President Logistics International Corp.	UPAMC JAMES BOND Fund	Note 1	Not applicable	Not applicable	3,136,596	31,912	6,286,932	101,450	6,680,322	107,750	107,713	37	3	2,743,205	25,652
Retail Support International Corp.	First Bank Holding Family Money Market Fund	Note 1	Not applicable	Not applicable	67,266	11,574	1,557,657	268,400	1,570,315	270,600	270,560	40	-	54,607	9,413
	Capital Income Fund	Note 1	Not applicable	Not applicable	-	-	6,418,980	100,000	6,418,980	100,008	100,000	8	-	-	-
Wisdom Distribution Service Corp.	UPAMC JAMES BOND Fund	Note 1	Not applicable	Not applicable	8,382,099	135,000	15,488,699	250,000	19,466,924	314,119	314,000	119	102	4,403,875	71,102

Note 1: Recognized as "Financial assets-current-whose changes in fair value are recognized in earnings".

Note 2: Changes in valuation adjustment to financial assets at fair value through profit or loss

(5) The purchase amount of real property exceeds NT\$100 million or 20% of stock capital collected: None.

Acquirity company	Real Property	Transaction date or event date	Trade amount	Payment	Counter party	Previous transfer data for counterparties who are related parties							Purpose of acquisition and application	Other provisions
						Affiliation	Owner	Relationship with the issuer	Transfer date	Amount	Pricing criteria			
President Musashino Corp.	Building	2011.5.1	\$278,500	An amount of \$222,800 has been paid	Chuan-Hsin Construction	None	Not applicable	Not applicable	Not applicable	Not applicable	Reference to the market condition and negotiation between the two parties	Operation purpose	None	

(6) The amount of real property disposed exceeds NT\$100 million or 20% of stock capital collected: None

(7) The sales amount and purchase amount with the related party exceeds NT\$100 million or 20% of stock capital collected:

Purchase (sales)	Counter party	Affiliation	Purchase (sales)	Status of trade		Special terms and conditions of trade and reasons		Balance	Ratio of accounts and notes receivable (payable) to total AR/AP	
				Amount	Percentage to total purchase (sales)	Unit price	Credit line		No significant difference	Credit line
Chieh-Shuen Logistics International Corp.	President Transnet Corp.	A subsidiary of President Chain Store Corp.	Logistics income	(132,730)	(67)	OA 40 days	"	80,514	(77)	
President Coffee Corp.	Tung Chang Enterprises Corp.	Affiliate	Purchase	176,638	33	OA 30 days	"	(82,935)	(22)	
	Retail Support International Corp.	Investees of President Chain Store Corp. under equity method	"	122,225	23	OA 30 days	"	(48,359)	(13)	
President Drugstore Business Corp.	Retail Support International Corp.	Investees of President Chain Store Corp. under equity method	"	1,683,035	99	OA 52 days	"	(1,016,179)	(99)	
President Information Corp.	President Chain Store Corp.	Parent company	Services	(168,346)	(76)	OA 30 days	"	116,507	70	
President Logistics International Corp.	Uni-President Cold-Chain Corp.	A subsidiary of President Chain Store Corp.	Logistics income	(209,853)	(42)	20 days	"	75,059	40	
	Retail Support International Corp.	Parent company	"	(161,539)	(32)	20 days	"	58,574	31	
President Musashino Corp.	Uni-President Cold-Chain Corp.	A subsidiary of President Chain Store Corp.	sales	(369,631)	(100)	OA 45 days	"	254,226	100	
President Pharmaceutical Corp.	Retail Support International Corp.	Investees of President Chain Store Corp. under equity method	"	(417,563)	(57)	OA 75 days	"	434,777	58	
Retail Support International Corp.	President Chain Store Corp.	Parent company	"	(8,599,743)	(58)	OA 10~54 days	"	3,505,746	69	
	President Drugstore Business Corp.	A subsidiary of President Chain Store Corp.	"	(1,683,035)	(6)	OA 45~60 days	"	791,122	16	
	President Coffee Corp.	Investees of President Chain Store Corp. under equity method	"	(122,257)	(1)	OA 15~28 days	"	59,941	1	
	Uni-President Enterprises Corp.	Parent company	Purchase	653,781	5	OA 30~95 days	"	(274,099)	(3)	
	Tung Ang Enterprises Corp.	Affiliate	"	511,937	4	OA 30 days	"	(197,132)	(2)	
	Lien Bo Enterprises Corp.	Affiliate	"	197,950	1	OA 15~70 days	"	(96,312)	(1)	
	President Pharmaceutical Corp.	A subsidiary of President Chain Store Corp.	"	358,298	3	OA 30~80 days	"	(305,513)	(4)	
Uni-President Cold-Chain Corp.	President Musashino Corp.	A subsidiary of President Chain Store Corp.	"	369,631	15	OA 45 days	"	(254,191)	(8)	
	Uni-President Enterprises Corp.	Parent company	"	1,743,617	35	OA 30~55 days	"	(905,663)	(28)	
	President Chain Store Corp.	Parent company	sales	(5,375,892)	(99)	OA 20~70 days	"	3,464,975	99	
Q-ware Systems & Services Corp.	President Chain Store Corp.	Parent company	"	(118,961)	(73)	OA 40 days	"	84,852	80	
Wisdom Distribution Service Corp.	President Chain Store Corp.	Parent company	"	(2,759,340)	(98)	OA 30~60 days	"	1,608,108	93	
	Cayenne Entertainment Technology Co., Ltd.	An affiliate of the Company is the company's director	Purchase	121,599	4	OA 60 days	"	(33,499)	(1)	

(8) The accounts receivable from the related party exceeds NT\$100 million or 20% of stock capital collected:

Company of receivables on book	Counter party	Affiliation	Balance of Receivables With Related Party	Turnover Rate	Overdue Receivables with Related Parties		Receivables with Related Party After Period Collection	Allowance for bad debt
					Amount	Processing by		
Books.com. Co., Ltd.	President Chain Store Corp.	Parent company	\$ 217,076	18.65	\$ -	-	\$ 171,590	\$ -
President Information Corp.	President Chain Store Corp.	Parent company	116,507	1.60	-	-	10,710	-
President Musashino Corp.	Uni-President Cold-Chain Corp.	A subsidiary of President Chain Store Corp.	254,226	1.41	-	-	254,226	-
President Pharmaceutical Corp.	Retail Support International Corp.	Investees of President Chain Store Corp. under equity method	434,777	1.10	-	-	103,538	-
President Collect Services Co., Ltd.	President Transnet Corp.	A subsidiary of President Chain Store Corp.	252,000	1.00	-	-	252,000	-
Retail Support International Corp.	President Chain Store Corp.	Parent company	3,505,746	2.34	-	-	1,765,648	-
Retail Support International Corp.	President Drugstore Business Corp.	A subsidiary of President Chain Store Corp.	791,122	1.09	-	-	791,122	-
Uni-President Cold-Chain Corp.	President Chain Store Corp.	Parent company	3,464,975	1.57	-	-	3,464,975	-
Vision Distribution Service Corp.	Wisdom Distribution Service Corp.	Parent company	266,979	37.55	-	-	183,402	-
Wisdom Distribution Service Corp.	President Chain Store Corp.	Parent company	1,608,108	1.72	-	-	1,608,108	-

(9) Trading of Derivative Products: None.

(III) Information on investment in Mainland China

1. Investment in Mainland China:

Names of investees in Mainland China	Major business activities	Paid-up Capital	Investment Method	Amount remitted from Taiwan in accumulation at the beginning of the present term	Investment Remittance or Regain during the fiscal Year	Amount remitted from Taiwan in accumulation at the end of the present term	The Company's Direct or Indirect Investment Holding Ratio	Investment Profit or Loss for Current Period	Book Value of Investment at the End of the Period	Investment return already remitted back as of the present term	Remarks
				Cumulative investment remittance from Taiwan - beginning	Remittance	Regain					
PCSC Afternoon Tea Shanghai Ltd.	Food retailing	277,528	Invest in Mainland China by the invested company in third country (Note 4)	133,645	-	-	51.00	(4,917)	36,070		- Note 6
Duskin (Shanghai) Cleaning Products Rental Co.	Sale of cleaning products	131,831	Invest in Mainland China by the invested company in third country	19,764	-	-	8.00	-	19,764		- Note 6
Shanghai President Starbucks Coffee Corp.	Coffee and accessories trade	363,405	Invest in Mainland China by the invested company in third country (Note 1)	59,020	-	-	30.00	63,706	486,220		- Note 6
President Cosmed Chain Store (Shen Zhen) Co., Ltd.	Household goods retailing	469,000	Invest in Mainland China by the invested company in third country (Note 5)	256,619	-	-	65.00	(3,832)	48,029		- Note 6
President Chain Store (Shanghai) Ltd.	Chain store operation	1,125,600	Invest in Mainland China by the invested company in third country (Note 3)	1,070,415	-	-	100.00	(99,573)	454,227		- Note 6
Mister Donut Shanghai Co., Ltd.	Food retailing	486,915	Invest in Mainland China by the invested company in third country (Note 3)	160,451	-	-	50.00	(7,367)	88,796		- Note 6
Wuhan Uni-President Oven Fresh Bakery Co., Ltd.	Food retailing	267,330	Invest in Mainland China by the invested company in third country (Note 3)	141,500	-	-	100.00	(3,045)	(91,984)		- Note 6
Shanghai President Logistic Co., Ltd.	Food retailing	59,020	Invest in Mainland China by the invested company in third country (Note 3)	59,020	-	-	100.00	(2,813)	28,833		- Note 6
Shanghai Cold Stone Ice Cream Corporation	Sale of ice cream	426,556	Invest in Mainland China by the invested company in third country (Note 3)	426,556	-	-	100.00	(10,691)	92,602		- Note 6
PCSC (Sichuan) Hypermarket Limited	Wholesaling and retailing of goods	375,200	Invest in Mainland China by the invested company in third country (Note 3)	298,936	-	-	100.00	6,018	31,901		- Note 6
PCSC (Chengdu) Hypermarket Limited	Wholesaling and retailing of goods	469,000	Invest in Mainland China by the invested company in third country (Note 3)	382,538	-	-	100.00	11,299	184,343		- Note 6
Sato (Shanghai) Catering Mathematics Co., Ltd.	Japanese cuisine	67,680	Invest in Mainland China by the invested company in third country (Note 3)	52,291	-	-	81.00	(4,742)	27,399		- Note 6

Names of investees in Mainland China	Major business activities	Paid-up Capital	Investment Method	Amount remitted from Taiwan in accumulation at the beginning of the present term	Investment Remittance or Regain during the fiscal Year	Amount remitted from Taiwan in accumulation at the end of the present term	The Company's Direct or Indirect Investment Holding Ratio	Investment Profit or Loss for Current Period	Book Value of Investment at the End of the Period	Investment return already remitted back as of the present term	Remarks
President Royal Host (Shanghai) Ltd.	Japanese cuisine	59,050	Invest in Mainland China by the invested company in third country (Note 3)	30,115	-	-	51.00	(3,973)	4,382		- Note 6
Shan Dong President Yinzuo Commercial Limited	Wholesaling and retailing of goods	281,400	Invest in Mainland China by the invested company in third country (Note 3)	120,352	-	-	55.00	16,033	450,183		- Note 6
President (Sanghai) Health Product Trading Company Ltd.	Trade of commodities	88,530	Invest in Mainland China by the invested company in third country	30,986	57,544	-	73.74	1,107	67,550		- Note 6
Zhejiang Uni-Champion Logistics Development Co., Ltd.	Logistics and warehouse	187,600	Invest in Mainland China by the invested company in third country	87,569	-	-	30.00	(355)	75,792		- Note 6
Presiclerc(Beijing) Supermarket Co., Ltd.	Food processing, packing and sales	234,500	Invest in Mainland China by the invested company in third country (Note 2)	-	-	-	36.94	(5,285)	(111,790)		- Note 6

Note 1: The investment in Mainland China is by the transfer invested company, President Coffee (Cayman) Holdings Ltd., of B.V.I.

Note 2: The investment in Mainland China is by the transfer invested company, Preciclerc Limited, of B.V.I.

Note 3: The investment in Mainland China is by the transfer invested company, President Chain Store (Hong Kong) Holdings Limited, of B.V.I

Note 4: The investment in Mainland China is by the transfer invested company, PCSC Afternoon Tea Cayman Ltd., of B.V.I

Note 5: Invest in companies in China through PCSC (China) Drugstore Limited

Note 6: Valuation is based on the unaudited financial statements composed by each invested company.

Company Name	Amount accumulated, remitted from Taiwan for investment in Mainland China at the end of the current term	Investment Amount Approved by Investment Commission of MOEAIC	Mainland China Investment Ceiling As Regulated by Investment Commission of MOEAIC
President Chain Store Corp.	\$ 2,511,380	\$ 4,074,809	\$ 13,516,652
President Pharmaceutical Corp.	89,654	89,654	398,660
Duskin Serve Taiwan Co.	20,657	20,657	182,392
Uni-President Cold-Chain Corp.	87,637	87,637	484,977

2. The information of the Company's direct and indirect investment in Mainland China by the invested company in third country, the price, payment term, unrealized gain and loss, and others that is helpful to understand the impact of investment in Mainland China on financial statements:

- (1) Purchase amount and ratio; also, the corresponding payables yearend balance and ratio: None.
- (2) Sales amount and ratio; also, the corresponding receivables yearend balance and ratio: None.
- (3) Property trade amount and the corresponding gain and loss amount: None.
- (4) Ending balance and purpose of notes endorsement or collateral provided: None
- (5) Maximum balance, yearend balance, interest rate interval, and total interest amount of fund financing: Please refer to Note XI(II) Transfer investment business information 2(1) for details.
- (6) Other transactions that have a significant impact on the net income or financial status of the year: None.

XII. Operating segment information

Operating segment information is disclosed in the consolidated financial statements in accordance with SFAS No. 41 requirement.