

**UNITED MICROELECTRONICS CORPORATION
FINANCIAL STATEMENTS
WITH REPORT OF INDEPENDENT ACCOUNTANTS
FOR THE NINE-MONTH PERIODS ENDED
SEPTEMBER 30, 2009 AND 2008**

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The reader is advised that these financial statements have been prepared originally in Chinese. In the event of a conflict between these financial statements and the original Chinese version or difference in interpretation between the two versions, the Chinese language financial statements shall prevail.

REVIEW REPORT OF INDEPENDENT ACCOUNTANTS

English Translation of a Report Originally Issued in Chinese

To United Microelectronics Corporation

We have reviewed the accompanying balance sheets of United Microelectronics Corporation (the “Company”) as of September 30, 2009 and 2008, and the related statements of income and cash flows for the nine-month periods ended September 30, 2009 and 2008. These financial statements are the responsibility of the Company’s management. Our responsibility is to issue the review report based on our reviews. As described in Note 4(8) to the financial statements, certain long-term investments were accounted for under the equity method based on financial statements as of September 30, 2009 and 2008 of the investees, which were reviewed by the other independent accountants. Our review insofar as it relates to the investment income amounting to NT\$8 million and NT\$96 million for the nine-month periods ended September 30, 2009 and 2008, respectively, and the related long-term investment balances of NT\$4,676 million and NT\$3,310 million as of September 30, 2009 and 2008, respectively, is based solely on the reports of the other independent accountants.

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

Based on our reviews and the reports of the other independent accountants, we are not aware of any material modifications or adjustments that should be made to the financial statements referred to above in order for them to be in conformity with requirements of the Business Entity Accounting Act and Regulation on Business Entity Accounting Handling with respect to financial accounting standards, Guidelines Governing the Preparation of Financial Reports by Securities Issuers, and accounting principles generally accepted in the Republic of China.

As described in Note 3(1) to the financial statements, effective January 1, 2009, the Company has adopted the amendment of R.O.C. Statement of Financial Accounting Standards No. 10, “Accounting for Inventories”.

As described in Note 3(3) to the financial statements, effective January 1, 2008, the Company has adopted Accounting Research and Development Foundation Interpretation No. 96-052, and recognized employee bonuses and remunerations to directors and supervisors as expenses rather than as a distribution of retained earnings.

October 19, 2009
Taipei, Taiwan
Republic of China

Notice to Readers

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

English Translation of Financial Statements Originally Issued in Chinese
 UNITED MICROELECTRONICS CORPORATION
 UNAUDITED BALANCE SHEETS
 September 30, 2009 and 2008
 (Expressed in Thousands of New Taiwan Dollars)

Assets	Notes	As of September 30,		Liabilities and Shareholders' Equity	Notes	As of September 30,	
		2009	2008			2009	2008
Current assets				Current liabilities			
Cash and cash equivalents	2, 4(1)	\$ 44,635,737	\$ 25,194,181	Financial liabilities at fair value through profit or loss, current	2, 4(12)	\$ -	\$ 175,781
Financial assets at fair value through profit or loss, current	2, 4(2)	1,598,998	1,939,396	Accounts payable		4,421,077	3,844,188
Notes receivable		49,695	100,595	Income tax payable	2	57,933	688,272
Notes receivable - related parties	5	-	14,057	Accrued expenses	2, 4(19)	7,175,118	8,161,779
Accounts receivable, net	2, 4(3)	9,517,736	5,291,522	Payable on equipment		3,444,703	1,526,862
Accounts receivable - related parties, net	2, 5	6,664,801	8,713,541	Current portion of long-term liabilities	2, 4(13), 4(14)	7,520,958	-
Other receivables		337,274	297,000	Other current liabilities		350,408	433,729
Inventories, net	2, 3, 4(4)	8,421,234	11,761,863	Total current liabilities		<u>22,970,197</u>	<u>14,830,611</u>
Prepaid expenses		486,844	493,104				
Non-current assets held for sale	2, 4(5)	772,103	-	Long-term liabilities			
Deferred income tax assets, current	2, 4(21)	1,028,088	1,086,442	Bonds payable	2, 4(13)	-	7,496,568
Total current assets		<u>73,512,510</u>	<u>54,891,701</u>	Long-term loans	4(14), 6	877,778	-
				Total long-term liabilities		<u>877,778</u>	<u>7,496,568</u>
Funds and investments				Other liabilities			
Financial assets at fair value through profit or loss, noncurrent	2, 4(2)	-	17,708	Accrued pension liabilities	2, 4(15)	3,268,196	3,226,978
Available-for-sale financial assets, noncurrent	2, 4(6), 4(11)	27,331,949	17,226,829	Deposits-in		12,441	8,835
Financial assets measured at cost, noncurrent	2, 4(7)	2,541,716	2,510,431	Other liabilities - others	5	238,506	290,062
Long-term investments accounted for under the equity method	2, 4(8)	39,191,589	32,305,933	Total other liabilities		<u>3,519,143</u>	<u>3,525,875</u>
Total funds and investments		<u>69,065,254</u>	<u>52,060,901</u>	Total liabilities		<u>27,367,118</u>	<u>25,853,054</u>
Property, plant and equipment	2, 4(9), 6, 7			Capital	2, 4(16), 4(19)		
Land		433,378	1,132,576	Common stock		129,877,713	135,434,871
Buildings		17,360,293	17,375,081	Additional paid-in capital	2, 4(8), 4(16), 4(17), 4(19)		
Machinery and equipment		437,644,409	436,007,887	Premiums		44,202,596	53,431,558
Transportation equipment		57,344	69,959	Change in equities of long-term investments		-	6,889,202
Furniture and fixtures		2,960,826	2,952,806	Employee stock options		72,373	-
Total cost		458,456,250	457,538,309	Retained earnings	2, 4(8), 4(16), 4(19)		
Less : Accumulated depreciation		(385,128,144)	(355,409,819)	Legal reserve		-	19,711,865
Add : Construction in progress and prepayments		10,075,048	5,042,416	Unappropriated earnings (accumulated deficit)		6,358,485	(1,896,286)
Property, plant and equipment, net		<u>83,403,154</u>	<u>107,170,906</u>	Adjusting items in shareholders' equity	2, 4(6)		
				Cumulative translation adjustment		255,961	(908,546)
Intangible assets				Unrealized gain or loss on financial instruments		26,109,675	(4,911,805)
Goodwill	2	-	3,745,122	Treasury stock	2, 4(8), 4(16), 4(18)	(2,513,138)	(9,080,830)
Total intangible assets		<u>-</u>	<u>3,745,122</u>	Total shareholders' equity		<u>204,363,665</u>	<u>198,670,029</u>
Other assets							
Deferred charges	2	647,208	1,120,703				
Deferred income tax assets, noncurrent	2, 4(21)	2,562,653	3,659,045				
Other assets - others	2, 4(10), 4(11), 6	2,540,004	1,874,705				
Total other assets		<u>5,749,865</u>	<u>6,654,453</u>				
Total assets		<u>\$ 231,730,783</u>	<u>\$ 224,523,083</u>	Total liabilities and shareholders' equity		<u>\$ 231,730,783</u>	<u>\$ 224,523,083</u>

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

English Translation of Financial Statements Originally Issued in Chinese
UNITED MICROELECTRONICS CORPORATION
UNAUDITED STATEMENTS OF INCOME
For the nine-month periods ended September 30, 2009 and 2008
(Expressed in Thousands of New Taiwan Dollars, Except for Earnings per Share)

	Notes	For the nine-month periods ended September 30,			
		2009	2008		
Operating revenues	2, 5				
Sales revenues		\$ 59,784,235	\$ 72,873,287		
Less : Sales returns and discounts		(945,368)	(1,104,892)		
Net sales		58,838,867	71,768,395		
Other operating revenues		2,033,088	2,220,703		
Net operating revenues		<u>60,871,955</u>	<u>73,989,098</u>		
Operating costs	2, 3, 4(4), 4(20)				
Cost of goods sold		(51,048,985)	(59,393,359)		
Other operating costs		(1,123,164)	(971,149)		
Operating costs		<u>(52,172,149)</u>	<u>(60,364,508)</u>		
Gross profit		8,699,806	13,624,590		
Unrealized intercompany profit	2	(60,197)	(86,204)		
Realized intercompany profit	2	61,178	85,543		
Gross profit-net		<u>8,700,787</u>	<u>13,623,929</u>		
Operating expenses	2, 4(17), 4(20)				
Sales and marketing expenses		(1,636,360)	(2,008,712)		
General and administrative expenses		(1,576,332)	(2,019,010)		
Research and development expenses		(5,900,230)	(6,232,951)		
Subtotal		<u>(9,112,922)</u>	<u>(10,260,673)</u>		
Operating income (loss)		<u>(412,135)</u>	<u>3,363,256</u>		
Non-operating income					
Interest revenue		105,546	435,250		
Dividend income		691,503	1,712,894		
Gain on disposal of property, plant and equipment	2	24,647	31,881		
Gain on disposal of investments	2	1,095,403	1,787,074		
Exchange gain, net	2	-	52,118		
Gain on valuation of financial assets	2, 4(2)	52,563	-		
Other income	3	739,386	469,472		
Subtotal		<u>2,709,048</u>	<u>4,488,689</u>		
Non-operating expenses					
Interest expense	2, 4(9)	(55,453)	(50,749)		
Investment loss accounted for under the equity method, net	2, 4(8)	(1,672,991)	(50,423)		
Loss on disposal of property, plant and equipment	2	(153)	(5,546)		
Exchange loss, net	2	(112,711)	-		
Financial expenses		(70,893)	(74,508)		
Impairment loss	2, 4(11)	(118,306)	(3,307,772)		
Loss on valuation of financial assets	2, 4(2)	-	(2,067,302)		
Loss on valuation of financial liabilities	2, 4(12)	(198,032)	(677,066)		
Other losses		(44,632)	(54,555)		
Subtotal		<u>(2,273,171)</u>	<u>(6,287,921)</u>		
Income (loss) from continuing operations before income tax		23,742	1,564,024		
Income tax expense	2, 4(21)	(545,621)	(374,439)		
Net income (loss)		<u>(521,879)</u>	<u>1,189,585</u>		
		<u>Pre-tax</u>	<u>Post-tax</u>	<u>Pre-tax</u>	<u>Post-tax</u>
Earnings (losses) per share-basic (NTD)	2, 4(22)				
Net income (loss)		<u>\$ 0.002</u>	<u>\$ (0.04)</u>	<u>\$ 0.12</u>	<u>\$ 0.09</u>
Earnings (losses) per share-diluted (NTD)	2, 4(22)				
Net income (loss)		<u>\$ 0.002</u>	<u>\$ (0.04)</u>	<u>\$ 0.11</u>	<u>\$ 0.08</u>
Pro forma information on earnings (losses) as if subsidiaries' investment in the Company is not treated as treasury stock	2, 4(22)				
Net income (loss)		<u>\$ (521,879)</u>		<u>\$ 1,201,125</u>	
Earnings (losses) per share-basic (NTD)		<u>\$ (0.04)</u>		<u>\$ 0.09</u>	
Earnings (losses) per share-diluted (NTD)		<u>\$ (0.04)</u>		<u>\$ 0.08</u>	

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

English Translation of Financial Statements Originally Issued in Chinese

UNITED MICROELECTRONICS CORPORATION

UNAUDITED STATEMENTS OF CASH FLOWS

For the nine-month periods ended September 30, 2009 and 2008

(Expressed in Thousands of New Taiwan Dollars)

	For the nine-month periods ended September 30,	
	2009	2008
Cash flows from operating activities:		
Net income (loss)	\$ (521,879)	\$ 1,189,585
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Depreciation	24,871,420	27,325,736
Amortization	512,983	906,978
Bad debt expenses	2,944	2,505
Loss (gain) on decline (recovery) in market value and obsolescence of inventories	(2,513,090)	369,106
Cash dividends received under the equity method	390,388	492,920
Investment loss accounted for under the equity method	1,672,991	50,423
Loss on valuation of financial assets and liabilities	145,469	2,744,368
Impairment loss	118,306	3,307,772
Gain on disposal of investments	(1,095,403)	(1,787,074)
Gain on disposal of property, plant and equipment	(24,494)	(26,335)
Exchange loss (gain) on financial assets and liabilities	197	(8,479)
Exchange gain on long-term liabilities	-	(178,877)
Amortization of bond discounts	1,626	7,289
Amortization of deferred income	(152,045)	(124,125)
Compensation cost of employee stock options	71,715	-
Changes in assets and liabilities:		
Financial assets and liabilities at fair value through profit or loss	77,972	(57,059)
Notes and accounts receivable	(8,518,135)	(475,331)
Other receivables	(107,861)	106,928
Inventories	1,792,354	(769,351)
Prepaid expenses	(176,727)	(46,456)
Deferred income tax assets	518,297	(217,784)
Accounts payable	2,415,425	(939,868)
Accrued expenses	(817,312)	152,216
Other current liabilities	699,175	17,273
Capacity deposits	-	(4,447)
Accrued pension liabilities	21,162	57,177
Other liabilities - others	27,496	(49,450)
Net cash provided by operating activities	19,412,974	32,045,640
Cash flows from investing activities:		
Acquisition of available-for-sale financial assets	(1,530)	-
Proceeds from disposal of available-for-sale financial assets	1,392,973	1,938,540
Acquisition of financial assets measured at cost	-	(215,726)
Proceeds from disposal of financial assets measured at cost	30	10
Acquisition of long-term investments accounted for under the equity method	(1,563,152)	(1,444,694)
Proceeds from disposal of long-term investments accounted for under the equity method	78,939	378
Proceeds from liquidation of long-term investments	15,140	197,883
Acquisition of property, plant and equipment	(7,416,385)	(9,951,249)
Proceeds from disposal of property, plant and equipment	38,233	107,083
Increase in deferred charges	(287,326)	(628,295)
Decrease (increase) in other assets - others	(786,468)	2,385
Net cash used in investing activities	(8,529,546)	(9,993,685)

English Translation of Financial Statements Originally Issued in Chinese

UNITED MICROELECTRONICS CORPORATION

UNAUDITED STATEMENTS OF CASH FLOWS

For the nine-month periods ended September 30, 2009 and 2008

(Expressed in Thousands of New Taiwan Dollars)

	For the nine-month periods ended September 30,	
	2009	2008
(continued)		
Cash flows from financing activities:		
Proceeds from long-term loans	\$ 400,000	\$ -
Repayments of long-term loans	(200,000)	-
Redemption of bonds	-	(22,716,624)
Cash dividends	-	(9,382,647)
Payment of employee bonus	-	(286,541)
Remuneration paid to directors and supervisors	-	(11,939)
Purchase of treasury stock	(2,393,337)	(2,087,205)
Increase (decrease) in deposits-in	4,457	(6,284)
Net cash used in financing activities	<u>(2,188,880)</u>	<u>(34,491,240)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(182,549)</u>	<u>180,837</u>
Net increase (decrease) in cash and cash equivalents	8,511,999	(12,258,448)
Cash and cash equivalents at beginning of period	36,123,738	37,452,629
Cash and cash equivalents at end of period	<u>\$ 44,635,737</u>	<u>\$ 25,194,181</u>
Supplemental disclosures of cash flow information:		
Cash paid for interest	<u>\$ 119,123</u>	<u>\$ 390,259</u>
Cash paid for income tax	<u>\$ 648,038</u>	<u>\$ 724,675</u>
Investing activities partially paid by cash:		
Acquisition of property, plant and equipment	\$ 9,146,568	\$ 5,461,717
Add: Payable at beginning of period	1,714,520	6,016,394
Less: Payable at end of period	<u>(3,444,703)</u>	<u>(1,526,862)</u>
Cash paid for acquiring property, plant and equipment	<u>\$ 7,416,385</u>	<u>\$ 9,951,249</u>

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

UNITED MICROELECTRONICS CORPORATION
NOTES TO UNAUDITED FINANCIAL STATEMENTS

September 30, 2009 and 2008

(Expressed in Thousands of New Taiwan Dollars unless Otherwise Specified)

1. HISTORY AND ORGANIZATION

United Microelectronics Corporation (the Company) was incorporated in May 1980 and commenced operations in April 1982. The Company is a full service semiconductor wafer foundry and provides a variety of services to satisfy customer needs. The Company's common shares were publicly listed on the Taiwan Stock Exchange (TSE) in July 1985 and its American Depositary Shares (ADSs) were listed on the New York Stock Exchange (NYSE) in September 2000.

The numbers of employees as of September 30, 2009 and 2008 were 12,127 and 13,239, respectively.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in conformity with requirements of the Business Entity Accounting Act and Regulation on Business Entity Accounting Handling with respect to financial accounting standards, Guidelines Governing the Preparation of Financial Reports by Securities Issuers and accounting principles generally accepted in the Republic of China (R.O.C.).

Summary of significant accounting policies is as follows:

Use of Estimates

The preparation of the Company's financial statements in conformity with generally accepted accounting principles requires management to make reasonable estimates and assumptions that will affect the amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reported periods. The actual results may differ from those estimates.

Foreign Currency Transactions

Transactions denominated in foreign currencies are remeasured into the local functional currencies and recorded based on the exchange rates prevailing at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are remeasured into the local functional currencies at the exchange rates prevailing at the balance sheet date, with the related exchange gains or losses included in the statements of income. Translation gains or losses from investments in foreign entities are recognized as a cumulative translation adjustment in shareholders' equity.

Non-monetary assets and liabilities denominated in foreign currencies that are reported at fair value with changes in fair value charged to the statements of income, are remeasured at the exchange rate at the balance sheet date, with related exchange gains or losses recorded in the statements of income. Non-monetary assets and liabilities denominated in foreign currencies that are reported at fair value with changes in fair value charged to shareholders' equity, are remeasured at the exchange rate at the balance sheet date, with related exchange gains or losses recorded as adjustment items to cumulative translation adjustment in shareholders' equity. Non-monetary assets and liabilities denominated in foreign currencies and reported at cost are remeasured at historical exchange rates.

Translation of Foreign Currency Financial Statements

The financial statements of the Company's Singapore branch (the Branch) are translated into New Taiwan Dollars using the spot rates at the balance sheet date for asset and liability accounts and average exchange rates for profit and loss accounts. The cumulative translation effects from the Branch using functional currencies other than New Taiwan Dollars are included in the cumulative translation adjustment in shareholders' equity.

Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and with maturity dates that do not present significant risks on changes in value resulting from changes in interest rates, including commercial paper with original maturities of three months or less.

Financial Assets and Financial Liabilities

In accordance with ROC Statement of Financial Accounting Standard (ROC SFAS) No. 34, "Financial Instruments: Recognition and Measurement"(ROC SFAS 34) and the "Guidelines Governing the Preparation of Financial Reports by Securities Issuers", financial assets are classified as either financial assets at fair value through profit or loss, held-to-maturity financial assets, financial assets measured at cost, or available-for-sale financial assets. Financial liabilities are recorded at fair value through profit or loss.

The Company accounts for purchase or sale of financial instruments as of the trade date, which is the date the Company commits to purchase or sell the asset or liability. Financial assets and financial liabilities are initially recognized at fair value plus acquisition or issuance costs.

a. Financial assets and financial liabilities at fair value through profit or loss

Financial instruments held for short-term sale or repurchase purposes and derivative financial instruments not qualified for hedge accounting are classified as financial assets or liabilities at fair value through profit or loss.

This category of financial instruments is measured at fair value and changes in fair value are recognized in the statements of income. Stock of listed companies, bonds, and closed-end funds are measured at closing prices as of the balance sheet date. Open-end funds are measured at the unit price of the net assets as of the balance sheet date. The fair value of derivative financial instruments is determined by using valuation techniques commonly used by market participants in the industry.

b. Held-to-maturity financial assets

Non-derivative financial assets with fixed or determinable payments and fixed maturity are classified as held-to-maturity financial assets if the Company has both the positive intention and ability to hold the financial assets to maturity. Investments intended to be held to maturity are measured at amortized cost.

The Company recognizes an impairment loss if objective evidence of impairment loss exists. However, the impairment loss may be reversed if the value of asset recovers subsequently and the Company concludes the recovery is related to improvements in events or factors that originally caused the impairment loss. The new cost basis as a result of the reversal cannot exceed the amortized cost prior to the impairment.

c. Financial assets measured at cost

Unlisted stock, funds, and other securities without reliable market prices are measured at cost. When objective evidence of impairment exists, the Company recognizes an impairment loss, which cannot be reversed in subsequent periods.

d. Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial instruments not classified as financial assets at fair value through profit or loss, held-to-maturity financial assets, loans and receivables. Subsequent measurement is calculated at fair value. Investments in listed companies are measured at closing prices as of the balance sheet date. Any gain or loss arising from the change in fair value, excluding impairment loss and exchange gain or loss arising from monetary financial assets denominated in foreign currencies, is recognized as an adjustment to shareholders' equity until such investment is reclassified or disposed of, upon which the cumulative gain or loss previously charged to shareholders' equity will be recorded in the statements of income.

The Company recognizes an impairment loss when objective evidence of impairment exists. Any reduction in the impairment loss of equity investments in subsequent periods will be recognized as an adjustment to shareholders' equity. The impairment loss of a debt security may be reversed and recognized in the statement of income if the security recovers and the Company concludes the recovery is related to improvements in the factors or events that originally caused the impairment.

Allowance for Doubtful Accounts

An allowance for doubtful accounts is provided based on management's judgment of the collectability and aging analysis of accounts and other receivables.

Inventories

Inventories are accounted for on a perpetual basis. Raw materials are recorded at actual purchase costs, while the work in process and finished goods are recorded at standard costs and subsequently adjusted to costs using the weighted-average method at the end of each month. Allocation of fixed production overheads to the costs of conversion is based on the normal capacity of the production facilities. Prior to January 1, 2009, inventories are stated individually by category at the lower of aggregate cost or market value as of the balance sheet date. The market values of raw materials and supplies are determined on the basis of replacement cost while the market values of work in process and finished goods are determined by net realizable values. Effective January 1, 2009, inventories are valued at the lower of cost and net realizable value item by item. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Non-current Assets Held for Sale

Non-current assets that are available for immediate sale in their present condition subject only to terms that are usual and customary for sales of such assets and that are highly probable to be sold within one year are classified as non-current assets held for sale. A held for sale non-current asset is measured at the lower of its carrying amount or fair value less costs to sell and is recorded separately on the balance sheet. No further amortization or depreciation will be recorded once an asset is classified as held for sale.

Impairment losses of non-current assets held for sale are recognized for the excess of the carrying amounts over fair values less costs to sell and reported as losses in the current period. A gain is recognized for any subsequent increase in fair value less costs to sell of an asset, but not in excess of the total amount of the accumulated impairment loss and the amount allowed to be reversed in accordance with the ROC SFAS No. 35, "Impairment of Assets".

Long-term Investments Accounted for Under the Equity Method

Long-term investments are recorded at acquisition cost. Investments acquired by contribution of technological know-how are credited to deferred credits among affiliates, which will be amortized over a period of 5 years.

Investments in which the Company has ownership of at least 20% or exercises significant influence on operating decisions are accounted for under the equity method. Prior to January 1, 2006, the difference of the acquisition cost and the underlying equity in the investee's net assets as of acquisition date was amortized over 5 years; however, effective January 1, 2006, goodwill arising from new acquisitions is analyzed and accounted for under the ROC SFAS No. 25, "Business Combination – Accounting Treatment under Purchase Method", in which goodwill is not subject to amortization. When an equity investee offsets its accumulated deficit with its additional paid-in capital, the Company would debit additional paid-in capital and credit retained earnings in proportionate to its existing equity ownership to the extent that credit is available on the additional paid-in capital.

The change in the Company's proportionate share in the net assets of an investee resulting from its acquisition of additional stock issued by the investee at a rate not proportionate to its existing equity ownership is charged to the additional paid-in capital and long-term investments accounts. When the balance of the additional paid-in capital arising from long-term investments is less than the amount needs to be charged to the additional paid-in capital, the excess would be charged to the retained earnings.

Unrealized intercompany gains and losses arising from sales from the Company to equity method investees are eliminated in proportion to the Company's ownership percentage at the end of the period until realized through transactions with third parties. Intercompany gains and losses arising from transactions between the Company and majority-owned (above 50%) subsidiaries are eliminated entirely until realized through transactions with third parties.

Unrealized intercompany gains and losses due to sales from equity method investees to the Company are eliminated in proportion to the Company's weighted-average ownership percentage of the investee until realized through transactions with third parties.

Unrealized intercompany gains and losses arising from transactions between two equity method investees are eliminated in proportion to the Company's multiplied weighted-average ownership percentage with the investees until realized through transactions with third parties. Those intercompany gains and losses arising from transactions between two majority-owned subsidiaries are eliminated in proportion to the Company's weighted-average ownership percentage in the subsidiary that incurred the gain or loss.

If the recoverable amount of investees accounted for under the equity method is less than its carrying amount, the difference is recognized as impairment loss in the current period.

The total value of an investment after recognition of the investment losses cannot be negative. If the Company has the positive intention to continue to support the investees, or the losses of investees are only temporary, the Company will continue to recognize investment losses with its proportionate share. If, after the investment loss is recognized, the net book value of the investment is less than zero, the investment is reclassified to liabilities on the balance sheet.

The Company ceases to use the equity method upon a loss of ability to exercise significant influence over an investee. In accordance with ROC SFAS 34, the carrying value of the investment upon the loss of significant influence remains as the carrying value of the investment. Any amount of the investee's additional paid-in capital and other adjustment items recorded in the shareholders' equity of the Company are eliminated in proportion to the amount of the investment sold and recorded as a gain or loss on disposal of investments. Cash dividends received during the year of change are applied as a reduction of the carrying amount of the investment. Dividends received in subsequent years are recorded in accordance with ROC SFAS No. 32, "Accounting for Revenue Recognition."

Gain or loss on disposal of long-term investments is based on the difference between selling price and book value of investments sold. Any amount of the investee's additional paid-in capital and other adjustment items recorded in the shareholders' equity of the Company are eliminated in proportion to the amount of the investment sold and recorded as gain or loss on disposal of investments.

Property, Plant and Equipment

Property, plant and equipment are stated at cost. Interest incurred on loans used to finance the construction of property, plant and equipment is capitalized and depreciated accordingly. Maintenance and repairs are charged to expense as incurred. Significant renewals and improvements are treated as capital expenditures and are depreciated over their estimated useful lives. Upon disposal of property, plant and equipment, the original cost and accumulated depreciation are written off and the related gain or loss is classified as non-operating income or expense. Idle assets are classified as other assets at the lower of net book or net realizable value, with the difference charged to non-operating expenses.

Depreciation is recognized on a straight-line basis using the estimated economic life of the assets. The estimated economic life of the property, plant and equipment is as follows: buildings – 20 to 55 years; machinery and equipment – 5 years; transportation equipment – 5 years and furniture and fixtures – 5 years.

Intangible Assets

Effective January 1, 2006, goodwill generated from business combinations is no longer subject to amortization.

An impairment loss will be recognized when the decreases in fair value of intangible assets are other than temporary. The book value after recognizing the impairment loss is recorded as the new cost.

Deferred Charges

Deferred charges are stated at cost and amortized on a straight-line basis as follows: intellectual property license fees—the shorter of contract term or estimated economic life of the related technology; and software—3 years.

Originally, the issuance costs of convertible and exchangeable bonds were classified as deferred charges and amortized over the life of the bonds. Effective January 1, 2006, the unamortized amounts as of December 31, 2005 were reclassified as a bond discount and recorded as a deduction to bonds payable. The amounts are amortized using the effective interest method over the remaining life of the bonds. If the difference between the straight-line method and the effective interest method is immaterial, the amortization of the bond discount may be amortized using the straight-line method and recorded as interest expenses.

Convertible Bonds

The excess of the stated redemption price over par value is accrued as interest payable and expensed over the redemption period using the effective interest method.

When convertible bondholders exercise their conversion rights, the book value of the bonds is credited to common stock at an amount equal to the par value of the common stock with the excess credited to additional paid-in capital. No gain or loss is recognized upon bond conversion.

Pension Plan

All regular employees are entitled to a defined benefit pension plan that is managed by an independently administered pension fund committee. Fund assets are deposited under the committee's name in the Bank of Taiwan and hence, not associated with the Company. Therefore, fund assets are not to be included in the Company's financial statements. Pension benefits for employees of the Branch are provided in accordance with the local regulations.

The Labor Pension Act of the R.O.C. (the Act), which adopts a defined contribution plan, became effective on July 1, 2005. Employees eligible for the Labor Standards Law, a defined benefit plan, were allowed to elect either the pension calculation under the Act or continue to be subject to the pension calculation under the Labor Standards Law. Those employees that elected to be subject to the Act will have their seniority achieved under the Labor Standards Law retained upon election of the Act, and the Company will make monthly contributions of no less than 6% of these employees' monthly wages to the employees' individual pension accounts.

The accounting for the Company's pension liability is computed in accordance with ROC SFAS No. 18, "Accounting for Pension". Net pension costs of the defined benefit plan are recorded based on an independent actuarial valuation. Pension cost components such as service cost, interest cost, expected return on plan assets, the amortization of net obligation at transition, pension gain or loss, and prior service cost, are all taken into consideration. The Company recognizes expenses from the defined contribution pension plan in the period in which the contribution becomes due.

Share-Based Payment

The Company used the intrinsic value method to recognize compensation cost for its employee stock options issued between January 1, 2004 and December 31, 2007, in accordance with Accounting Research and Development Foundation interpretation Nos. 92-070~072. For options granted on or after January 1, 2008, the Company recognizes compensation cost using the fair value method in accordance with ROC SFAS No. 39 "Accounting for Share-Based Payment."(ROC SFAS 39)

Employee Bonus and Remunerations Paid to Directors and Supervisors

In accordance with Accounting Research and Development Foundation Interpretation No. 96-052 "Accounting for Employee Bonus and Remunerations to Directors and Supervisors"(ARDF Interpretation 96-052) effective January 1, 2008, employee bonus and remunerations paid to directors and supervisors are charged to expense at fair value and are no longer accounted for as an appropriation of retained earnings.

Treasury Stock

In accordance with ROC SFAS No. 30, "Accounting for Treasury Stock", treasury stock held by the Company is accounted for under the cost method. The cost of treasury stock is shown as a deduction to shareholders' equity, while any gain or loss from selling treasury stock is treated as an adjustment to additional paid-in capital. The Company's stock held by its subsidiaries is also treated as treasury stock. Cash dividends received by subsidiaries from the Company are recorded as additional paid-in capital - treasury stock transactions.

Revenue Recognition

The Company recognizes revenue when persuasive evidence of an arrangement exists, the product or service has been delivered, the seller's price to the buyer is fixed or determinable and collectability is reasonably assured. Most of the Company's sales transactions have shipping terms of Free on Board (FOB) or Free Carrier (FCA) shipment in which title and the risk of loss or damage is transferred to the customer upon delivery of the product to a carrier approved by the customer.

Allowance for sales returns and discounts are estimated based on history of customer complaints, historical experiences, management judgment and any other known factors that might significantly affect collectability. Such allowances are recorded in the same period in which sales are made.

Research and Development Expenditures

Research and development expenditures are charged to expenses as incurred.

Capital Expenditure versus Operating Expenditure

Expenditures are capitalized when it is probable that the Company will receive future economic benefits associated with the expenditures.

Income Tax

The Company adopted ROC SFAS No. 22, "Accounting for Income Taxes" for inter-period and intra-period income tax allocation. The provision for income taxes includes deferred income tax assets and liabilities that are a result of temporary differences between carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes, loss carry-forward and investment tax credits. A valuation allowance on deferred income tax assets is provided to the extent that it is more likely than not that the tax benefits will not be realized. A deferred tax asset or liability is classified as current or noncurrent in accordance with the classification of its related asset or liability. However, if a deferred tax asset or liability does not relate to an asset or liability in the financial statements, its classification is based on the expected reversal date of the temporary difference.

According to the ROC SFAS No. 12, "Accounting for Income Tax Credits", the Company recognizes the tax benefit from the purchase of equipment and technology, research and development expenditures, employee training, and certain equity investment by the flow-through method.

Income tax (10%) on unappropriated earnings is recorded as expense in the year when the shareholders have resolved that the earnings shall be retained.

The Income Basic Tax Act of the R.O.C. (the IBTA) became effective on January 1, 2006. Set up by the Executive Yuan, the IBTA is a supplemental 10% tax that is payable if the income tax payable determined by the ROC Income Tax Act is below the minimum amount as prescribed by the IBTA. The IBTA is calculated based on taxable income as defined by the IBTA, which includes most income that is exempted from income tax under various legislations. The impact of the IBTA has been considered in the Company's income tax for the current reporting period.

Earnings (Losses) per Share

Earnings (Losses) per share is computed according to ROC SFAS No. 24, "Earnings Per Share". Basic earnings (losses) per share is computed by dividing net income (loss) by the weighted-average number of common shares outstanding during the current reporting period. Diluted earnings (losses) per share is computed by taking basic earnings (losses) per share into consideration plus additional common shares that would have been outstanding if the dilutive share equivalents had been issued. Net income (loss) is also adjusted for interest and other income or expenses derived from any underlying dilutive share equivalents. The weighted-average of outstanding shares is adjusted retroactively for stock dividends and bonus share issues that are approved in the shareholders' meetings prior to 2008.

Asset Impairment

Pursuant to ROC SFAS No. 35, "Impairment of Assets", the Company assesses indicators of impairment for all its assets (except for goodwill) within the scope of the standard at each balance sheet date. If impairment is indicated, the Company compares the asset's carrying amount with the recoverable amount of the assets or the cash-generating unit (CGU) associated with the asset and writes down the carrying amount to the recoverable amount where applicable. The recoverable amount is defined as the higher of fair value less the costs to sell, and the values in use. For previously recognized losses, the Company assesses at the balance sheet date if any indication that the impairment loss no longer exists or may have diminished. If there is any such indication, the Company recalculates the recoverable amount of the asset, and if the recoverable amount has increased as a result of the increase in the estimated service potential of the assets, the Company reverses the impairment loss so that the resulting carrying amount of the asset does not exceed the amount (net of amortization or depreciation) that would otherwise result had no impairment loss been recognized for the assets in prior years.

In addition, a goodwill-allocated CGU or group of CGUs is tested for impairment each year, regardless of whether impairment is indicated. If an impairment test reveals that the carrying amount, including goodwill, of CGU or group of CGUs is greater than its recoverable amount, it results in an impairment loss. The loss is first recorded against the CGU's goodwill, with any remaining loss allocated to other assets on a pro rata basis proportionate to their carrying amounts. The write-down of goodwill cannot be reversed in subsequent periods under any circumstances.

Impairment losses and reversals are classified as non-operating expenses and income, respectively.

3. ACCOUNTING CHANGES

(1) Inventories

Effective January 1, 2009, the Company adopted newly revised ROC SFAS No. 10, "Accounting for Inventories"(ROC SFAS 10). The main revisions are a. inventories are valued at the lower of cost and net realizable value item by item; b. unallocated overheads resulted from low production or idle capacity are recognized as costs of goods sold in the period in which they are incurred; and c. abnormal amounts of production costs, and loss on decline in the market value of inventories (or gains on recovery in market value of inventories) are recognized as cost of goods sold. As a result of adopting the revised ROC SFAS 10, the net loss and losses per share for the nine-month period ended September 30, 2009, are NT\$220 million and NT\$0.02 higher, respectively. The non-operating income of NT\$255 million and the non-operating expense of NT\$369 million for the nine-month period ended September 30, 2008 were also reclassified to cost of goods sold.

(2) Employee Stock Options

Effective January 1, 2008, the Company adopted ROC SFAS 39 to account for share-based payments. This change in accounting principles had no effect on net income or earnings per share for the nine-month period ended September 30, 2008.

(3) Employee Bonus and Remunerations Paid to Directors and Supervisors

Effective January 1, 2008, the Company adopted ARDF Interpretation 96-052 to account for employee bonus and remunerations paid to directors and supervisors. This change in accounting principles had no effect on net income or earnings per share for the nine-month period ended September 30, 2008.

4. CONTENTS OF SIGNIFICANT ACCOUNTS

(1) CASH AND CASH EQUIVALENTS

	As of September 30,	
	2009	2008
Cash		
Cash on hand	\$2,368	\$2,006
Checking and savings accounts	5,389,626	4,496,187
Time deposits	33,922,812	16,361,580
Subtotal	39,314,806	20,859,773
Cash equivalents	5,320,931	4,334,408
Total	\$44,635,737	\$25,194,181

(2) FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As of September 30,	
	2009	2008
Current		
Listed stocks	\$1,164,857	\$1,939,396
Corporate bonds	196,949	-
Forward contracts	148,925	-
Interest rate swap agreements	88,267	-
Subtotal	<u>1,598,998</u>	<u>1,939,396</u>
Noncurrent		
Interest rate swap agreements	-	17,708
Total	<u>\$1,598,998</u>	<u>\$1,957,104</u>

During the nine-month periods ended September 30, 2009 and 2008, net gains (losses) arising from the changes in fair value of financial assets at fair value through profit or loss were a gain of NT\$54 million and a loss of NT\$1,980 million, respectively.

(3) ACCOUNTS RECEIVABLE, NET

	As of September 30,	
	2009	2008
Accounts receivable	\$10,098,796	\$5,370,300
Less: Allowance for sales returns and discounts	(576,812)	(78,766)
Less: Allowance for doubtful accounts	(4,248)	(12)
Net	<u>\$9,517,736</u>	<u>\$5,291,522</u>

(4) INVENTORIES, NET

	As of September 30,	
	2009	2008
Raw materials	\$457,919	\$1,213,149
Supplies and spare parts	1,771,168	2,190,503
Work in process	6,587,253	6,987,057
Finished goods	835,279	2,498,639
Total	<u>9,651,619</u>	<u>12,889,348</u>
Less: Allowance for loss on decline in market value and obsolescence	<u>(1,230,385)</u>	<u>(1,127,485)</u>
Net	<u>\$8,421,234</u>	<u>\$11,761,863</u>

a. The circumstances that previously caused the inventories to be written down below costs no longer exist in 2009. Accordingly, the Company recognized a gain of NT\$2,596 million on recovery of market value of inventories during the nine-month period ended September 30, 2009.

b. Inventories were not pledged.

(5) NON-CURRENT ASSETS HELD FOR SALE

	As of September 30,	
	2009	2008
Land	\$770,861	\$-
Buildings	4,725	-
Less: Accumulated depreciation	(3,483)	-
Net	<u>\$772,103</u>	<u>\$-</u>

The Company's management committed to sell certain non-current assets in Taoyuan County. Management signed a contract to sell parts of the above-mentioned assets with a buyer on October 1, 2009 and the deal is expected to close within one year. The transaction is valued at approximately NT\$800 million, which exceeds the carrying value of the assets, and the assets have been reclassified from fixed and leased assets to non-current assets held for sale.

(6) AVAILABLE-FOR-SALE FINANCIAL ASSETS, NONCURRENT

	As of September 30,	
	2009	2008
Common stocks	\$27,271,379	\$17,164,902
Funds	60,570	61,927
Total	<u>\$27,331,949</u>	<u>\$17,226,829</u>

During the nine-month periods ended September 30, 2009 and 2008, the net unrealized gains (losses) adjustments to shareholders' equity due to changes in fair value of available-for-sale assets were a gain of NT\$16,893 million and a loss of NT\$20,646 million, respectively. Additionally, the Company recognized a gain of NT\$1,085 million and a loss of NT\$1,509 million due to the disposal of available-for-sale assets during the nine-month periods ended September 30, 2009 and 2008, respectively.

As of March 1, 2007, HIGHLINK (an equity method investee) and EPITECH TECHNOLOGY CORP. (EPITECH) (classified as an available-for-sale financial asset, noncurrent) merged into EPISTAR CORP. and were continued as EPISTAR CORP. (classified as an available-for-sale financial asset, noncurrent after the merger). During the transaction, 5.5 shares of HIGHLINK and 3.08 shares of EPITECH were exchanged for 1 share of EPISTAR CORP. 5 million shares of EPISTAR CORP. were exchanged from HIGHLINK that originally were acquired through private placement of HIGHLINK in February 2006 and its subsequent stock dividends since February 2006. The exchanges of these shares are restricted by Article 43 paragraph 8 of the Securities and Exchange Law until May 10, 2009.

(7) FINANCIAL ASSETS MEASURED AT COST, NONCURRENT

	As of September 30,	
	2009	2008
Common stocks	\$1,694,192	\$1,494,192
Preferred stocks	563,540	683,481
Funds	283,984	332,758
Total	<u>\$2,541,716</u>	<u>\$2,510,431</u>

(8) LONG-TERM INVESTMENTS ACCOUNTED FOR UNDER THE EQUITY METHOD

a. Details of long-term investments accounted for under the equity method are as follows:

Investee Companies	As of September 30,			
	Amount	Percentage of Ownership or Voting Rights	Amount	Percentage of Ownership or Voting Rights
<u>Listed companies</u>				
UMC JAPAN	<u>\$5,207,649</u>	52.74	<u>\$6,412,053</u>	50.81
<u>Unlisted companies</u>				
UMC GROUP (USA)	1,306,645	100.00	1,519,530	100.00
UNITED MICROELECTRONICS (EUROPE) B.V.	321,980	100.00	320,838	100.00
UMC CAPITAL CORP.	3,629,405	100.00	3,744,641	100.00
UNITED MICROELECTRONICS CORP. (SAMOA)	4,319	100.00	6,431	100.00
UMCI LTD.	199	100.00	202	100.00
TLC CAPITAL CO., LTD.	7,059,501	100.00	5,861,276	100.00
UMC NEW BUSINESS INVESTMENT CORP.	1,476,561	100.00	-	-
ALPHA WISDOM LTD.	0	100.00	-	-

Investee Companies	As of September 30,			
	2009		2008	
	Amount	Percentage of Ownership or Voting Rights	Amount	Percentage of Ownership or Voting Rights
FORTUNE VENTURE CAPITAL CORP. (Note A)	\$10,761,142	99.99	\$7,230,420	99.99
UNITED MICRODISPLAY OPTRONICS CORP. (UMO) (Note B)	35,237	89.99	118,051	89.99
PACIFIC VENTURE CAPITAL CO., LTD. (PACIFIC) (Note C)	7,379	49.99	7,379	49.99
MTIC HOLDINGS PTE LTD.	261,819	46.49	260,713	46.49
MEGA MISSION LIMITED PARTNERSHIP	1,947,099	45.00	1,463,298	45.00
UNITECH CAPITAL INC.	860,896	42.00	579,791	42.00
HSUN CHIEH INVESTMENT CO., LTD.	3,283,260	36.49	2,139,281	36.49
NEXPOWER TECHNOLOGY CORP.	2,468,059	35.65	2,004,794	27.64
UNIMICRON HOLDING LIMITED	531,740	25.25	590,774	25.25
XGI TECHNOLOGY INC. (Note D)	28,699	13.93	34,532	14.67
AMIC TECHNOLOGY CORP. (AMIC) (Note D and E)	-	11.18	11,929	11.18
Subtotal	<u>33,983,940</u>		<u>25,893,880</u>	
Total	<u>\$39,191,589</u>		<u>\$32,305,933</u>	

Note A: As of September 30, 2009 and 2008, the costs of investment were NT\$10,881 million and NT\$7,350 million, respectively. After deducting the Company's stock held by the subsidiary (treated as treasury stock by the Company) of NT\$120 million and NT\$120 million, respectively, the residual book values totalled NT\$10,761 million and NT\$7,230 million as of September 30, 2009 and 2008, respectively.

Note B: On June 26, 2009, UMO has filed for liquidation through a decision at its shareholders' meeting. The liquidation has not been completed as of September 30, 2009.

Note C: On June 27, 2006, PACIFIC set July 3, 2006 as its liquidation date through a decision at its shareholders' meeting. The liquidation has not been completed as of September 30, 2009.

Note D: The equity method was applied for investees, in which the total ownership held by the Company and its subsidiaries is over 20%.

Note E: The Company ceased to recognize investment losses with its proportionate share of AMIC after the carrying value of the investment was down to zero.

- b. The change of investees' equity was charged to the Company's equity in proportion to the ownership percentage. For the nine-month periods ended September 30, 2009 and 2008, the changes charged to additional paid-in capital were a decrease of NT\$6,912 million and an increase of NT\$186 million, respectively, and the changes charged to retained earnings were an increase of NT\$6,880 million and NT\$0, respectively.
- c. Total losses arising from investments accounted for under the equity method were NT\$1,673 million and NT\$50 million for the nine-month periods ended September 30, 2009 and 2008, respectively. Investment income amounted to NT\$8 million and NT\$96 million for the nine-month periods ended September 30, 2009 and 2008, respectively, and the related long-term investment balances of NT\$4,676 million and NT\$3,310 million as of September 30, 2009 and 2008, respectively, were determined based on the investees' financial statements reviewed by the other independent accountants.
- d. The long-term equity investments were not pledged.

(9) PROPERTY, PLANT AND EQUIPMENT

	As of September 30, 2009		
	Cost	Accumulated Depreciation	Book Value
Land	\$433,378	\$-	\$433,378
Buildings	17,360,293	(7,532,406)	9,827,887
Machinery and equipment	437,644,409	(375,067,447)	62,576,962
Transportation equipment	57,344	(53,488)	3,856
Furniture and fixtures	2,960,826	(2,474,803)	486,023
Construction in progress and prepayments	10,075,048	-	10,075,048
Total	<u>\$468,531,298</u>	<u>\$(385,128,144)</u>	<u>\$83,403,154</u>
	As of September 30, 2008		
	Cost	Accumulated Depreciation	Book Value
Land	\$1,132,576	\$-	\$1,132,576
Buildings	17,375,081	(6,745,524)	10,629,557
Machinery and equipment	436,007,887	(346,314,426)	89,693,461
Transportation equipment	69,959	(62,213)	7,746
Furniture and fixtures	2,952,806	(2,287,656)	665,150
Construction in progress and prepayments	5,042,416	-	5,042,416
Total	<u>\$462,580,725</u>	<u>\$(355,409,819)</u>	<u>\$107,170,906</u>

- a. Total interest expense before capitalization amounted to NT\$107 million and NT\$79 million for the nine-month periods ended September 30, 2009 and 2008, respectively.

Details of capitalized interest are as follows:

	For the nine-month periods ended	
	September 30,	
	2009	2008
Buildings	\$27,992	\$10,596
Machinery and equipment	23,221	17,873
Others	98	45
Total interest capitalized	\$51,311	\$28,514
Interest rates applied	1.07%~2.56%	0.11%~1.22%

- b. Please refer to Note 6 for property, plant and equipment pledged as collateral.

(10) OTHER ASSETS-OTHERS

	As of September 30,	
	2009	2008
Leased assets	\$1,052,303	\$1,168,919
Long-term prepayment	774,592	-
Deposits-out	653,795	646,471
Others	59,314	59,315
Total	\$2,540,004	\$1,874,705

Please refer to Note 6 for Deposits-out pledged as collateral.

(11) IMPAIRMENT LOSS

	For the nine-month periods ended	
	September 30,	
	2009	2008
Available-for-sale financial assets, noncurrent	\$-	\$3,307,772
Other Assets	118,306	-
Total	\$118,306	\$3,307,772

As of September 30, 2009, there were no indications that the Company's idle assets would generate future cash flows. The Company determined the recoverable amounts of these assets based on the fair values less costs to sell. The impairment test revealed that the total carrying amount of these assets was greater than their total recoverable amount, and the Company recognized an impairment loss amounted to NT\$118 million for the nine-month period ended September 30, 2009. For the nine-month period ended September 30, 2008, after considering objective evidence and as a result of the impairment loss testing, the Company recognized an impairment loss amounted to NT\$3,308 millions for its available-for-sale financial assets, noncurrent.

(12) FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS, CURRENT

	As of September 30,	
	2009	2008
Forward contracts	\$-	\$142,592
Interest rate swap agreements	-	33,189
Total	\$-	\$175,781

During nine-month periods ended September 30, 2009 and 2008, net losses arising from financial liabilities at fair value through profit or loss were NT\$198 million and NT\$756 million, respectively.

(13) BONDS PAYABLE

	As of September 30,	
	2009	2008
Unsecured domestic bonds payable	\$7,500,000	\$7,500,000
Less: Discounts on bonds payable	(1,264)	(3,432)
Total	7,498,736	7,496,568
Less: Current portion	(7,498,736)	-
Net	\$-	\$7,496,568

A. During the period from April 16 to April 27, 2001, the Company issued five-year and seven-year unsecured bonds totaled NT\$15,000 million, each with a face value of NT\$7,500 million. The interest is paid annually with stated interest rates of 5.1195% through 5.1850% and 5.2170% through 5.2850%, respectively. The five-year and seven-year bonds were due starting from April 2004 to April 2006 and April 2006 to April 2008, respectively, both in three yearly installments at the rates of 30%, 30% and 40%. On April 27, 2006 and April 27, 2008, the five-year and seven-year bonds were fully repaid, respectively.

- B. During the period from May 21 to June 24, 2003, the Company issued five-year and seven-year unsecured bonds totaled NT\$15,000 million, each with a face value of NT\$7,500 million. The interest is paid annually with stated interest rates of 4.0% minus USD 12-Month LIBOR and 4.3% minus USD 12-Month LIBOR, respectively. Stated interest rates are reset annually based on the prevailing USD 12-Month LIBOR. The five-year bonds and seven-year bonds are repayable in 2008 and 2010, respectively, upon the maturity of the bonds. On June 24, 2008, the five-year bonds were fully redeemed.
- C. On October 5, 2005, the Company issued zero coupon convertible bonds on the LSE. The terms and conditions of the bonds are as follows:
- a. Issue Amount: US\$381.4 million
 - b. Period: October 5, 2005 ~ February 15, 2008 (Maturity date)
 - c. Redemption:
 - i. On or at any time after April 5, 2007, if the closing price of the ADSs listed on the NYSE has been at least 130% of either the conversion price or the last adjusted conversion price, for 20 out of 30 consecutive ADS trading days, the Company may redeem all, but not in part, of the bonds.
 - ii. If at least 90% of the principal amount of the bonds had already been redeemed, repurchased, cancelled or converted, the Company may redeem all, but not in part, of the bonds.
 - iii. In the event that the Company's ADSs or shares have officially ceased to be listed or permitted for trading on the NYSE or the TSE, as the case may be, each bondholder would have had the right, at such bondholder's option, to require the Company to repurchase all, but not in part, of such bondholder's bonds at their principal amount.
 - iv. In the event of certain changes in taxation in the R.O.C. resulting in the Company becoming required to pay additional amounts, the Company may redeem all, but not in part, of the bonds at their principal amount; bondholders may elect not to have their bonds redeemed by the Company in such event, in which case the bondholders would not be entitled to receive payments of such additional amounts.
 - v. If a significant change of control occurs with respect to the Company, each bondholder would have had the right at such bondholder's option, to require the Company to repurchase all, but not in part, of such bondholder's bonds at their principal amount.
 - vi. The Company redeemed the principal amount of the bonds on their maturity date, February 15, 2008.

- d. Conversion:
- i. Conversion Period: Except for the closed period, the bonds may be converted into the Company's ADSs on or after November 4, 2005 and on or prior to February 5, 2008.
 - ii. Conversion Price and Adjustment: The conversion price was US\$4.253 per ADS. The applicable conversion price was subject to adjustments upon the occurrence of certain events set out in the indenture.
- e. Redemption at maturity date
At the maturity date of February 15, 2008, the Company had redeemed the bonds at the principal amount.

D. Repayment of the above-mentioned bonds in the future year is as follows:

Bonds repayable (Year)	Amount
2010	\$7,500,000

(14) LONG-TERM LOANS

a. Details of long-term loans are as follows:

Lender	September 30, 2009	Redemption
Secured Long-Term Loan from Bank of Taiwan	\$700,000	Repayable quarterly from March 30, 2011 to December 30, 2013 and interest is paid monthly.
Secured Long-Term Loan from Mega International Commercial Bank	100,000	Repayable quarterly from May 25, 2010 to May 25, 2012 and interest is paid monthly.
Secured Long-Term Loan from China Trust Commercial Bank	100,000	Repayable in full or renewable quarterly from August 27, 2009 to August 27, 2012 and interest is paid monthly.
Subtotal	900,000	
Less: Current portion	(22,222)	
Total	\$877,778	
	For the nine-month period ended September 30, 2009	
Interest Rates	1.365%~1.815%	

- b. The above long-term loans will be repaid by installments with the last payment on December 30, 2013. Repayments in the coming years respectively are as follows:

<u>Long-Term Loans repayable (Year)</u>	<u>Amount</u>
2010	\$33,333
2011	277,778
2012	355,556
2013	233,333
Total	<u><u>\$900,000</u></u>

- c. The Company did not have any long-term loans as of September 30, 2008.
- d. Please refer to Note 6 for property, plant and equipment pledged as collateral for long-term loans.

(15) PENSION PLAN

- a. The Labor Pension Act of the R.O.C. (the Act), which adopts a defined contribution plan, became effective on July 1, 2005. Employees eligible for the Labor Standards Law, a defined benefit plan, were offered the options to elect the pension calculation under the Act or continue to be subject to the pension calculation under the Labor Standards Law. Those employees that elected to be subject to the Act will have their seniority achieved under the Labor Standards Law retained upon election of the Act, and the Company will make monthly contributions of no less than 6% of these employees' monthly wages to the employees' individual pension accounts. The Company has made monthly contributions based on each individual employee's salary or wage to employees' pension accounts beginning July 1, 2005 and a total of NT\$258 million and NT\$301 million were contributed by the Company for the nine-month periods ended September 30, 2009 and 2008, respectively. Pension benefits for employees of the Branch are provided in accordance with the local regulations and during the nine-month periods ended September 30, 2009 and 2008, the Company made contributions of NT\$103 million and NT\$95 million, respectively.
- b. The defined benefit plan under the Labor Standards Law is disbursed based on the units of service years and the average salary in the last month of the service year. Two units per year are awarded for the first 15 years of services while one unit per year is awarded after the completion of the fifteenth year. The total units shall not exceed 45 units. In accordance to the plan, the Company contributes an amount equivalent to 2% of the employees' total salaries and wages on a monthly basis to the pension fund deposited at the Bank of Taiwan in the name of an administered pension fund committee. Pension costs amounted to NT\$86 million and NT\$132 million were recognized for the nine-month periods ended September 30, 2009 and 2008, respectively. The balances of the pension fund deposited at the Bank of Taiwan were NT\$1,273 million and NT\$1,369 million as of September 30, 2009 and 2008, respectively.

(16) CAPITAL STOCK

- a. The Company had 26,000 million common shares authorized to be issued, and 13,543 million shares were issued as of September 30, 2008, each at a par value of NT\$10.
- b. The Company had issued a total of 230 million ADSs, which were traded on the NYSE as of September 30, 2008. The total number of common shares of the Company represented by all issued ADSs was 1,148 million shares as of September 30, 2008. One ADS represents five common shares.
- c. As recommended by the board of directors, and approved by the shareholders at the meeting held on June 13, 2008, the Company issued 678 million new shares from capitalization of retained earnings and additional paid-in capital that amounted to NT\$6,776 million, of which NT\$1,001 million was stock dividend, NT\$1,146 million was employee bonus, and NT\$4,629 million was additional paid-in capital.
- d. On September 10, 2008, the Company cancelled 349 million shares of treasury stock, which were repurchased during the period from May 18 to July 15, 2005 for conversion of the convertible bonds into shares.
- e. On December 17, 2008, the Company cancelled 142 million shares and 214 million shares of treasury stock, which were repurchased during the periods from October 4 to November 2, 2005 and May 25 to July 13, 2006, respectively, for the purpose of transferring to employees. In addition, on December 17, 2008, the Company cancelled 200 million shares of treasury stock, which were repurchased during the period from August 28 to October 2, 2008 to maintain the Company's credit and shareholders' equity.
- f. The Company had 26,000 million common shares authorized to be issued, and 12,988 million shares were issued as of September 30, 2009, each at a par value of NT\$10.
- g. The Company had issued a total of 230 million ADSs, which were traded on the NYSE as of September 30, 2009. The total number of common shares of the Company represented by all issued ADSs was 1,148 million shares as of September 30, 2009. One ADS represents five common shares.

(17) EMPLOYEE STOCK OPTIONS

On September 11, 2002, October 8, 2003, September 30, 2004, December 22, 2005, October 9, 2007 and May 12, 2009, the Company was authorized by the Securities and Futures Bureau of the Financial Supervisory Commission, Executive Yuan, to issue employee stock options with a total number of 1 billion, 150 million, 150 million, 350 million, 500 million and 500 million units, respectively. Each unit entitles an optionee to subscribe to 1 share of the Company's common stock. Settlement upon the exercise of the options will be made through the issuance of new shares by the Company. The exercise price of the options was set at the closing price of the Company's common stock on the date of grant. The contractual life is 6 years and an optionee may exercise the options in accordance with certain schedules as prescribed by the plan after 2 years from the date of grant. Detailed information relevant to the employee stock options is disclosed as follows:

Date of grant	Total number of options granted (in thousands)	Total number of options outstanding (in thousands)	Shares available to option holders (in thousands) (Note)	Exercise price (NTD) (Note)
October 7, 2002	939,000	-	-	\$21.42
January 3, 2003	61,000	-	-	\$24.15
November 26, 2003	57,330	31,781	22,157	\$33.70
March 23, 2004	33,330	13,018	9,075	\$31.25
July 1, 2004	56,590	30,276	21,108	\$28.24
October 13, 2004	20,200	7,041	4,909	\$24.28
April 29, 2005	23,460	10,014	6,981	\$22.37
August 16, 2005	54,350	26,526	18,493	\$29.47
September 29, 2005	51,990	36,199	25,237	\$26.89
January 4, 2006	39,290	17,074	11,903	\$23.17
May 22, 2006	42,058	23,260	16,216	\$25.19
August 24, 2006	28,140	13,540	9,440	\$24.09
December 13, 2007	500,000	410,844	410,844	\$18.03
June 19, 2009	300,000	298,029	298,029	\$10.40
Total	2,206,738	917,602	854,392	

Note: The employee stock options granted prior to August 7, 2007, the effective date of capital reduction, were adjusted in accordance with the capital reduction rate. Each option unit entitles an optionee to subscribe for about 0.7 share of the Company's common stock. The exercise price of the options is also adjusted according to capital reduction rate. Each stock option unit granted after August 7, 2007 remains to be subscribed for 1 share of the Company's common stock.

a. A summary of the Company's stock option plan, and related information for the nine-month periods ended September 30, 2009 and 2008 is as follows:

	For the nine-month periods ended September 30,					
	2009			2008		
	Options (in thousands)	Shares available to option holders (in thousands)	Weighted-average Exercise Price per share (NTD)	Options (in thousands)	Shares available to option holders (in thousands)	Weighted-average Exercise Price per share (NTD)
Outstanding at beginning of period	709,484	627,086	\$20.79	1,287,407	1,048,832	\$21.06
Granted	300,000	300,000	\$10.40	-	-	\$-
Forfeited	(52,441)	(45,197)	\$21.04	(124,361)	(95,211)	\$21.68
Expired	(39,441)	(27,497)	\$24.15	-	-	\$-
Outstanding at end of period	917,602	854,392	\$17.02	1,163,046	953,621	\$21.00
Exercisable at end of period	192,945	134,515	\$28.01	628,814	438,388	\$23.76
Weighted-average fair value of options granted during the period	\$2.84			\$-		

b. The information on the Company's outstanding stock options as of September 30, 2009, is as follows:

Authorization Date	Range of Exercise Price (NTD)	Outstanding Stock Options				Exercisable Stock Options		
		Options (in thousands)	Shares available to option holders (in thousands)	Weighted-average Expected Remaining Years	Weighted-average Exercise Price per share (NTD)	Options (in thousands)	Shares available to option holders (in thousands)	Weighted-average Exercise Price per share (NTD)
2003.10.08	\$28.24~\$33.70	75,075	52,340	0.45	\$31.07	75,075	52,340	\$31.07
2004.09.30	\$22.37~\$29.47	79,780	55,620	1.82	\$26.95	78,899	55,005	\$26.93
2005.12.22	\$23.17~\$25.19	53,874	37,559	2.58	\$24.27	38,971	27,170	\$24.29
2007.10.09	\$18.03	410,844	410,844	4.20	\$18.03	-	-	\$-
2009.05.12	\$10.40	298,029	298,029	5.72	\$10.40	-	-	\$-
		<u>917,602</u>	<u>854,392</u>	4.27	\$17.02	<u>192,945</u>	<u>134,515</u>	\$28.01

c. The Company used the intrinsic value method to recognize compensation costs for its employee stock options issued between January 1, 2004 and December 31, 2007. Compensation costs for these options were NT\$0 for the nine-month periods ended September 30, 2009 and 2008. For options granted on or after January 1, 2008, the Company recognized compensation costs of NT\$72 million and NT\$0 using the fair value method in accordance with ROC SFAS 39 for the nine-month periods ended September 30, 2009 and 2008, respectively.

The Company granted options prior to adopting ROC SFAS 39. Pro forma information on net income (loss) and earnings (losses) per share using the fair value method is as follows:

	For the nine-month period ended September 30, 2009	
	Basic losses per share	Diluted losses per share
Net loss	\$(521,879)	\$(521,879)
Losses per share (NTD)	\$(0.04)	\$(0.04)
Pro forma net loss	\$(1,171,256)	\$(1,171,256)
Pro forma losses per share (NTD)	\$(0.09)	\$(0.09)
	For the nine-month period ended September 30, 2008	
	Basic earnings per share	Diluted earnings per share
Net income	\$1,189,585	\$1,059,675
Earnings per share (NTD)	\$0.09	\$0.08
Pro forma net income	\$503,197	\$373,287
Pro forma earnings per share (NTD)	\$0.04	\$0.03

The fair value of the options outstanding as of September 30, 2009 and 2008 were estimated at the date of grant using the Black-Scholes options pricing model with the following weighted-average assumptions. The factors before and after the adoption of ROC SFAS 39 to account for share-based payments were as follows:

Assumptions	Before	After
Expected dividend yields	1.37%~1.71%	1.98%
Volatility factors of the expected market price of the Company's common stock	36.29%~49.10%	39.67%~41.05%
Risk-free interest rate	1.85%~2.85%	1.01%
Weighted-average expected life	4~5 years	3.16~5.03 years

(18) TREASURY STOCK

- a. Changes in treasury stock during the nine-month periods ended September 30, 2009 and 2008 are as follows:

For the nine-month period ended September 30, 2009

(In thousands of shares)

Purpose	As of January 1, 2009	Increase	Decrease	As of September 30, 2009
For transfer to employees	-	300,000	-	300,000
Total shares	-	300,000	-	300,000

For the nine-month period ended September 30, 2008

(In thousands of shares)

Purpose	As of January 1, 2008	Increase	Decrease	As of September 30, 2008
For transfer to employees	355,716	-	-	355,716
For conversion of the convertible bonds into shares	348,583	-	348,583	-
For retainment of the company's creditability and stockholders' interest	-	187,118	-	187,118
Total shares	704,299	187,118	348,583	542,834

- b. According to the Securities and Exchange Law of the R.O.C., the total shares of treasury stock shall not exceed 10% of the Company's issued stock, and the total purchase amount shall not exceed the sum of the retained earnings, additional paid-in capital - premiums, and realized additional paid-in capital. As such, the maximum number of shares of treasury stock that the Company could hold as of September 30, 2009 and 2008 was 1,299 million shares and 1,354 million shares, while the ceiling amount was NT\$50,561 million and NT\$65,427 million, respectively.
- c. In compliance with Securities and Exchange Law of the R.O.C., treasury stock should not be pledged, nor should it be entitled to voting rights or receiving dividends. Stock held by subsidiaries is treated as treasury stock. These subsidiaries have the same rights as other shareholders except for subscription to new stock issuance and voting rights.
- d. As of September 30, 2009, the Company's subsidiary, FORTUNE VENTURE CAPITAL CORP., held 16 million shares of the Company's stock, with a book value of NT\$15.75 per share. The closing price on September 30, 2009 was NT\$15.75.

As of September 30, 2008, the Company's subsidiary, FORTUNE VENTURE CAPITAL CORP., held 16 million shares of the Company's stock, with a book value of NT\$10.25 per share. The closing price on September 30, 2008 was NT\$10.25.

(19) RETAINED EARNINGS AND DIVIDEND POLICIES

According to the Company's Articles of Incorporation, current year's earnings, if any, shall be distributed in the following order:

- a. Payment of all taxes and dues;
- b. Offset prior years' operation losses;
- c. Set aside 10% of the remaining amount after deducting items (a) and (b) as a legal reserve;
- d. Set aside 0.1% of the remaining amount after deducting items (a), (b), and (c) as directors' and supervisors' remuneration; and
- e. After deducting items (a), (b), and (c) above from the current year's earnings, no less than 5% of the remaining amount together with the prior years' unappropriated earnings is to be allocated as employee bonus, which will be settled through issuance of new shares of the Company, or cash. Employees of the Company's subsidiaries, meeting certain requirements determined by the board of directors, are also eligible for the employee bonus.
- f. The distribution of the remaining portion, if any, will be recommended by the board of directors and resolved in the shareholders' meeting.

The policy for dividend distribution should reflect factors such as the current and future investment environment, fund requirements, domestic and international competition and capital budgets; as well as the benefit of shareholders, stock dividend equilibrium, and long-term financial planning. The board of directors shall make the distribution proposal annually and present it at the shareholders' meeting. The Company's Articles of Incorporation further provide that no more than 80% of the dividends to shareholders, if any, must be paid in the form of stock dividends. Accordingly, at least 20% of the dividends must be paid in the form of cash.

During the nine-month periods ended September 30, 2009 and 2008, the amounts of the employee bonus and remunerations to directors and supervisors were estimated, respectively, under ARDF Interpretation 96-052. The board of directors estimated the amount by taking consideration of the Company's Articles of Incorporation, government regulations and industrial average. Estimated amount of employee bonus and remunerations paid to directors and supervisors are charged to current income. If the board modified the estimates significantly in the subsequent periods during the year, the Company will recognize the change as an adjustment to current income. Moreover, if the amounts were modified by the shareholders' meeting in the following year, the adjustment will be regarded as a change in accounting estimate and will be reflected in the statement of income in the following year. Upon shareholders approval of the employee stock bonus, the number of shares in the bonus pool is determined by dividing the value of the approved bonus by the closing share price one day prior to the shareholder's meeting.

On June 10, 2009, the shareholders' meetings approved to offset the Company's 2008 deficit of NT\$26,748 million: by transferring NT\$19,712 million from the legal reserve and NT\$7,036 million from additional paid-in capital to unappropriated earnings. The distributions of retained earnings for the year 2007 was approved through the shareholders' meeting held on June 13, 2008. The details of distribution are as follows:

	2007
Cash Dividend	NT\$0.75 per share
Stock Dividend	0.08 per share
Employee bonus - Cash (in NT thousand dollars)	286,541
Employee bonus - Stock (in NT thousand dollars)	1,146,166
Directors' and Supervisors' remuneration (in NT thousand dollars)	11,939

Pursuant to Article 41 of the Securities and Exchange Law of the R.O.C., a special reserve is set aside from the current net income and prior unappropriated earnings with an amount equal to the amount of items that is accounted for as deductions to shareholders' equity, such as unrealized losses on financial instruments and cumulative translation adjustments. When the deductions to shareholders' equity are reversed, the set-aside special reserve can be distributed.

(20) OPERATING COSTS AND EXPENSES

The Company's personnel, depreciation, and amortization expenses are summarized as follows:

	For the nine-month periods ended September 30,					
	2009			2008		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Personnel expenses						
Salaries	\$6,154,806	\$2,157,822	\$8,312,628	\$6,906,288	\$2,252,078	\$9,158,366
Labor and health insurance	310,167	96,711	406,878	336,651	104,217	440,868
Pension	336,808	113,615	450,423	399,050	129,328	528,378
Other personnel expenses	54,186	13,407	67,593	158,512	46,601	205,113
Depreciation	23,080,674	1,756,103	24,836,777	25,546,405	1,738,729	27,285,134
Amortization	32,843	480,140	512,983	30,396	876,582	906,978

(21) INCOME TAX

a. Reconciliation between the income tax expense and the income tax calculated on pre-tax financial statement income (loss) based on the statutory tax rate is as follows:

	For the nine-month periods ended September 30,	
	2009	2008
Income tax on pre-tax income at statutory tax rate	\$5,935	\$391,006
Permanent and temporary differences	(569,695)	(88,038)
Change in investment tax credit	4,085,520	(739,497)
Change in valuation allowance	(3,326,295)	907,017
Income Basic Tax	55,658	-
Change in deferred tax assets and liabilities resulting from the change of statutory tax rate	322,832	-
Others	(28,334)	(96,049)
Income tax expense	<u>\$545,621</u>	<u>\$374,439</u>

b. Significant components of deferred income tax assets and liabilities are as follows:

	For the nine-month periods ended September 30,			
	2009		2008	
	Amount	Tax effect	Amount	Tax effect
Deferred income tax assets				
Investment tax credit		\$9,479,548		\$13,572,813
Loss carry-forward	\$638,661	159,665	\$41,066	10,267
Pension	3,257,175	651,435	3,218,616	804,654
Allowance on sales returns and discounts	1,100,388	220,078	1,002,308	250,577
Allowance for loss on decline in market value and obsolescence of inventories	1,011,043	202,208	1,074,486	268,621
Others	1,027,180	205,436	1,746,589	436,647
Total deferred income tax assets		10,918,370		15,343,579
Valuation allowance		(6,978,965)		(9,484,643)
Net deferred income tax assets		3,939,405		5,858,936
Deferred income tax liabilities				
Unrealized exchange gain	(65,574)	(13,115)	(278,923)	(69,731)
Depreciation	(1,172,918)	(293,672)	(3,772,877)	(943,219)
Others	(209,383)	(41,877)	(401,996)	(100,499)
Total deferred income tax liabilities		(348,664)		(1,113,449)
Total net deferred income tax assets		\$3,590,741		\$4,745,487
Deferred income tax assets - current		\$4,670,890		\$8,198,521
Deferred income tax liabilities - current		(54,991)		(170,230)
Valuation allowance		(3,587,811)		(6,941,849)
Net		1,028,088		1,086,442
Deferred income tax assets - noncurrent		6,247,480		7,145,058
Deferred income tax liabilities - noncurrent		(293,673)		(943,219)
Valuation allowance		(3,391,154)		(2,542,794)
Net		2,562,653		3,659,045
Total net deferred income tax assets		\$3,590,741		\$4,745,487

c. The Company's income tax returns for all the fiscal years up to 2007 have been assessed and approved by the R.O.C. Tax Authority.

d. The Company was granted several four or five-year income tax exemption periods with respect to income derived from the expansion of operations. The income tax exemption periods will expire on December 31, 2015.

e. The Company earns investment tax credits for the amount invested in production equipment, research and development, and employee training.

As of September 30, 2009, the Company's unused investment tax credits were as follows:

<u>Expiration Year</u>	<u>Investment tax credits earned</u>	<u>Balance of unused investment tax credits</u>
2009	\$2,366,962	\$2,366,962
2010	2,169,032	2,169,032
2011	2,080,263	2,080,263
2012	1,850,884	1,850,884
2013	1,012,407	1,012,407
Total	<u>\$9,479,548</u>	<u>\$9,479,548</u>

- f. Under the rules of the Income Tax Law of the R.O.C., a company with its tax return certified by a certified public accountant can carry forward its net losses as tax credits for the next 10 years. As of September 30, 2009, the Company's unutilized tax credit arising from the accumulated loss was as follows:

<u>Expiration Year</u>	<u>Accumulated loss</u>	<u>Unutilized accumulated loss</u>
2019	<u>\$638,661</u>	<u>\$638,661</u>

- g. The balances of the Company's imputation credit amounts as of September 30, 2009 and 2008 were NT\$1,074 million and NT\$291 million, respectively. The actual creditable ratios for 2008 and 2007 were 0% and 7.95%, respectively.
- h. The Company's earnings generated in the year ended December 31, 1997 and prior years have been fully appropriated.
- i. According to the newly revised Income Tax Law of the R.O.C. on May 27, 2009, the statutory tax rate of the Company is changed from 25% to 20% effective January 1, 2010.

(22) EARNINGS (LOSSES) PER SHARE

- a. There were employee stock options outstanding during the nine-month period ended September 30, 2009 and there were zero coupon convertible bonds and employee stock options outstanding during the nine-month period ended September 30, 2008. The Company is considered as a company with complex capital structure. However, the employee stock options were not dilutive when calculating the diluted earnings (losses) per share for the nine-month periods ended September 30, 2009 and 2008; therefore, they were not included in the diluted earnings (losses) per share calculation. As a result, the calculated basic and diluted earnings (losses) per share for the nine-month periods ended September 30, 2009 and 2008, are disclosed as follows:

	For the nine-month period ended September 30, 2009				
	Amount			Earnings (losses) per share (NTD)	
	Income before income tax	Net loss	Shares expressed in thousands	Income before income tax	Net loss
Earnings (losses) per share-basic and diluted (NTD)					
Income (loss) attributable to common stock shareholders	\$23,742	\$(521,879)	12,703,150	<u>\$0.002</u>	<u>\$(0.04)</u>

	For the nine-month period ended September 30, 2008				
	Amount			Earnings per share (NTD)	
	Income before income tax	Net income	Shares expressed in thousands	Income before income tax	Net income
Earnings per share-basic (NTD)					
Income attributable to common stock shareholders	\$1,564,024	\$1,189,585	13,157,596	<u>\$0.12</u>	<u>\$0.09</u>
Effect of dilution					
Convertible bonds payable	\$(173,214)	\$(129,910)	79,354		
Earnings per share-diluted:					
Income attributable to common stock shareholders	\$1,390,810	\$1,059,675	13,236,950	<u>\$0.11</u>	<u>\$0.08</u>

- b. The following pro-forma information presents the Company's earnings (losses) if subsidiaries' investment in the Company was not treated as treasury stock:

	For the nine-month period ended September 30, 2009	
	Basic	Diluted
Net loss	<u>\$(521,879)</u>	<u>\$(521,879)</u>
Weighted-average of shares outstanding:		
Beginning balance	12,987,771	12,987,771
Purchase of 300 million shares of treasury stock from January 1 to September 30, 2009	(268,542)	(268,542)
Total	<u>12,719,229</u>	<u>12,719,229</u>
Losses per share (NTD)	<u>\$(0.04)</u>	<u>\$(0.04)</u>

(shares expressed in thousands)

	For the nine-month period ended September 30, 2008	
	Basic	Diluted
Net income	\$1,201,125	\$1,071,215
Weighted-average of shares outstanding:		
Beginning balance	12,510,196	12,510,196
Weighted-average number of shares outstanding (increase in capital through 2007 retained earnings and capital reserve at proportion of 5.4%)	677,575	677,575
Purchase of 187 million shares of treasury stock from January 1 to September 30, 2008	(13,956)	(13,956)
Dilutive shares of convertible bonds accounted for under if-converted method	-	79,354
Total	13,173,815	13,253,169
Earnings per share (NTD)	\$0.09	\$0.08

5. RELATED PARTY TRANSACTIONS

(1) Name and Relationship of Related Parties

Name of related parties	Relationship with the Company
UMC GROUP (USA) (UMC-USA)	Equity Investee
UNITED MICROELECTRONICS (EUROPE) B.V. (UME BV)	Equity Investee
UMC CAPITAL CORP.	Equity Investee
UNITED MICROELECTRONICS CORP. (SAMOA)	Equity Investee
UMCI LTD.	Equity Investee
UMC JAPAN	Equity Investee
UNITECH CAPITAL INC.	Equity Investee
MEGA MISSION LIMITED PARTNERSHIP	Equity Investee
MTIC HOLDINGS PTE LTD.	Equity Investee
UNIMICRON HOLDING LIMITED	Equity Investee
FORTUNE VENTURE CAPITAL CORP.	Equity Investee
HSUN CHIEH INVESTMENT CO., LTD.	Equity Investee
UNITED MICRODISPLAY OPTRONICS CORP.	Equity Investee
AMIC TECHNOLOGY CORP. (AMIC)	Equity Investee
PACIFIC VENTURE CAPITAL CO., LTD.	Equity Investee
XGI TECHNOLOGY INC.	Equity Investee
TLC CAPITAL CO., LTD.	Equity Investee
NEXPOWER TECHNOLOGY CORP.	Equity Investee

Name of related parties	Relationship with the Company
UMC NEW BUSINESS INVESTMENT CORP. (NBI)	Equity Investee (since September, 2009)
ALPHA WISDOM LTD.	Equity Investee (since September, 2009)
SILICON INTEGRATED SYSTEMS CORP.	The Company's director
UWAVE TECHNOLOGY CORP. (Liquidation finished on September 15, 2009)	Subsidiary's equity investee
UCA TECHNOLOGY INC. (Liquidation finished on March 17, 2008)	Subsidiary's equity investee
SMEDIA TECHNOLOGY CORP. (Merged into ITE TECH. INC. since December 31, 2008)	Subsidiary's equity investee
CRYSTAL MEDIA INC.	Subsidiary's equity investee
MOBILE DEVICES INC.	Subsidiary's equity investee
UNITRUTH INVESTMENT CORP.	Subsidiary's equity investee

(2) Significant Related Party Transactions

a. Operating revenues

	For the nine-month periods ended September 30,			
	2009		2008	
	Amount	Percentage	Amount	Percentage
UMC-USA	\$30,778,605	51	\$42,201,481	57
UME BV	918,553	1	7,557,011	10
Others	1,398,600	2	2,353,165	3
Total	<u>\$33,095,758</u>	<u>54</u>	<u>\$52,111,657</u>	<u>70</u>

The sales price to the above related parties was determined through mutual agreement based on the market conditions. The collection period for overseas sales to related parties was net 60 days, while the terms for domestic sales were month-end 45~60 days. The collection period for third party overseas sales was net 30~60 days, while the terms for third party domestic sales were month-end 30~60 days.

b. Notes receivable

	As of September 30,			
	2009		2008	
	Amount	Percentage	Amount	Percentage
AMIC	\$-	-	\$14,057	12

c. Accounts receivable, net

	As of September 30,			
	2009		2008	
	Amount	Percentage	Amount	Percentage
UMC-USA	\$6,884,298	39	\$8,495,185	55
UME BV	26,826	0	1,097,358	7
Others	485,092	3	425,483	3
Total	7,396,216	42	10,018,026	65
Less: Allowance for sales returns and discounts	(723,191)		(1,299,740)	
Less: Allowance for doubtful accounts	(8,224)		(4,745)	
Net	\$6,664,801		\$8,713,541	

d. Significant asset transactions

For the nine-month period ended September 30, 2009			
	Item	Amount	Disposal gain
NBI	Sale of POWER LIGHT TECH CO., LTD. stock	\$78,939	\$33,387

The disposal gain relevant to the transaction mentioned above was deferred and was recorded as other liabilities-others.

The Company did not undertake any significant asset transactions with related parties during the nine-month periods ended September 30, 2008.

6. ASSETS PLEDGED AS COLLATERAL

As of September 30, 2009

	Amount	Party to which asset(s) was pledged	Purpose of pledge
Deposit-out (Time deposit)	\$625,823	Customs	Customs duty guarantee
Machinery and equipment	4,667,492	Bank of Taiwan	Collateral for long-term loans
Total	\$5,293,315		

As of September 30, 2008

	Amount	Party to which asset(s) was pledged	Purpose of pledge
Deposit-out (Time deposit)	\$619,619	Customs	Customs duty guarantee

7. COMMITMENTS AND CONTINGENT LIABILITIES

- (1) The Company has entered into several patent license agreements and development contracts of intellectual property for a total contract amount of approximately NT\$5.9 billion. Royalties and development fees payable in future years are NT\$2.1 billion as of September 30, 2009.
- (2) The Company signed several construction contracts for the expansion of its factory premise. As of September 30, 2009, these construction contracts amounted to approximately NT\$2.8 billion and the unpaid portion of the contracts, which was not accrued, was approximately NT\$0.2 billion.
- (3) The Company entered into several operating lease contracts for land. These renewable operating leases will expire in various years through 2032.

Future minimum lease payments under those leases are as follows:

<u>For the year ended December 31,</u>	<u>Amount</u>
2009(4 th quarter)	\$54,876
2010	219,843
2011	220,264
2012	220,701
2013	221,157
2014 and thereafter	1,696,868
Total	<u><u>\$2,633,709</u></u>

- (4) On February 15, 2005, the Hsinchu District Prosecutors Office conducted a search of the Company's facilities. On February 18, 2005, the Company's former Chairman Mr. Robert H.C. Tsao, released a public statement, explaining that its assistance to HeJian Technology Corp. (HeJian) did not involve any investment or technology transfer.

Furthermore, from the very beginning there was a verbal indication that, at the proper time, the Company would be compensated appropriately for its assistance, and circumstances permitting, at some time in the future, it will push through the merger between two companies. However, no promise was made by the Company and no written agreement was made and executed. Upon the Company's request to materialize the said verbal indication by compensating in the form of either cash or equity, the Chairman of the holding company of HeJian offered 15% of the approximately 700 million outstanding shares of the holding company of HeJian in return for the Company's past assistance and for continued assistance in the future.

Immediately after the Company had received such offer, it filed an application with the Investment Commission of the Ministry of Economic Affairs on March 18, 2005 (Ref. No. 94-Lian-Tung-Tzu-0222), for their executive guidance for the successful transfer of said shares to the Company. The shareholders meeting dated June 13, 2005 resolved that to the extent permitted by law, the Company shall try to get the 15% of the outstanding shares offered by the holding company of HeJian as an asset of the Company. The holding company of HeJian offered 106 million shares of its outstanding common shares in return for the Company's assistance. The holding company of HeJian has put all such shares in escrow. The Company was informed of such escrow on August 4, 2006. The subscription price per share of the holding company of HeJian in the last offering was US\$1.1. Therefore, the total market value of the said shares is worth more than US\$110 million. However, the Company may not acquire the ownership of nor exercise the rights of the said shares with any potential stock dividend or cash dividend distributed in the future until the ROC laws and regulations allow the Company to acquire and exercise. In the event that any stock dividend or cash dividend is distributed, the Company's stake in the holding company of HeJian will accumulate accordingly.

In April 2005, the Company's former Chairman Mr. Robert H.C. Tsao was personally fined with in the aggregate amount of NT\$3 million by the Financial Supervisory Commission, Executive Yuan, R.O.C. (ROC FSC) for failure to disclose material information relating to HeJian in accordance with applicable rules. As a result of the imposition of the fines by the ROC FSC, the Company was also fined in the amount of NT\$30,000 by Taiwan Stock Exchange (TSE) for the alleged non-compliance with the disclosure rules in relation to the material information. The Company and its former Chairman Mr. Robert H.C. Tsao have filed for administrative appeal and reconsideration with the Executive Yuan, R.O.C. and TSE, respectively. Mr. Robert H.C. Tsao's administrative appeal was dismissed by the Executive Yuan, R.O.C. on February 21, 2006 and the ROC FSC transferred the case against Mr. Robert H.C. Tsao to the Administrative Enforcement Agency for enforcement of the fine. Mr. Robert H.C. Tsao has filed an administrative action against the ROC FSC with Taipei High Administrative Court on April 14, 2006. On December 27, 2007, the Administrative High Court revoked the decision and ruled in favor of Mr. Tsao. In January 2008, the ROC FSC filed an appeal with the Supreme Administrative Court. That appeal is still pending in the Supreme Administrative Court.

For the Company's assistance to HeJian Technology Corp., the Company's former Chairman Mr. Robert H.C. Tsao, former Vice Chairman Mr. John Hsuan, and Mr. Duen-Chian Cheng, the General Manager of Fortune Venture Capital Corp., which is 99.99% owned by the Company, were indicted for violating the Business Entity Accounting Act and breach of trust under the Criminal Law by Hsinchu District Prosecutors Office on January 9, 2006. Mr. Robert H.C. Tsao and Mr. John Hsuan had officially resigned from their positions of the Company's Chairman, Vice Chairman and directors prior to the announcement of the prosecution; for this reason, at the time of the prosecution, Mr. Robert H.C. Tsao and Mr. John Hsuan no longer served as the Company's directors and had not executed their duties as the Company's Chairman and Vice Chairman.

In the future, if a guilty judgment is pronounced by the court, such consequences would be Mr. Robert H.C. Tsao, Mr. John Hsuan and Mr. Duen-Chian Cheng's personal concerns only; the Company would not be subject to indictment regarding this case. Mr. Robert H.C. Tsao, Mr. John Hsuan and Mr. Duen-Chian Cheng were pronounced innocent of the charge by Hsinchu District Court on October 26, 2007. On November 15, 2007, Taiwan's Hsinchu District Prosecutors Office filed an appeal. On December 31, 2008, Taiwan High Court rejected the prosecutor's appeal and sustained Hsinchu District Court's decision. On January 20, 2009, Taiwan High Prosecutors Office filed an appeal against Mr. Robert H.C. Tsao and Mr. John Hsuan with the Supreme Court. The case is still pending in the Supreme Court.

On February 15, 2006, the Company was fined in the amount of NT\$5 million for unauthorized investment activities in Mainland China, implicating violation of Article 35 of the Act "Governing Relations Between Peoples of the Taiwan Area and the Mainland Area" by the R.O.C. Ministry of Economic Affairs (MOEA). However, as the Company believes it was illegally and improperly fined, the Company had filed an administrative appeal against MOEA to the Executive Yuan on March 16, 2006. On October 19, 2006, Executive Yuan denied the administrative appeal filed by the Company. The Company had filed an administrative litigation case against MOEA on December 8, 2006. Taipei High Administrative Court announced and reversed MOEA's administrative sanction on July 19, 2007. MOEA filed an appeal against the Company on August 10, 2007. That case is still pending in the Supreme Administrative Court.

- (5) The Company convened its 19th session, 10th term of its Board of Directors meeting on April 29, 2009. During the meeting, its board approved to propose the acquisition (the "Acquisition") by UMC of the holding company of HeJian Technology (Suzhou) Co., Ltd. ("HeJian"). The shareholder's meeting of the Company on June 10, 2009 has approved the Acquisition. However, consummation of the Acquisition is subject to approvals from governmental authorities.

8. SIGNIFICANT DISASTER LOSS

None.

9. SIGNIFICANT SUBSEQUENT EVENT

None.

10. OTHERS

- (1) Certain comparative amounts have been reclassified to conform to the current year's presentation.

(2) Financial risk management objectives and policies

The Company's principal financial instruments, other than derivatives, are comprised of cash and cash equivalents, common stock, preferred stock, bonds, open-end funds, short-term loans, and bonds payable. The main purpose of these financial instruments is to manage financing for the Company's operations. The Company also holds various other financial assets and liabilities such as accounts receivable and accounts payable, which arise directly from its operations.

The Company also enters into derivative transactions, including interest rate swap agreements and forward currency contracts. The purpose of these derivative transactions is to mitigate interest rate risk and foreign currency exchange risks arising from the Company's operations and financing activities.

The main risks arising from the Company's financial instruments include cash flow interest rate risk, foreign currency risk, commodity price risk, credit risk, and liquidity risk.

Cash flow interest rate risk

The Company utilizes interest rate swap agreements to avoid its cash flow interest rate risk on the counter-floating rate of its unsecured domestic bonds issued during the period from May 21 to June 24, 2003. The terms of the interest rate swap agreements are the same as those of the domestic bonds, which are five and seven years. The floating rate is reset annually.

The Company's long-term loans bear floating interest rates. The fluctuation of market interest will result in changes in the Company's future cash flows.

Foreign currency risk

The Company has foreign currency risk arising from purchases or sales. The Company utilizes spot or forward contracts to avoid foreign currency risk. The notional amounts of the foreign currency contracts are the same as the amount of the hedged items. In principle, the Company does not carry out any forward contracts for uncertain commitments.

Commodity price risk

The Company's exposure to commodity price risk is minimal.

Credit risk

The Company only trades with established and creditworthy third parties. It is the Company's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis, which consequently minimizes the Company's exposure to bad debts.

With respect to credit risk arising from the other financial assets of the Company, it is comprised of cash and cash equivalents, available-for-sale financial assets and certain derivative instruments, the Company's exposure to credit risk arising from the default of counter-parties is limited to the carrying amount of these instruments.

Although the Company only trades with established third parties, it will request collateral to be provided by third parties with less favorable financial positions.

Liquidity risk

The Company's objective is to maintain a balance of funding continuity and flexibility through the use of financial instruments such as cash and cash equivalents, bank loans and bonds.

(3) Information of financial instruments

a. Fair value of financial instruments

Financial Assets	As of September 30,			
	2009		2008	
	Book Value	Fair Value	Book Value	Fair Value
<u>Non-derivative</u>				
Cash and cash equivalents	\$44,635,737	\$44,635,737	\$25,194,181	\$25,194,181
Financial assets at fair value through profit or loss, current	1,361,806	1,361,806	1,939,396	1,939,396
Notes, accounts and other receivable	16,569,506	16,569,506	14,416,715	14,416,715
Available-for-sale financial assets, noncurrent	27,331,949	27,331,949	17,226,829	17,226,829
Financial assets measured at cost, noncurrent	2,541,716	-	2,510,431	-
Long-term investments accounted for under the equity method	39,191,589	35,489,103	32,305,933	27,367,949
<u>Derivative</u>				
Interest rate swap agreements	88,267	88,267	17,708	17,708
Forward contracts	148,925	148,925	-	-

Financial Liability	As of September 30,			
	2009		2008	
	Book Value	Fair Value	Book Value	Fair Value
<u>Non-derivative</u>				
Payables	\$15,098,831	\$15,098,831	\$14,221,101	\$14,221,101
Bonds payable (current portion included)	7,498,736	7,143,323	7,496,568	7,143,323
Long-term loans (current portion included)	900,000	900,000	-	-
<u>Derivative</u>				
Interest rate swap agreements	-	-	33,189	33,189
Forward contracts	-	-	142,592	142,592

b. The methods and assumptions used to measure the fair value of financial instruments are as follows:

- i. The book values of short-term financial instruments approximate their fair value due to their short maturities. Short-term financial instruments include cash and cash equivalents, notes and accounts receivable, and payables.
- ii. The fair value of financial assets at fair value through profit or loss and available-for-sale financial assets are based on the quoted market prices. If there are restrictions on the sale or transfer of an available-for-sale financial asset, the fair value of the asset will be determined based on similar but unrestricted financial assets' quoted market price with appropriate discounts for the restrictions.
- iii. The fair value of long-term investments accounted for under equity method are based on the quoted market prices. If market prices are unavailable, the Company estimates the fair value based on the book values.
- iv. The fair value of financial assets measured at cost is unable to be estimated since there is no active market in trading those unlisted investments.
- v. The fair value of bonds payable is determined by the market price.
- vi. The fair value of long-term loans is determined using discounted cash flow analysis, based on the Company's current incremental borrowing rates for borrowings with similar types.

- vii. The fair value of derivative financial instruments is based on the amount the Company expects to receive (positive) or to pay (negative) assuming that the contracts are settled in advance at the balance sheet date.
- c. The fair value of the Company's financial instruments is determined by the quoted prices in active markets, or if the market for a financial instrument is not active, the Company establishes fair value by using a valuation technique:

Non-derivative Financial Instruments	Active Market Quotation		Valuation Technique	
	2009.09.30	2008.09.30	2009.09.30	2008.09.30
Financial assets				
Financial assets at fair value through profit or loss, current	\$1,361,806	\$1,939,396	\$-	\$-
Available-for-sale financial assets, noncurrent	27,331,949	17,007,113	-	219,716
Long-term investments accounted for under the equity method	1,309,341	1,273,893	34,179,762	26,094,056
Financial liabilities				
Bonds payable (current portion included)	7,143,323	7,143,323	-	-
Long-term loans (current portion included)	-	-	900,000	-
Derivative Financial Instruments				
Financial assets				
Interest rate swap agreements	-	-	88,267	17,708
Forward contracts	-	-	148,925	-
Financial liabilities				
Interest rate swap agreements	-	-	-	33,189
Forward contracts	-	-	-	142,592

- d. For the nine-month periods ended September 30, 2009 and 2008, the total change in fair value estimated by using valuation techniques and recognized in the statement of income during the nine-month periods were gains of NT\$107 million and NT\$49 million, respectively.

- e. The Company's financial assets with cash flow interest rate risk exposure were NT\$88 million and NT\$18 million as of September 30, 2009 and 2008, respectively. The Company's financial liabilities with cash flow interest rate risk exposure were NT\$0 and NT\$33 million as of September 30, 2009 and 2008, respectively.
- f. During the nine-month periods ended September 30, 2009 and 2008, total interest revenues for financial assets or liabilities that are not at fair value through profit or loss were NT\$106 million and NT\$435 million, respectively, while interest expenses for the nine-month periods ended September 30, 2009 and 2008 were NT\$107 million and NT\$79 million, respectively.
- (4) The Company entered into interest rate swap agreements and forward contracts for hedging the interest rate risk arising from the counter-floating rate of its domestic bonds and for hedging the exchange rate risk arising from the net assets or liabilities denominated in foreign currency. The Company entered into these derivative financial instruments in connection with its hedging strategy to reduce the market risk of the hedged items, and these financial instruments were not held for trading purpose. The relevant information on the derivative financial instruments entered into by the Company is as follows:
- a. The Company utilized interest rate swap agreements to hedge its interest rate risk on the counter-floating rate of its unsecured domestic bonds issued during the period from May 21 to June 24, 2003. The terms of the interest rate swap agreements are the same as those of the domestic bonds, which are five and seven years. The floating rate is reset annually. The details of interest rate swap agreements are summarized as follows:

As of September 30, 2009 and 2008, the Company had the following interest rate swap agreements outstanding:

As of September 30, 2009

<u>Notional Amount</u>	<u>Contract Period</u>	<u>Interest Rate Received</u>	<u>Interest Rate Paid</u>
NT\$7,500 million	May 21, 2003 to June 24, 2010	4.3% minus USD 12-Month LIBOR	1.48%

As of September 30, 2008

<u>Notional Amount</u>	<u>Contract Period</u>	<u>Interest Rate Received</u>	<u>Interest Rate Paid</u>
NT\$7,500 million	May 21, 2003 to June 24, 2010	4.3% minus USD 12-Month LIBOR	1.48%

- b. The details of forward contracts entered into by the Company are summarized as follows:

As of September 30, 2009

Type	Notional Amount	Contract Period
Forward contracts	Sell USD 277 million	August 11, 2009 to November 10, 2009

As of September 30, 2008

Type	Notional Amount	Contract Period
Forward contracts	Sell USD 297 million	August 12, 2008 to October 29, 2008

- c. Transaction risk

- (a) Credit risk

There is no significant credit risk exposure with respect to the above transactions as the counter-parties are reputable financial institutions with good global standing.

- (b) Liquidity and cash flow risk

The cash flow requirements on the interest rate swap agreements are limited to the net interest payables or receivables arising from the differences in the swap rates. The cash flow requirements on forward contracts are limited to the forward contract's principal amount, which is the same as the underlying net assets or liabilities denominated in their foreign currencies at the settlement day. Therefore, no significant cash flow risk is anticipated since the working capital is sufficient to meet the cash flow requirements.

- (c) Market risk

Interest rate swap agreements and forward contracts are intended for hedging purposes. Gains or losses arising from the fluctuations in interest rates and exchange rates are likely to be offset against the gains or losses from the hedged items. As a result, no significant exposure to market risk is anticipated.

- d. The presentation of derivative financial instruments in the financial statements is summarized as follows:

As of September 30, 2009 and 2008, the Company's interest rate swap agreements were classified as financial assets at fair value through profit or loss amounting to NT\$88 million and NT\$18 million, respectively; as of September 30, 2009 and 2008, the Company's interest rate swap agreements were classified as financial liabilities at fair value through profit or loss amounting to NT\$0 and NT\$33 million, respectively. A related valuation loss of NT\$25 million and gain of NT\$78 million were recorded under

non-operating expense and revenue for the nine-month periods ended September 30, 2009 and 2008, respectively.

As of September 30, 2009 and 2008, the forward contracts were classified as current assets and current liabilities amounted to the NT\$149 million and NT\$143 million, respectively, and the changes in valuation a gain of NT\$132 million and a loss of NT\$29 million were recorded under non-operating revenue and expense for the nine-month periods ended September 30, 2009 and 2008, respectively.

11. ADDITIONAL DISCLOSURES

(1) The following are additional disclosures for the Company and its affiliates as required by the R.O.C. Securities and Futures Bureau:

- a. Financing provided to others for the nine-month period ended September 30, 2009: Please refer to Attachment 1.
- b. Endorsement/Guarantee provided to others for the nine-month period ended September 30, 2009: Please refer to Attachment 2.
- c. Securities held as of September 30, 2009: Please refer to Attachment 3.
- d. Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$100 million or 20 percent of the capital stock for the nine-month period ended September 30, 2009: Please refer to Attachment 4.
- e. Acquisition of individual real estate with amount exceeding the lower of NT\$100 million or 20 percent of the capital stock for the year ended September 30, 2009: Please refer to Attachment 5.
- f. Disposal of individual real estate with amount exceeding the lower of NT\$100 million or 20 percent of the capital stock for the nine-month period ended September 30, 2009: Please refer to Attachment 6.
- g. Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of the capital stock for the nine-month period ended September 30, 2009: Please refer to Attachment 7.
- h. Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of the capital stock as of September 30, 2009: Please refer to Attachment 8.
- i. Names, locations and related information of investees as of September 30, 2009: Please refer to Attachment 9.

j. Financial instruments and derivative transactions: Please refer to Note 10.

(2) Investment in Mainland China

- a. Investee company name, main businesses and products, total amount of capital, method of investment, accumulated inflow and outflow of investments from Taiwan, percentage of ownership, investment income (loss), book value of investments, cumulated inward remittance of earnings and limits on investment in Mainland China: Please refer to Attachment 10.

- b. Directly or indirectly significant transactions through third regions with the investees in Mainland China, including price, payment terms, unrealized gain or loss, and other events with significant effects on the operating results and financial condition: None.

ATTACHMENT 1 (Financing provided to others for the nine-month period ended September 30, 2009)
 (Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

No.	Lender	Counter-party	Financial statement account	Maximum balance for the period	Ending balance	Interest rate	Nature of financing	Amount of sales to (purchases from) counter-party	Reason for financing	Allowance for doubtful accounts	Collateral		Limit of financing amount for individual counter-party	Limit of total financing amount
											Item	Value		

None

ATTACHMENT 2 (Endorsement/Guarantee provided to others for the nine-month period ended September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

No.	Endorsor/Guarantor	Receiving party		Limit of guarantee/endorsement amount for receiving party	Maximum balance for the period	Ending balance	Amount of collateral guarantee/endorsement	Percentage of accumulated guarantee amount to net assets value from the latest financial statement	Limit of total guarantee/endorsement amount
		Company name	Releationship						

None

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Bonds	CATHAY FINANCIAL HOLDING CO., LTD.	-	Financial assets at fair value through profit or loss, current	190	\$196,949	-	\$196,949	None
Stock	PROMOS TECHNOLOGIES INC.	-	Financial assets at fair value through profit or loss, current	471,400	740,098	6.49	740,098	None
Stock	ACTION ELECTRONICS CO., LTD.	-	Financial assets at fair value through profit or loss, current	17,618	175,300	5.28	175,300	None
Stock	MICRONAS SEMICONDUCTOR HOLDING AG	-	Financial assets at fair value through profit or loss, current	280	37,794	0.94	37,794	None
Stock	CHINA DEVELOPMENT FINANCIAL HOLDING CORP.	-	Financial assets at fair value through profit or loss, current	19,418	166,023	0.17	166,023	None
Stock	YANG MING MARINE TRANSPORT CORP.	-	Financial assets at fair value through profit or loss, current	3,608	45,642	0.14	45,642	None
Stock	UMC GROUP (USA)	Investee company	Long-term investments accounted for under the equity method	16,438	1,306,645	100.00	1,306,645	None
Stock	UNITED MICROELECTRONICS (EUROPE) B.V.	Investee company	Long-term investments accounted for under the equity method	9	321,980	100.00	314,365	None
Stock	UMC CAPITAL CORP.	Investee company	Long-term investments accounted for under the equity method	124,000	3,629,405	100.00	3,629,405	None
Stock	UNITED MICROELECTRONICS CORP. (SAMOA)	Investee company	Long-term investments accounted for under the equity method	680	4,319	100.00	4,319	None
Stock	UMCI LTD.	Investee company	Long-term investments accounted for under the equity method	880,006	199	100.00	199	None
Stock	TLC CAPITAL CO., LTD.	Investee company	Long-term investments accounted for under the equity method	475,150	7,059,501	100.00	7,059,501	None
Stock	UMC NEW BUSINESS INVESTMENT CORP.	Investee company	Long-term investments accounted for under the equity method	150,000	1,476,561	100.00	1,476,561	None
Capital	ALPHA WISDOM LIMITED	Investee company	Long-term investments accounted for under the equity method	-	0	100.00	0	None
Stock	FORTUNE VENTURE CAPITAL CORP.	Investee company	Long-term investments accounted for under the equity method	535,794	10,761,142	99.99	11,152,575	None
Stock	UNITED MICRODISPLAY OPTRONICS CORP.	Investee company	Long-term investments accounted for under the equity method	26,755	35,237	89.99	43,006	None
Stock	UMC JAPAN	Investee company	Long-term investments accounted for under the equity method	496	5,207,649	52.74	1,309,341	None
Stock	PACIFIC VENTURE CAPITAL CO., LTD.	Investee company	Long-term investments accounted for under the equity method	30,000	7,379	49.99	13,350	None
Stock	MTIC HOLDINGS PTE LTD.	Investee company	Long-term investments accounted for under the equity method	12,000	261,819	46.49	261,819	None
Fund	MEGA MISSION LIMITED PARTNERSHIP	Investee company	Long-term investments accounted for under the equity method	-	1,947,099	45.00	1,947,099	None

ATTACHMENT 3 (Securities held as of September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	UNITECH CAPITAL INC.	Investee company	Long-term investments accounted for under the equity method	21,000	\$860,896	42.00	\$860,896	None
Stock	HSUN CHIEH INVESTMENT CO., LTD.	Investee company	Long-term investments accounted for under the equity method	65,231	3,283,260	36.49	3,145,949	None
Stock	NEXPOWER TECHNOLOGY CORP.	Investee company	Long-term investments accounted for under the equity method	107,283	2,468,059	35.65	2,381,810	None
Stock	UNIMICRON HOLDING LIMITED	Investee company	Long-term investments accounted for under the equity method	20,000	531,740	25.25	534,124	None
Stock	XGI TECHNOLOGY INC.	Investee company	Long-term investments accounted for under the equity method	3,307	28,699	13.93	28,699	None
Stock	AMIC TECHNOLOGY CORP.	Investee company	Long-term investments accounted for under the equity method	5,627	-	11.18	19,440	None
Stock	UNIMICRON TECHNOLOGY CORP.	-	Available-for-sale financial assets, noncurrent	196,136	7,668,918	17.95	7,668,918	None
Stock	UNITED FU SHEN CHEN TECHNOLOGY CORP.	-	Available-for-sale financial assets, noncurrent	18,381	102,383	16.53	102,383	None
Stock	HOLTEK SEMICONDUCTOR INC.	-	Available-for-sale financial assets, noncurrent	36,318	1,449,099	16.34	1,449,099	None
Stock	SILICON INTEGRATED SYSTEMS CORP.	The Company's director	Available-for-sale financial assets, noncurrent	228,956	3,045,113	16.34	3,045,113	None
Stock	FARADAY TECHNOLOGY CORP.	-	Available-for-sale financial assets, noncurrent	57,057	3,315,033	15.62	3,315,033	None
Stock	NOVATEK MICROELECTRONICS CORP.	-	Available-for-sale financial assets, noncurrent	61,551	4,677,870	10.33	4,677,870	None
Stock	ITE TECH. INC.	-	Available-for-sale financial assets, noncurrent	18,833	1,244,869	9.35	1,244,869	None
Stock	SPRINGSOFT, INC.	-	Available-for-sale financial assets, noncurrent	8,658	256,274	4.18	256,274	None
Stock	CHIPBOND TECHNOLOGY CORP.	-	Available-for-sale financial assets, noncurrent	12,870	332,047	4.12	332,047	None
Stock	EPISTAR CORP.	-	Available-for-sale financial assets, noncurrent	21,215	2,460,939	3.35	2,460,939	None
Stock	KING YUAN ELECTRONICS CO., LTD.	-	Available-for-sale financial assets, noncurrent	40,528	506,596	3.22	506,596	None
Stock	BILLIONTON SYSTEMS INC.	-	Available-for-sale financial assets, noncurrent	2,048	10,096	2.34	10,096	None
Stock	TOPOINT TECHNOLOGY CO., LTD.	-	Available-for-sale financial assets, noncurrent	1,204	40,804	0.95	40,804	None
Stock	MEGA FINANCIAL HOLDING COMPANY	-	Available-for-sale financial assets, noncurrent	95,577	1,944,988	0.86	1,944,988	None

ATTACHMENT 3 (Securities held as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	HON HAI PRECISION INDUSTRY CO., LTD.	-	Available-for-sale financial assets, noncurrent	1,677	\$216,350	0.02	\$216,350	None
Fund	VIETNAM INFRASTRUCTURE LTD.	-	Available-for-sale financial assets, noncurrent	5,000	60,570	-	60,570	None
Stock	PIXTECH, INC.	-	Financial assets measured at cost, noncurrent	9,883	-	17.63	Note	None
Stock	ASIA PACIFIC MICROSYSTEMS, INC.	-	Financial assets measured at cost, noncurrent	20,000	200,000	13.61	Note	None
Stock	UNITED INDUSTRIAL GASES CO., LTD.	-	Financial assets measured at cost, noncurrent	13,185	146,250	7.66	Note	None
Stock	INDUSTRIAL BANK OF TAIWAN CORP.	-	Financial assets measured at cost, noncurrent	118,303	1,139,196	4.95	Note	None
Stock	SUBTRON TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	13,912	208,746	4.26	Note	None
Stock	TECO NANOTECH CO., LTD.	-	Financial assets measured at cost, noncurrent	9,001	-	3.73	Note	None
Stock	EMIVEST AEROSPACE CORP. (SINO SWEARINGEN AIRCRAFT CORP.)	-	Financial assets measured at cost, noncurrent	1,124	-	1.50	Note	None
Stock	TAIWAN AEROSPACE CORP.	-	Financial assets measured at cost, noncurrent	234	-	0.17	Note	None
Fund	PACIFIC TECHNOLOGY PARTNERS, L.P.	-	Financial assets measured at cost, noncurrent	-	164,587	-	N/A	None
Fund	PACIFIC UNITED TECHNOLOGY, L.P.	-	Financial assets measured at cost, noncurrent	-	119,397	-	N/A	None
Stock-Preferred stock	TAIWAN HIGH SPEED RAIL CORP.	-	Financial assets measured at cost, noncurrent	30,000	300,000	-	N/A	None
Stock-Preferred stock	MTIC HOLDINGS PTE LTD.	-	Financial assets measured at cost, noncurrent	12,000	263,460	-	N/A	None
Stock-Preferred stock	TONBU, INC.	-	Financial assets measured at cost, noncurrent	938	-	-	N/A	None
Stock-Preferred stock	AETAS TECHNOLOGY INC.	-	Financial assets measured at cost, noncurrent	1,166	-	-	N/A	None
Stock-Preferred stock	TASHEE GOLF & COUNTRY CLUB	-	Financial assets measured at cost, noncurrent	0	80	-	N/A	None

Note : The net assets values for unlisted investees classified as "Financial assets measured at cost, noncurrent" were not available as of September 30, 2009.

ATTACHMENT 3 (Securities held as of September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

FORTUNE VENTURE CAPITAL CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	UNITRUTH INVESTMENT CORP.	Investee company	Long-term investments accounted for under the equity method	119,060	\$1,413,267	100.00	\$1,413,267	None
Stock-Preferred stock	AEVOE INTERNATIONAL LTD.	Investee company	Long-term investments accounted for under the equity method	4,155	37,892	43.92	37,892	None
Stock	WALTOP INTERNATIONAL CORP.	Investee company	Long-term investments accounted for under the equity method	6,840	131,902	25.45	80,890	None
Stock	ANOTO TAIWAN CORP.	Investee company	Long-term investments accounted for under the equity method	1,568	7,786	24.12	7,786	None
Stock	CRYSTAL MEDIA INC.	Investee company	Long-term investments accounted for under the equity method	4,493	29,369	23.85	29,369	None
Stock	ALLIANCE OPTOTEK CORP.	Investee company	Long-term investments accounted for under the equity method	5,789	35,426	20.15	27,990	None
Stock	HIGH POWER LIGHTING CORP.	Investee company	Long-term investments accounted for under the equity method	4,525	32,777	16.95	23,545	None
Stock	MOBILE DEVICES INC.	Investee company	Long-term investments accounted for under the equity method	5,309	37,735	16.20	34,101	None
Stock	AMIC TECHNOLOGY CORP.	Investee of UMC and Fortune	Long-term investments accounted for under the equity method	7,410	25,532	14.69	25,532	None
Stock	XGI TECHNOLOGY INC.	Investee of UMC and Fortune	Long-term investments accounted for under the equity method	2,162	17,970	9.46	18,653	None
Stock	NEXPOWER TECHNOLOGY CORP.	Investee of UMC and Fortune	Long-term investments accounted for under the equity method	12,600	355,756	4.19	279,735	None
Stock	DAVICOM SEMICONDUCTOR, INC.	-	Available-for-sale financial assets, noncurrent	10,371	463,574	12.83	463,574	None
Stock	PIXART IMAGING, INC.	-	Available-for-sale financial assets, noncurrent	14,052	4,018,940	10.82	4,018,940	None
Stock	ITE TECH. INC.	-	Available-for-sale financial assets, noncurrent	11,524	761,712	5.72	761,712	None
Stock	TRENDCHIP TECHNOLOGIES CORP.	-	Available-for-sale financial assets, noncurrent	1,241	103,702	3.43	103,702	None
Stock	TOPOINT TECHNOLOGY CO., LTD.	-	Available-for-sale financial assets, noncurrent	2,190	74,256	1.73	74,256	None
Stock	EPISTAR CORP.	-	Available-for-sale financial assets, noncurrent	4,778	554,283	0.75	554,283	None
Stock	GIGA SOLUTION TECH. CO., LTD.	-	Available-for-sale financial assets, noncurrent	212	4,107	0.19	4,107	None
Stock	UNITED MICROELECTRONICS CORP.	Investor company	Available-for-sale financial assets, noncurrent	16,079	253,240	0.12	253,240	None
Stock	DARCHUN VENTURE CORP.	-	Financial assets measured at cost, noncurrent	4,500	45,000	19.65	Note	None

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

FORTUNE VENTURE CAPITAL CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	CLIENTRON CORP.	-	Financial assets measured at cost, noncurrent	17,675	\$176,797	19.64	Note	None
Stock	STAR SEMICONDUCTOR CORP.	-	Financial assets measured at cost, noncurrent	3,837	-	16.63	Note	None
Stock	KUN YUAN TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	9,005	90,049	15.11	Note	None
Stock	HT MMOBILE INC.	-	Financial assets measured at cost, noncurrent	11,500	115,000	11.11	Note	None
Stock	VASTVIEW TECHNOLOGY INC.	-	Financial assets measured at cost, noncurrent	1,159	-	11.04	Note	None
Stock	UWIZ TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	4,530	50,553	10.79	Note	None
Stock	GOLDEN TECHNOLOGY VENTURE CAPITAL INVESTMENT CORP.	-	Financial assets measured at cost, noncurrent	3,239	31,267	10.67	Note	None
Stock	AWISE FIBER TECH.CO.,LTD.	-	Financial assets measured at cost, noncurrent	1,200	15,192	10.63	Note	None
Stock	EXOJET TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	2,300	23,000	10.57	Note	None
Stock	EVERGLORY RESOURCE TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	2,500	21,875	10.23	Note	None
Stock	NCTU SPRING I TECHNOLOGY VENTURE CAPITAL INVESTMENT CORP.	-	Financial assets measured at cost, noncurrent	3,470	19,021	10.06	Note	None
Stock	ADVANCE MATERIALS CORP.	-	Financial assets measured at cost, noncurrent	11,910	109,898	9.79	Note	None
Stock	YAYATECH CO., LTD.	-	Financial assets measured at cost, noncurrent	1,466	42,180	9.63	Note	None
Stock	EE SOLUTIONS, INC.	-	Financial assets measured at cost, noncurrent	2,782	33,335	9.60	Note	None
Stock	OCULON OPTOELECTRONICS INC.	-	Financial assets measured at cost, noncurrent	1,100	17,600	9.49	Note	None
Stock	CHANG-YU TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	2,153	54,325	9.43	Note	None
Stock	COTECH, INC.	-	Financial assets measured at cost, noncurrent	922	32,869	9.22	Note	None
Stock	BCOM ELECTRONICS INC.	-	Financial assets measured at cost, noncurrent	3,600	43,200	9.00	Note	None
Stock	CION TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	1,134	-	8.57	Note	None
Stock	AMOD TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	1,060	10,421	8.15	Note	None

ATTACHMENT 3 (Securities held as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

FORTUNE VENTURE CAPITAL CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	EXCELLENCE OPTOELECTRONICS INC.	-	Financial assets measured at cost, noncurrent	8,529	\$85,291	7.84	Note	None
Stock	CHINGIS TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	4,198	37,156	7.80	Note	None
Stock	ANDES TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	5,000	62,500	7.76	Note	None
Stock	PRINCEDOM PRECISION CORP. (formerly ALLEN PRECISION INDUSTRIES CO., LTD.)	-	Financial assets measured at cost, noncurrent	1,571	20,102	7.19	Note	None
Stock	SHIN-ETSU HANDOTAI TAIWAN CO., LTD.	-	Financial assets measured at cost, noncurrent	10,500	105,000	7.00	Note	None
Stock	HITOP COMMUNICATIONS CORP.	-	Financial assets measured at cost, noncurrent	752	15,673	6.96	Note	None
Stock	RISELINK VENTURE CAPITAL CORP.	-	Financial assets measured at cost, noncurrent	8,000	76,640	6.67	Note	None
Stock	ACTI CORP.	-	Financial assets measured at cost, noncurrent	1,700	17,306	6.63	Note	None
Stock	NCTU SPRING VENTURE CAPITAL CO., LTD.	-	Financial assets measured at cost, noncurrent	2,000	7,000	6.28	Note	None
Stock	BEYOND INNOVATION TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	1,859	33,377	5.51	Note	None
Stock	COSMOS TECHNOLOGY VENTURE CAPITAL INVESTMENT CORP.	-	Financial assets measured at cost, noncurrent	1,371	5,031	5.03	Note	None
Stock	PARAWIN VENTURE CAPITAL CORP.	-	Financial assets measured at cost, noncurrent	5,000	41,900	5.00	Note	None
Stock	PRIMESENSOR TECHNOLOGY INC.	-	Financial assets measured at cost, noncurrent	750	7,500	5.00	Note	None
Stock	EUTECH MICROELECTRONICS INC.	-	Financial assets measured at cost, noncurrent	1,700	59,500	4.93	Note	None
Stock	LUMITEK CORP.	-	Financial assets measured at cost, noncurrent	1,750	32,000	4.86	Note	None
Stock	IBT VENTURE CORP.	-	Financial assets measured at cost, noncurrent	2,665	26,650	3.81	Note	None
Stock	SUBTRON TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	11,254	131,806	3.45	Note	None
Stock	ANIMATION TECHNOLOGIES INC.	-	Financial assets measured at cost, noncurrent	1,480	-	3.16	Note	None
Stock	DRAMEXCHANGE TECH. INC.	-	Financial assets measured at cost, noncurrent	300	5,400	3.06	Note	None
Stock	MEMOCOM CORP.	-	Financial assets measured at cost, noncurrent	1,225	8,195	3.02	Note	None

ATTACHMENT 3 (Securities held as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

FORTUNE VENTURE CAPITAL CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	JMICRON TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	1,845	\$21,878	2.92	Note	None
Stock	SUPERALLOY INDUSTRIAL CO., LTD.	-	Financial assets measured at cost, noncurrent	5,497	92,352	2.53	Note	None
Stock	SHENG-HUA VENTURE CAPITAL CORP.	-	Financial assets measured at cost, noncurrent	548	2,925	2.50	Note	None
Stock	EGIS TECHNOLOGY INC. (Merged LIGHTUNING TECH. INC.)	-	Financial assets measured at cost, noncurrent	1,134	16,663	2.28	Note	None
Stock	HIGH POWER OPTOELECTRONICS, INC.	-	Financial assets measured at cost, noncurrent	1,515	15,000	1.81	Note	None
Stock	TAIMIDE TECH., INC.	-	Financial assets measured at cost, noncurrent	1,500	16,095	1.66	Note	None
Stock	INPAQ TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	1,656	19,554	1.61	Note	None
Fund	CRYSTAL INTERNET VENTURE FUND II(BVI), L.P.	-	Financial assets measured at cost, noncurrent	-	9,124	1.09	N/A	None
Stock	FIRST INTERNATIONAL TELECOM CORP.	-	Financial assets measured at cost, noncurrent	4,610	-	1.02	Note	None
Stock	APTOS DESIGN LAB INC.	-	Financial assets measured at cost, noncurrent	229	2,290	0.46	Note	None
Stock	ASIA PACIFIC MICROSYSTEMS, INC.	-	Financial assets measured at cost, noncurrent	639	5,356	0.43	Note	None
Stock	WAVEPLUS TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	12	-	0.38	Note	None
Stock	PRINTECH INTERNATIONAL INC.	-	Financial assets measured at cost, noncurrent	24	-	0.34	Note	None
Convertible bonds	TOPOINT TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	500	50,000	-	Note	None
Fund	IGLOBE PARTNERS FUND, L.P.	-	Financial assets measured at cost, noncurrent	-	37,351	-	N/A	None
Stock-Preferred stock	AURORA SYSTEMS, INC.	-	Financial assets measured at cost, noncurrent	5,133	59,317	-	N/A	None
Stock-Preferred stock	ALPHA & OMEGA SEMICONDUCTOR LTD.	-	Financial assets measured at cost, noncurrent	1,500	46,313	-	N/A	None
Stock	CRYSTALWISE TECHNOLOGY INC.	-	Prepayment for long-term investments	1,000	20,000	-	-	None

Note : The net assets values for unlisted investees classified as "Financial assets measured at cost, noncurrent" were not available as of September 30, 2009.

ATTACHMENT 3 (Securities held as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

TLC CAPITAL CO., LTD.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	SOARING CAPITAL CORP.	Investee company	Long-term investments accounted for under the equity method	900	\$24,794	100.00	\$24,794	None
Stock	YUNG LI INVESTMENTS, INC.	Investee company	Long-term investments accounted for under the equity method	0.28	245,944	45.16	245,944	None
Fund	CTC CAPITAL PARTNERS I, L.P.	Investee company	Long-term investments accounted for under the equity method	-	144,747	31.40	144,747	None
Stock	WALTOP INTERNATIONAL CORP.	Investee company	Long-term investments accounted for under the equity method	3,078	44,262	11.45	36,400	None
Stock	NEXPOWER TECHNOLOGY CORP.	Investee of UMC and TLC	Long-term investments accounted for under the equity method	12,601	358,049	4.19	279,749	None
Stock	TOPOINT TECHNOLOGY CO., LTD.	-	Available-for-sale financial assets, noncurrent	6,000	203,404	4.74	203,404	None
Stock	SERCOMM CORP.	-	Available-for-sale financial assets, noncurrent	6,679	123,903	3.91	123,903	None
Stock	SIMPLO TECHNOLOGY CO., LTD.	-	Available-for-sale financial assets, noncurrent	6,655	1,153,777	2.87	1,153,777	None
Stock	EPISTAR CORP.	-	Available-for-sale financial assets, noncurrent	10,358	1,201,484	1.64	1,201,484	None
Stock	ITE TECH. INC.	-	Available-for-sale financial assets, noncurrent	2,357	155,791	1.17	155,791	None
Stock	CORETRONIC CORP.	-	Available-for-sale financial assets, noncurrent	6,250	249,368	0.86	249,368	None
Stock	CHUNGHWA TELECOM CO., LTD.	-	Available-for-sale financial assets, noncurrent	3,791	219,517	0.04	219,517	None
Stock	SUPERALLOY INDUSTRIAL CO., LTD.	-	Financial assets measured at cost, noncurrent	11,709	196,710	5.39	Note	None
Stock	ASIA PACIFIC MICROSYSTEMS, INC.	-	Financial assets measured at cost, noncurrent	5,500	55,000	3.74	Note	None
Stock	INPAQ TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	2,759	32,591	2.68	Note	None
Stock	E-ONE MOLI ENERGY CORP.	-	Financial assets measured at cost, noncurrent	4,000	99,075	1.88	Note	None
Stock	A-DATA TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	2,000	100,000	0.89	Note	None
Stock	CANDO CORP.	-	Financial assets measured at cost, noncurrent	3,000	30,000	0.43	Note	None
Stock	RALINK TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	79	7,980	0.06	Note	None

ATTACHMENT 3 (Securities held as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

TLC CAPITAL CO., LTD.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock-Preferred stock	TOUCH MEDIA INTERNATIONAL HOLDINGS	-	Financial assets measured at cost, noncurrent	5,552	\$210,345	-	N/A	None
Stock-Preferred stock	KU6 HOLDING LTD.	-	Financial assets measured at cost, noncurrent	26,248	151,696	-	N/A	None
Fund	H&QAP GREATER CHINA GROWTH FUND, L.P.	-	Financial assets measured at cost, noncurrent	-	6,522	-	N/A	None

Note : The net assets values for unlisted investees classified as "Financial assets measured at cost, noncurrent" were not available as of September 30, 2009.

UNTRUTH INVESTMENT CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	WALTOP INTERNATIONAL CORP.	Investee company	Long-term investments accounted for under the equity method	2,622	\$48,885	9.75	\$31,008	None
Stock	XGI TECHNOLOGY INC.	Investee of UMC and Unitruth	Long-term investments accounted for under the equity method	2,116	18,261	9.26	18,261	None
Stock	CRYSTAL MEDIA INC.	Investee company	Long-term investments accounted for under the equity method	1,587	10,373	8.42	10,373	None
Stock	ALLIANCE OPTOTEK CORP.	Investee company	Long-term investments accounted for under the equity method	2,150	13,158	7.48	10,396	None
Stock	HIGH POWER LIGHTING CORP.	Investee company	Long-term investments accounted for under the equity method	1,425	9,914	5.34	7,415	None
Stock	MOBILE DEVICES INC.	Investee company	Long-term investments accounted for under the equity method	1,317	8,460	4.02	8,460	None
Stock	NEXPOWER TECHNOLOGY CORP.	Investee of UMC and Unitruth	Long-term investments accounted for under the equity method	6,700	190,193	2.23	148,748	None
Stock	TRENDCHIP TECHNOLOGIES CORP.	-	Available-for-sale financial assets, noncurrent	1,176	98,303	3.25	98,303	None

ATTACHMENT 3 (Securities held as of September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITRUTH INVESTMENT CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	ITE TECH. INC.	-	Available-for-sale financial assets, noncurrent	2,639	\$174,445	1.31	\$174,445	None
Stock	TOPOINT TECHNOLOGY CO., LTD.	-	Available-for-sale financial assets, noncurrent	1,204	40,804	0.95	40,804	None
Stock	GIGA SOLUTION TECH. CO., LTD.	-	Available-for-sale financial assets, noncurrent	61	1,182	0.06	1,182	None
Stock	EE SOLUTIONS, INC.	-	Financial assets measured at cost, noncurrent	2,782	25,935	9.60	Note	None
Stock	COTECH, INC.	-	Financial assets measured at cost, noncurrent	910	32,385	9.10	Note	None
Stock	HT MMOBILE INC.	-	Financial assets measured at cost, noncurrent	8,500	85,000	8.21	Note	None
Stock	UWIZ TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	3,410	39,593	8.12	Note	None
Stock	OCULON OPTOELECTRONICS INC.	-	Financial assets measured at cost, noncurrent	900	14,400	7.77	Note	None
Stock	AWISE FIBER TECH.CO.,LTD.	-	Financial assets measured at cost, noncurrent	860	10,888	7.62	Note	None
Stock	AMOD TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	930	7,920	7.15	Note	None
Stock	YAYATECH CO., LTD.	-	Financial assets measured at cost, noncurrent	1,037	40,415	6.82	Note	None
Stock	EXCELLENCE OPTOELECTRONICS INC.	-	Financial assets measured at cost, noncurrent	6,374	63,739	5.86	Note	None
Stock	VASTVIEW TECHNOLOGY INC.	-	Financial assets measured at cost, noncurrent	603	11,779	5.74	Note	None
Stock	ADVANCE MATERIALS CORP.	-	Financial assets measured at cost, noncurrent	6,039	62,427	4.97	Note	None
Stock	EVERGLORY RESOURCE TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	1,200	10,500	4.91	Note	None
Stock	CHINGIS TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	2,518	31,218	4.68	Note	None
Stock	EXOJET TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	850	8,500	3.91	Note	None
Stock	BCOM ELECTRONICS INC.	-	Financial assets measured at cost, noncurrent	1,495	17,941	3.74	Note	None
Stock	DRAMEXCHANGE TECH. INC.	-	Financial assets measured at cost, noncurrent	300	5,400	3.06	Note	None
Stock	ACTI CORP.	-	Financial assets measured at cost, noncurrent	740	11,100	2.89	Note	None

ATTACHMENT 3 (Securities held as of September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITRUTH INVESTMENT CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	LUMITEK CORP.	-	Financial assets measured at cost, noncurrent	750	\$13,714	2.08	Note	None
Stock	EGIS TECHNOLOGY INC. (Merged LIGHTUNING TECH. INC.)	-	Financial assets measured at cost, noncurrent	1,016	27,355	2.05	Note	None
Stock	MEMOCOM CORP.	-	Financial assets measured at cost, noncurrent	695	4,650	1.72	Note	None
Stock	CHANG-YU TECHNOLOGY CO., LTD.	-	Financial assets measured at cost, noncurrent	315	7,950	1.38	Note	None
Stock	STAR SEMICONDUCTOR CORP.	-	Financial assets measured at cost, noncurrent	260	-	1.13	Note	None
Stock	JMICRON TECHNOLOGY CORP.	-	Financial assets measured at cost, noncurrent	531	2,310	0.84	Note	None
Stock	SUPERALLOY INDUSTRIAL CO., LTD.	-	Financial assets measured at cost, noncurrent	1,759	29,552	0.81	Note	None
Stock	HIGH POWER OPTOELECTRONICS, INC.	-	Financial assets measured at cost, noncurrent	505	5,000	0.60	Note	None
Stock	PRINTECH INTERNATIONAL INC.	-	Financial assets measured at cost, noncurrent	24	-	0.34	Note	None
Stock	ASIA PACIFIC MICROSYSTEMS, INC.	-	Financial assets measured at cost, noncurrent	332	2,785	0.23	Note	None
Stock-Preferred stock	PRINCEDOM PRECISION CORP. (formerly ALLEN PRECISION INDUSTRIES CO., LTD.)	-	Financial assets measured at cost, noncurrent	1,047	10,470	-	N/A	None

Note : The net assets values for unlisted investees classified as "Financial assets measured at cost, noncurrent" were not available as of September 30, 2009.

ATTACHMENT 3 (Securities held as of September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

SOARING CAPITAL CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Capital	UNITRUTH ADVISOR (SHANGHAI) CO., LTD.	Investee company	Long-term investments accounted for under the equity method	-	USD 675	100.00	USD 675	None

UMC CAPITAL CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Convertible bonds	YUE YUEN INDUSTRIAL (HOLDINGS) LTD.	-	Financial assets at fair value through profit or loss, noncurrent	46,500	USD 6,584	-	USD 6,584	None
Stock	UMC CAPITAL (USA)	Investee company	Long-term investments accounted for under the equity method	200	USD 398	100.00	USD 398	None
Stock	ECP VITA LTD.	Investee company	Long-term investments accounted for under the equity method	1,000	USD 3,659	100.00	USD 3,659	None
Stock-Preferred stock	ACHIEVE MADE INTERNATIONAL LTD.	Investee company	Long-term investments accounted for under the equity method	1,308	USD 2,000	48.54	USD 1,467	None
Fund	UC FUND II	Investee company	Long-term investments accounted for under the equity method	5,000	USD 3,657	35.45	USD 3,657	None
Fund	TRANSLINK CAPITAL PARTNERS I L.P.	Investee company	Long-term investments accounted for under the equity method	-	USD 1,870	10.77	USD 1,870	None
American Depository Shares	CHUNGHWA TELECOM CO., LTD.	-	Available-for-sale financial assets, noncurrent	382	USD 6,891	0.04	USD 6,891	None
Stock	PATENTOP, LTD.	-	Financial assets measured at cost, noncurrent	720	-	18.00	Note	None
Stock-Preferred stock	AURORA SYSTEMS, INC.	-	Financial assets measured at cost, noncurrent	550	USD 242	-	N/A	None
Stock-Preferred stock	ALPHA & OMEGA SEMICONDUCTOR LTD.	-	Financial assets measured at cost, noncurrent	650	USD 1,462	-	N/A	None
Stock	PARADE TECHNOLOGIES, LTD.	-	Financial assets measured at cost, noncurrent	225	USD 2	-	Note	None
Stock-Preferred stock	PARADE TECHNOLOGIES, LTD.	-	Financial assets measured at cost, noncurrent	3,651	USD 2,460	-	N/A	None
Stock	CIPHERMAX, INC.	-	Financial assets measured at cost, noncurrent	95	USD 1,281	-	Note	None
Stock-Preferred stock	AICENT, INC.	-	Financial assets measured at cost, noncurrent	2,000	USD 1,000	-	N/A	None
Stock-Preferred stock	GCT SEMICONDUCTOR, INC.	-	Financial assets measured at cost, noncurrent	1,571	USD 1,000	-	N/A	None
Stock-Preferred stock	FORTEMEDIA, INC.	-	Financial assets measured at cost, noncurrent	10,233	USD 4,322	-	N/A	None

ATTACHMENT 3 (Securities held as of September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UMC CAPITAL CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock-Preferred stock	MAXLINEAR, INC.	-	Financial assets measured at cost, noncurrent	2,070	USD 4,052	-	N/A	None
Stock-Preferred stock	WISAIR, INC.	-	Financial assets measured at cost, noncurrent	153	USD 1,596	-	N/A	None
Stock-Preferred stock	AMALFI SEMICONDUCTOR, INC.	-	Financial assets measured at cost, noncurrent	1,471	USD 1,500	-	N/A	None
Stock-Preferred stock	DIBCOM, INC.	-	Financial assets measured at cost, noncurrent	7	USD 839	-	N/A	None
Convertible bonds	DIBCOM, INC.	-	Financial assets measured at cost, noncurrent	6	USD 853	-	N/A	None
Stock-Preferred stock	EAST VISION TECHNOLOGY LTD.	-	Financial assets measured at cost, noncurrent	2,770	USD 4,820	-	N/A	None
Fund	VENGLOBAL CAPITAL FUND III, L.P.	-	Financial assets measured at cost, noncurrent	-	USD 712	-	N/A	None
Stock-Preferred stock	PACTRUST COMMUNICATION, INC.	-	Financial assets measured at cost, noncurrent	4,850	USD 4,850	-	N/A	None
Stock-Preferred stock	REALLUSION (CAYMAN) HOLDING INC.	-	Financial assets measured at cost, noncurrent	1,800	USD 555	-	N/A	None
Stock-Preferred stock	LUMINUS DEVICES, INC.	-	Financial assets measured at cost, noncurrent	477	USD 3,000	-	N/A	None
Stock-Preferred stock	FORCE10 NETWORKS, INC.	-	Financial assets measured at cost, noncurrent	6	USD 4,760	-	N/A	None
Stock-Preferred stock	QSECURE, INC.	-	Financial assets measured at cost, noncurrent	1,494	USD 3,808	-	N/A	None
Fund	DEXON DYNAMIC INVESTMENT FUND VIII	-	Financial assets measured at cost, noncurrent	9	USD 9,000	-	N/A	None
Stock-Preferred stock	SIFOTONICS TECHNOLOGIES CO., LTD.	-	Financial assets measured at cost, noncurrent	1,000	USD 500	-	N/A	None
Stock-Preferred stock	CHIPX, INC.	-	Financial assets measured at cost, noncurrent	63	USD 117	-	N/A	None
Stock-Preferred stock	SOLARGEN ENERGY INC.	-	Financial assets measured at cost, noncurrent	2,000	USD 2,000	-	N/A	None
Stock-Preferred stock	VERIPRECISE TECHNOLOGY, INC.	-	Financial assets measured at cost, noncurrent	4,000	-	-	N/A	None
Stock	MAGNACHIP SEMICONDUCTOR LLC	-	Financial assets measured at cost, noncurrent	31	-	-	Note	None
Stock	KOTURA, INC.	-	Financial assets measured at cost, noncurrent	0.59	-	-	Note	None
Stock-Preferred stock	ZYLOGIC SEMICONDUCTOR CORP.	-	Financial assets measured at cost, noncurrent	750	-	-	N/A	None

Note : The net assets values for unlisted investees classified as "Financial assets measured at cost, noncurrent" were not available as of September 30, 2009.

ATTACHMENT 3 (Securities held as of September 30, 2009)
 (Amount in thousand; Currency denomination in NTD unless otherwise specified)

UMC NEW BUSINESS INVESTMENT CORP.

Type of securities	Name of securities	Relationship	Financial statement account	September 30, 2009				Shares as collateral (thousand)
				Units (thousand)/ bonds/ shares (thousand)	Book value	Percentage of ownership (%)	Market value/ Net assets value	
Stock	POWER LIGHT TECH CO., LTD.	Investee company	Long-term investments accounted for under the equity method	15,342	\$168,775	42.62	\$114,586	None
Stock	EVERRICH ENERGY CORP.	-	Prepayments for Long-Term Investments	6,000	60,000	-	N/A	None

ATTACHMENT 4 (Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$100 million or 20 percent of the capital stock for the nine-month period ended September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Type of securities	Name of the securities	Financial statement account	Counter-party	Relationship	Beginning balance		Addition		Disposal			Ending balance		
					Units (thousand)/ bonds/ shares (thousand)	Amount (Note 1)	Units (thousand)/ bonds/ shares (thousand)	Amount	Units (thousand)/ bonds/ shares (thousand)	Amount	Cost (Note 2)	Gain (Loss) from disposal	Units (thousand)/ bonds/ shares (thousand)	Amount (Note 1)
Stock	MEDIATEK INC.	Available-for-sale financial assets, noncurrent	Open market	-	1,997	\$440,286	-	\$-	1,997	\$808,581	\$19,475	\$787,852 (Note 3)	-	\$-
Stock	UNIMICRON TECHNOLOGY CORP.	Available-for-sale financial assets, noncurrent	Open market	-	208,478	2,835,301	-	-	12,342	462,285	265,863	208,190 (Note 4)	196,136	7,668,918
Stock	UMC NEW BUSINESS INVESTMENT CORP.	Long-term investments accounted for under the equity method	Proceeds from new issues	Investee company	-	-	150,000	1,500,000	-	-	-	-	150,000	1,476,561 (Note 5)

Note 1: The amounts of beginning and ending balances of available for sale financial assets are recorded at the prevailing market prices; the amounts of beginning and ending balances of long-term investments accounted for under the equity method include adjustment under the equity method.

Note 2: The disposal cost represents historical cost.

Note 3: The gain on disposal includes additional paid-in capital adjustments of NT\$(1,254) thousand .

Note 4 : The gain on disposal includes cumulative translation adjustments of NT\$1,175 thousand and unrealized gain or loss on financial instruments of NT\$10,593 thousand.

Note 5: The ending balance includes long-term investment loss of NT\$(3,929) thousand, long-term investment cumulative translation adjustment of NT\$(466) thousand and retained earnings adjustment of NT\$(19,044) thousand.

FORTUNE VENTURE CAPITAL CORP.

Type of securities	Name of the securities	Financial statement account	Counter-party	Relationship	Beginning balance		Addition		Disposal			Ending balance		
					Units (thousand)/ bonds/ shares (thousand)	Amount (Note 1)	Units (thousand)/ bonds/ shares (thousand)	Amount	Units (thousand)/ bonds/ shares (thousand)	Amount	Cost	Gain (Loss) from disposal	Units (thousand)/ bonds/ shares (thousand)	Amount (Note 1)
Stock	NEXPOWER THCHNOLOGY CORP.	Long-term investments accounted for under the equity method	Rui Meng Consultants Ltd / Zhen Cheng Investments Ltd / UNIMICRON TECHNOLOGY CORP.	-	2,700	\$80,745	9,900	\$297,000	-	\$-	\$-	\$-	12,600	\$355,756 (Note 2)

Note 1: The amounts of beginning and ending balances of long-term investments accounted for under the equity method include adjustment under the equity method.

Note 2: The ending balance includes long-term investment loss of NT\$(21,627) thousand, long-term investment additional paid-in capital adjustment of NT\$134 thousand and retained earnings adjustment of NT\$(496) thousand.

ATTACHMENT 4 (Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$100 million or 20 percent of the capital stock for the nine-month period ended September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

TLC CAPITAL CO., LTD.

Type of securities	Name of the securities	Financial statement account	Counter-party	Relationship	Beginning balance		Addition		Disposal			Ending balance		
					Units (thousand)/bonds/shares (thousand)	Amount (Note 1)	Units (thousand)/bonds/shares (thousand)	Amount	Units (thousand)/bonds/shares (thousand)	Amount	Cost (Note 2)	Gain (Loss) from disposal	Units (thousand)/bonds/shares (thousand)	Amount (Note 1)
Stock	NEXPOWER TECHNOLOGY CORP.	Long-term investments accounted for under the equity method	SUBTRON TECHNOLOGY CO., LTD./HSIN YANG INVESTMENT CORP.	-	5,400	\$161,489	7,201	\$216,020	-	\$-	\$-	\$-	12,601	\$358,049 (Note3)
Stock	RECHI PRECISION CO., LTD.	Available-for-sale financial assets, noncurrent	Open market	-	21,807	108,379	-	-	21,807	172,954	108,379	64,575	-	-
Stock	MITAC TECHNOLOGY CORP.	Available-for-sale financial assets, noncurrent	Open market	-	6,000	85,500	-	-	6,000	142,479	85,500	56,979	-	-
Stock	UNIDISPLAY INC.	Financial assets measured at cost, noncurrent	UNIMICRON TECHNOLOGY CORP.	-	10,000	100,000	-	-	10,000	113,100	100,000	13,100	-	-
Stock	E-ONE MOLI ENERGY CORP.	Financial assets measured at cost, noncurrent	Private	-	-	-	4,000	100,000	-	-	-	-	4,000	99,075 (Note4)
Stock	A-DATA TECHNOLOGY CO., LTD.	Financial assets measured at cost, noncurrent	Private	-	-	-	2,000	100,000	-	-	-	-	2,000	100,000

Note 1: The amounts of beginning and ending balances of available for sale financial assets are recorded at the prevailing market prices; the amounts of beginning and ending balances of long-term investments accounted for under the equity method include adjustment under the equity method.

Note 2: The disposal cost represents historical cost.

Note 3: The ending balance includes long-term investment loss of NT\$(19,270) thousand, long-term investment additional paid-in capital adjustment of NT\$125 thousand and retained earnings adjustment of NT\$(315) thousand.

Note 4: The ending balance includes cash dividend of NT\$(925) thousand.

UNITRUTH INVESTMENT CORP.

Type of securities	Name of the securities	Financial statement account	Counter-party	Relationship	Beginning balance		Addition		Disposal			Ending balance		
					Units (thousand)/bonds/shares (thousand)	Amount (Note 1)	Units (thousand)/bonds/shares (thousand)	Amount	Units (thousand)/bonds/shares (thousand)	Amount	Cost	Gain (Loss) from disposal	Units (thousand)/bonds/shares (thousand)	Amount (Note 1)
Stock	NEXPOWER THCHNOLOGY CORP.	Long-term investments accounted for under the equity method	Zhen Cheng Investments Ltd / UNIMICRON TECHNOLOGY CORP.	-	900	\$26,915	5,800	\$174,000	-	\$-	\$-	\$-	6,700	\$190,193 (Note 2)

Note 1: The amounts of beginning and ending balances of long-term investments accounted for under the equity method include adjustment under the equity method.

Note 2: The ending balance includes long-term investment loss of NT\$(10,517) thousand, long-term investment additional paid-in capital adjustment of NT\$58 thousand and retained earnings adjustment of NT\$(263) thousand.

ATTACHMENT 4 (Individual securities acquired or disposed of with accumulated amount exceeding the lower of NTS\$100 million or 20 percent of the capital stock for the nine-month period ended September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UMC CAPITAL CORP.

Type of securities	Name of the securities	Financial statement account	Counter-party	Relationship	Beginning balance		Addition		Disposal			Ending balance		
					Units (thousand)/ bonds/ shares (thousand)	Amount (Note 1)	Units (thousand)/ bonds/ shares (thousand)	Amount	Units (thousand)/ bonds/ shares (thousand)	Amount	Cost	Gain (Loss) from disposal	Units (thousand)/ bonds/ shares (thousand)	Amount (Note 1)
Convertible bonds	YUE YUEN INDUSTRIAL (HOLDINGS) LTD.	Financial assets at fair value through profit or loss, noncurrent	Open market	-	-	\$-	46,500	USD 6,223	-	\$-	\$-	\$-	46,500	USD 6,584

Note 1: The amounts of beginning and ending balances of financial assets at fair value through profit or loss are recorded at the prevailing market prices.

UMC NEW BUSINESS INVESTMENT CORP.

Type of securities	Name of the securities	Financial statement account	Counter-party	Relationship	Beginning balance		Addition		Disposal			Ending balance		
					Units (thousand)/ bonds/ shares (thousand)	Amount (Note 1)	Units (thousand)/ bonds/ shares (thousand)	Amount	Units (thousand)/ bonds/ shares (thousand)	Amount	Cost	Gain (Loss) from disposal	Units (thousand)/ bonds/ shares (thousand)	Amount (Note 1)
Stock	POWER LIGHT TECH CO., LTD.	Long-term investments accounted for under the equity method	Proceeds from new issues/ UNITED MICROELECTR ONICS CORP.	Investee company/ Investor company	-	\$-	15,342	\$191,772	-	\$-	\$-	\$-	15,342	\$168,775 (Note 2)

Note 1: The amounts of beginning and ending balances of long-term investments accounted for under the equity method include adjustment under the equity method.

Note 2: The ending balance includes long-term investment loss of NTS\$(3,487) thousand, long-term investment additional paid-in capital adjustment of NTS\$(466) thousand and retained earnings adjustment of NTS\$(19,044) thousand.

ATTACHMENT 5 (Acquisition of individual real estate with amount exceeding the lower of NT\$100 million or 20 percent of the capital stock for the nine-month period ended September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Name of properties	Transaction date	Transaction amount	Payment status	Counter-party	Relationship	Where counter-party is a related party, details of prior transactions					Date of acquisition and status of utilization	Other commitments
						Former holder of property	Relationship between former holder and acquirer of property	Date of transaction	Transaction amount	Price reference		

None

ATTACHMENT 6 (Disposal of individual real estate with amount exceeding the lower of NT\$100 million or 20 percent of the capital stock for the nine-month period ended September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

<u>Names of properties</u>	<u>Transaction date</u>	<u>Date of original acquisition</u>	<u>Book value</u>	<u>Transaction amount</u>	<u>Status of proceeds collection</u>	<u>Gain (Loss) from disposal</u>	<u>Counter-party</u>	<u>Relationship</u>	<u>Reason of disposal</u>	<u>Price reference</u>	<u>Other commitments</u>
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None

ATTACHMENT 7 (Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of capital stock for the nine-month period ended September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Related party	Relationship	Transactions				Details of non-arm's length transaction		Notes and accounts receivable (payable)		
		Purchases (Sales)	Amount	Percentage of total purchases (sales) (%)	Term	Unit price	Term	Balance	Percentage of total receivables (%)	Note
UMC GROUP (USA)	Investee company	Sales	\$30,778,605	51 %	Net 60 Days	N/A	N/A	\$6,884,298	39 %	
UNITED MICROELECTRONICS (EUROPE) B.V.	Investee company	Sales	918,553	1 %	Net 60 Days	N/A	N/A	26,826	0 %	
SILICON INTEGRATED SYSTEMS CORP.	The Company's director	Sales	744,110	1 %	Month-end 45 Days	N/A	N/A	297,262	2 %	
UMC JAPAN	Investee company	Sales	623,374	1 %	Net 60 Days	N/A	N/A	177,181	1 %	

UNITED MICROELECTRONICS (EUROPE) B.V.

Related party	Relationship	Transactions				Details of non-arm's length transaction		Notes and accounts receivable (payable)		
		Purchases (Sales)	Amount	Percentage of total purchases (sales) (%)	Term	Unit price	Term	Balance	Percentage of total receivables (%)	Note
UNITED MICROELECTRONICS CORPORATION	Investor company	Purchases	USD 27,055	100 %	Net 60 Days	N/A	N/A	USD 840	100 %	

ATTACHMENT 7 (Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of capital stock for the nine-month period ended September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UMC GROUP (USA)

Related party	Relationship	Transactions				Details of non-arm's length transaction		Notes and accounts receivable (payable)		Note
		Purchases (Sales)	Amount	Percentage of total purchases (sales) (%)	Term	Unit price	Term	Balance	Percentage of total receivables (%)	
UNITED MICROELECTRONICS CORPORATION	Investor company	Purchases	USD 929,056	100 %	Net 60 Days	N/A	N/A	USD 214,531	100 %	

UMC JAPAN

Related party	Relationship	Transactions				Details of non-arm's length transaction		Notes and accounts receivable (payable)		Note
		Purchases (Sales)	Amount	Percentage of total purchases (sales) (%)	Term	Unit price	Term	Balance	Percentage of total receivables (%)	
UNITED MICROELECTRONICS CORPORATION	Investor company	Purchases	JPY 1,742,622	62 %	Net 60 Days	N/A	N/A	JPY 496,124	32 %	

ATTACHMENT 8 (Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock as of for the nine-month period ended September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Related party	Relationship	Ending balance				Turnover rate (times)	Overdue receivables		Amount received in subsequent period	Allowance for doubtful accounts
		Notes receivable	Accounts receivable	Other receivables	Total		Amount	Collection status		
UMC GROUP (USA)	Investee company	\$-	\$6,884,298	\$5	\$6,884,303	7.67	\$-	-	\$2,903,379	\$19
SILICON INTEGRATED SYSTEMS CORP.	The Company's director	-	297,262	296	297,558	4.78	13,317	Credit Collecting	296	-
UMC JAPAN	Investee company	-	177,181	413	177,594	4.21	-	-	15,456	183

UMC JAPAN

Related party	Relationship	Ending balance				Turnover rate (times)	Overdue receivables		Amount received in subsequent period	Allowance for doubtful accounts
		Notes receivable	Accounts receivable	Other receivables	Total		Amount	Collection status		
AMIC TECHNOLOGY CORP.	Investee of UMC	\$-	JPY 297,134	\$-	JPY 297,134	0.79	JPY 297,134	Credit Collecting	JPY 47,250	JPY 240,403

ATTACHMENT 9 (Names, locations and related information of investee companys as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Investee company	Address	Main businesses and products	Initial Investment (Note 1)		Investment as of September 30, 2009			Net income (loss) of investee company	Investment income (loss) recognized	Note		
			Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value					
UMC GROUP (USA)	Sunnyvale, California, USA	IC Sales	USD	16,438	USD	16,438	16,438	100.00	\$1,306,645	\$17,651	\$16,252	
UNITED MICROELECTRONICS (EUROPE) B.V.	The Netherlands	IC Sales	USD	5,421	USD	5,421	9	100.00	321,980	6,198	6,198	
UMC CAPITAL CORP.	Grand Cayman, Cayman Islands	Investment holding	USD	124,000	USD	124,000	124,000	100.00	3,629,405	20,430	20,430	
UNITED MICROELECTRONICS CORP. (SAMOA)	Apia, Samoa	Investment holding	USD	1,400	USD	1,400	680	100.00	4,319	(507)	(507)	
UMCI LTD.	Singapore	Sales and manufacturing of integrated circuits	USD	839,880	USD	839,880	880,006	100.00	199	(840)	(840)	
TLC CAPITAL CO., LTD.	Taipei City, Taiwan	Consulting and planning for investment in new business		6,000,000		6,000,000	475,150	100.00	7,059,501	236,431	236,431	
UMC NEW BUSINESS INVESTMENT CORP.	Taipei City, Taiwan	Investment holding		1,500,000		-	150,000	100.00	1,476,561	(3,929)	(3,929)	
ALPHA WISDOM LIMITED	Grand Cayman, Cayman Islands	Investment holding	USD	-	-	-	-	100.00	-	-	-	Note 2
FORTUNE VENTURE CAPITAL CORP.	Taipei City, Taiwan	Consulting and planning for investment in new business		4,999,940		4,999,940	535,794	99.99	10,761,142	242,951	242,948	
UNITED MICRODISPLAY OPTRONICS CORP. (UMO)	Hsinchu Science Park, Taiwan	Sales and manufacturing of LCOS		1,305,236		1,305,236	26,755	89.99	35,237	(41,231)	(44,870)	Note 3
UMC JAPAN	Chiba, Japan	Sales and manufacturing of integrated circuits	JPY	20,994,400	JPY	20,994,400	496	52.74	5,207,649	(4,567,737)	(2,408,430)	
PACIFIC VENTURE CAPITAL CO., LTD.	Taipei City, Taiwan	Consulting and planning for investment in new business		30,000		30,000	30,000	49.99	7,379	(141)	-	Note 4
MTIC HOLDINGS PTE LTD.	Singapore	Investment holding	SGD	12,000	SGD	12,000	12,000	46.49	261,819	(2,189)	(1,018)	
MEGA MISSION LIMITED PARTNERSHIP	Grand Cayman, Cayman Islands	Investment holding	USD	67,500	USD	67,500	-	45.00	1,947,099	1,092,346	491,556	Note 5
UNITECH CAPITAL INC.	British Virgin Islands	Investment holding	USD	21,000	USD	21,000	21,000	42.00	860,896	8,597	3,610	
HSUN CHIEH INVESTMENT CO., LTD.	Taipei City, Taiwan	Investment holding		336,241		336,241	65,231	36.49	3,283,260	92,812	29,715	
NEXPOWER TECHNOLOGY CORP.	Taichung County, Taiwan	Sales and manufacturing of solar power batteries		2,631,885		2,631,885	107,283	35.65	2,468,059	(577,127)	(205,951)	
UNIMICRON HOLDING LIMITED	Apia, Samoa	Investment holding	USD	20,000	USD	20,000	20,000	25.25	531,740	(98,520)	(24,879)	
XGI TECHNOLOGY INC.	Hsinchu City, Taiwan	Cartography chip design and production		262,736		262,736	3,307	13.93	28,699	(31,917)	(4,636)	
AMIC TECHNOLOGY CORP.	Hsinchu Science Park, Taiwan	IC design, production and sales		133,009		133,009	5,627	11.18	-	(106,803)	(7,472)	Note 6

Note 1: Initial investment amounts denominated in foreign currencies are expressed in thousands.

Note 2: No shares since it belongs to limited company.

Note 3: On June 26, 2009, UMO has filed for liquidation through a decision at its shareholders' meeting. The Company had ceased to recognize investment income of UMO thereafter.

Note 4: On July 3, 2006, PACIFIC VENTURE CAPITAL CO., LTD. began the liquidation process. The Company had ceased to recognize investment income of PACIFIC VENTURE CAPITAL CO., LTD. thereafter.

Note 5: No shares since it belongs to partnership fund organization.

Note 6: The Company stops to recognize investment losses of AMIC with its proportionate share after the carrying value of the investment was down to zero.

ATTACHMENT 9 (Names, locations and related information of investee companys as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

FORTUNE VENTURE CAPITAL CORP.

Investee company	Address	Main businesses and products	Initial Investment (Note 1)		Investment as of September 30, 2009			Net income (loss) of investee company	Investment income (loss) recognized	Note
			Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value			
UNITRUTH INVESTMENT CORP.	Taipei City, Taiwan	Investment holding	\$800,000	\$800,000	119,060	100.00	\$1,413,267	\$5,891	\$5,891	
AEVOE INTERNATIONAL LTD.	Samoa	Design of VOIP Telephone	USD 2,213	USD 2,213	4,155	43.92	37,892	27,731	12,130	
WALTOP INTERNATIONAL CORP.	Hsinchu City, Taiwan	Tablet PC module, Pen LCD Monitor/module	90,000	90,000	6,840	25.45	131,902	13,923	3,615	
ANOTO TAIWAN CORP.	Taoyuan County, Taiwan	Tablet transmission systems and chip-set	39,200	39,200	1,568	24.12	7,786	(18,071)	(7,579)	
CRYSTAL MEDIA INC.	Hsinchu City, Taiwan	Design of VOIP network phones	50,629	50,629	4,493	23.85	29,369	(3,511)	(843)	
ALLIANCE OPTOTEK CORP.	Hsinchu County, Taiwan	Design and manufacturing of LED	74,235	74,235	5,789	20.15	35,426	(35,476)	(7,147)	
HIGH POWER LIGHTING CORP.	Taipei County, Taiwan	High brightness LED package and Lighting module R&D and manufacture	54,300	54,300	4,525	16.95	32,777	(24,020)	(4,071)	
MOBILE DEVICES INC.	Hsinchu County, Taiwan	PHS & GSM/PHS dual mode B/B Chip	104,386	89,414	5,309	16.20	37,735	(108,342)	(17,969)	
AMIC TECHNOLOGY CORP.	Hsinchu Science Park, Taiwan	IC design, production and sales	214,745	214,745	7,410	14.69	25,532	(106,803)	(16,531)	
XGI TECHNOLOGY INC.	Hsinchu City, Taiwan	Cartography chip design and production	278,127	278,383	2,162	9.46	17,970	(31,917)	(1,504)	
NEXPOWER TECHNOLOGY CORP.	Taichung County, Taiwan	Sales and manufacturing of solar power batteries	378,000	81,000	12,600	4.19	355,756	(577,127)	(21,627)	

Note 1: Initial investment amounts denominated in foreign currencies are expressed in thousands.

ATTACHMENT 9 (Names, locations and related information of investee companies as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

TLC CAPITAL CO., LTD.

Investee company	Address	Main businesses and products	Initial Investment (Note 1)		Investment as of September 30, 2009			Net income (loss) of investee company	Investment income (loss) recognized	Note
			Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value			
SOARING CAPITAL CORP.	Samoa	Investment holding	USD 900	USD 900	900	100.00	\$24,794	\$(1,660)	\$(1,660)	
YUNG LI INVESTMENTS, INC.	Taipei City, Taiwan	Investment holding	280,000	280,000	0.28	45.16	245,944	(11,256)	(4,013)	
CTC CAPITAL PARTNERS I, L.P.	Cayman Islands	Investment holding	USD 4,500	USD 4,500	-	31.40	144,747	(518)	(163)	Note 2
WALTOP INTERNATIONAL CORP.	Hsinchu City, Taiwan	Tablet PC module, Pen LCD Monitor/module	44,280	-	3,078	11.45	44,262	13,923	191	
NEXPOWER TECHNOLOGY CORP.	Taichung County, Taiwan	Sales and manufacturing of solar power batteries	378,019	162,000	12,601	4.19	358,049	(577,127)	(19,270)	

Note 1: Initial investment amounts denominated in foreign currencies are expressed in thousands.

Note 2: No shares since it belongs to partnership fund organization.

UNITRUTH INVESTMENT CORP.

Investee company	Address	Main businesses and products	Initial Investment		Investment as of September 30, 2009			Net income (loss) of investee company	Investment income (loss) recognized	Note
			Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value			
WALTOP INTERNATIONAL CORP.	Hsinchu City, Taiwan	Tablet PC module, Pen LCD Monitor/module	\$34,920	\$30,000	2,622	9.75	\$48,885	\$13,923	\$1,226	
XGI TECHNOLOGY INC.	Hsinchu City, Taiwan	Cartography chip design and production	43,516	43,767	2,116	9.26	18,261	(31,917)	(2,976)	
CRYSTAL MEDIA INC.	Hsinchu City, Taiwan	Design of VOIP network phones	16,493	16,493	1,587	8.42	10,373	(3,511)	(298)	
ALLIANCE OPTOTEK CORP.	Hsinchu County, Taiwan	Design and manufacturing of LED	27,573	27,573	2,150	7.48	13,158	(35,476)	(2,654)	
HIGH POWER LIGHTING CORP.	Taipei County, Taiwan	High brightness LED package and Lighting module R&D and manufacture	17,700	17,700	1,425	5.34	9,914	(24,020)	(1,282)	
MOBILE DEVICES INC.	Hsinchu County, Taiwan	PHS & GSM/PHS dual mode B/B Chip	24,177	20,463	1,317	4.02	8,460	(108,342)	(4,458)	
NEXPOWER TECHNOLOGY CORP.	Taichung County, Taiwan	Sales and manufacturing of solar power batteries	201,000	27,000	6,700	2.23	190,193	(577,127)	(10,517)	

ATTACHMENT 9 (Names, locations and related information of investee companys as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

SOARING CAPITAL CORP.

Investee company	Address	Main businesses and products	Initial Investment (Note 1)		Investment as of September 30, 2009							
			Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value (thousand)	Net income (loss) of investee company	Investment income (loss) recognized	Note		
UNTRUTH ADVISOR (SHANGHAI) CO., LTD.	China	Investment Holding and advisory	USD 800	USD 800	-	100.00	USD 675	USD (46)	USD (46)	Note 2		

Note 1: Initial investment amounts denominated in foreign currencies are expressed in thousands.

Note 2: No shares since it belongs to limited company.

UMC CAPITAL CORP.

Investee company	Address	Main businesses and products	Initial Investment (Note 1)		Investment as of September 30, 2009							
			Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value (thousand)	Net income (loss) of investee company	Investment income (loss) recognized	Note		
UMC CAPITAL (USA)	Sunnyvale, California, USA	Investment holding	USD 200	USD 200	200	100.00	USD 398	USD 13	USD 13			
ECP VITA LTD.	British Virgin Islands	Insurance	USD 1,000	USD 1,000	1,000	100.00	USD 3,659	USD 613	USD 613			
ACHIEVE MADE INTERNATIONAL LTD.	British Virgin Islands	Internet Content Provider	USD 3,750	USD 1,750	1,308	48.54	USD 2,000	USD (344)	USD (166)			
UC FUND II	Cayman Islands	Investment holding	USD 2,850	USD 2,850	5,000	35.45	USD 3,657	USD (513)	USD (182)			
TRANSLINK CAPITAL PARTNERS I L.P.	Cayman Islands	Investment holding	USD 2,950	USD 2,600	-	10.77	USD 1,870	USD (1,334)	USD (308)	Note 2		

Note 1: Initial investment amounts denominated in foreign currencies are expressed in thousands.

Note 2: No shares since it belongs to partnership fund organization.

UMC NEW BUSINESS INVESTMENT CORP.

Investee company	Address	Main businesses and products	Initial Investment		Investment as of September 30, 2009							
			Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value	Net income (loss) of investee company	Investment income (loss) recognized	Note		
POWER LIGHT TECH CO., LTD.	Hsinchu County, Taiwan	Micro electro mechanical systems assembly	\$191,772	\$-	15,342	42.62	\$168,775	\$(76,539)	\$(3,487)			

ATTACHMENT 10 (Investment in Mainland China as of September 30, 2009)
(Amount in thousand; Currency denomination in NTD unless otherwise specified)

UNITED MICROELECTRONICS CORPORATION

Investee company	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment (Note 2)	Accumulated Outflow of Investment from Taiwan as of January 1, 2009	Investment Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2009	Percentage of Ownership	Investment income (loss) recognized (Note 3)	Carrying Value as of September 30, 2009	Accumulated Inward Remittance of Earnings as of September 30, 2009
					Outflow	Inflow					
UNIMICRON TECHNOLOGY (SUZHOU) CORP.	PCB production	\$2,674,139 (RMB 587,852)	(ii)	\$641,800 (USD 20,000)	\$-	\$-	\$641,800 (USD 20,000)	25.25%	\$(13,516) (i)	\$559,618 (USD 17,439)	\$-
JIAOYUE SOFTWARE (SHANGHAI) CO., LTD.	Development & design of computer software	\$48,135 (USD 1,500)	(ii)	-	\$32,090 (USD 1,000)	-	\$32,090 (USD 1,000)	(Note5)	-	\$32,090 (USD 1,000)	-
TOUCH EQUIPMENT LEASING (SHANGHAI) CO., LTD. (Note4)	Development & technical design of multimedia	\$128,360 (USD 4,000)	(ii)	-	\$128,360 (USD 4,000) (Note5)	-	\$128,360 (USD 4,000)	(Note5)	-	\$128,360 (USD 4,000)	-
CHU DONG MULTIMEDIA SOFTWARE (SHANGHAI) CO., LTD.	Development & design of computer software	(Note6)	(ii)	-	(Note6)	-	-	-	-	-	-
RE BO CULTURE BROADCASTING LTD.(BEIJING)	TV program producing · Advertisement · Added value service	\$320,900 (USD 10,000)	(ii)	-	\$1,957 (USD 61)	-	\$1,957 (USD 61)	(Note7)	-	\$1,957 (USD 61)	-
U-YOU INFORMATION TECHNOLOGY (SHANGHAI) CO., LTD.	Commercial consult of TV shopping · Business market plans and business management consult, etc.	\$160,450 (USD 5,000)	(ii)	-	(Note8)	-	-	-	-	-	-
KU6 (BEIJING) TECHNOLOGY CO., LTD.	Computer software and Computer system integrate, and data processing, etc.	\$311,273 (USD 9,700)	(ii)	-	\$11,456 (USD 357)	-	\$11,456 (USD 357)	(Note9)	-	\$11,456 (USD 357)	-
UNITRUTH ADVISOR (SHANGHAI) CO., LTD.	Investment Holding and advisory	\$25,672 (USD 800)	(i)	\$25,672 (USD 800)	-	-	\$25,672 (USD 800)	100.00%	\$(1,476) (USD (46)) (ii)	\$21,661 (USD 675)	-
MYMYTI NETWORK TECHNOLOGY CO., LTD.	Computer system services · Commercial consult, etc.	\$25,543 (RMB 5,615)	(ii)	-	\$15,114 (USD 471)	-	\$15,114 (USD 471)	(Note10)	-	\$15,114 (USD 471)	-
SHANGHAI NEW KNOWLEDGE TRADING LTD.	Online Education Advisory services, etc.	(Note 11)	(ii)	-	(Note 11)	-	-	-	-	-	-

Accumulated Investment in Mainland China as of September 30, 2009	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
\$856,450 (USD26,689)	\$906,735 (USD28,256)	\$122,618,199

ATTACHMENT 10 (Investment in Mainland China as of September 30, 2009)

(Amount in thousand; Currency denomination in NTD unless otherwise specified)

Note 1: Initial investment amounts denominated in foreign currencies are expressed in thousands and translated into New Taiwan Dollars using the spot rates at the financial report date.

Note 2: The methods for engaging in investment in Mainland China include the following:

- (i) Investment in Mainland China companies through a company invested and established in a third region.
- (ii) Investment in Mainland China companies through an existing company established in a third region.

Note 3: The investment income (loss) were determined based on the following basis:

- (i) The financial report was audited and certified by an international accounting firm in cooperation with an R.O.C. accounting firm.
- (ii) Others.

Note 4: TOUCH TECHNOLOGY DEVELOPMENT (SHANGHAI) CO., LTD. changed its name to TOUCH EQUIPMENT LEASING (SHANGHAI) CO., LTD., and it was approved by the competent authority.

Note 5: TLC Capital Co., Ltd.(TLC) indirectly invests in Mainland China via investing in CAPTIVATED ADVERTISING TV COMPANY LIMITED(CAPTIVATED) by its investee company, TOUCH MEDIA INTERNATIONAL HOLDINGS(TOUCH MEDIA).

Due to TLC only holds preferred shares on TOUCH MEDIA, TLC does not have significant influence for the investments that CAPTIVATED made in Mainland China.

TOUCH EQUIPMENT LEASING (SHANGHAI) CO., LTD. has been made in the Investment Commission, MOEA and approved US\$5,125 thousand. As of September 30, 2009, US\$1,125 thousand of investment has not yet been remitted.

Note 6: CHU DONG MULTIMEDIA SOFTWARE (SHANGHAI) CO., LTD. has been made in the Investment Commission, MOEA and approved US\$375 thousand. As of September 30, 2009, it has not yet been established, and the amount of investment has not yet been remitted.

Note 7: TLC Capital Co., Ltd. (TLC) indirectly invests in Mainland China via investing in Zebra Media Inc. (Cayman) (Zebra) by its investee company, CTC Capital Partners I, L.P. (Cayman) (CTC).

Due to TLC indirectly invests in RE BO CULTURE BROADCASTING LTD.(BEIJING)(RE BO), TLC does not have significant influence on RE BO.

Note 8: U-YOU INFORMATION TECHNOLOGY (SHANGHAI) CO., LTD. has been made in the Investment Commission, MOEA and approved US\$58 thousand. As of September 30, 2009, it has been made only a business license, but the amount of investment has not yet been remitted.

Note 9: TLC Capital Co., Ltd. (TLC) indirectly invests in Mainland China via holding preferred shares issued by KU6 HOLDING LTD. (Cayman)(KU6). Due to TLC only holds preferred shares on KU6, TLC does not have significant influence for the investments of KU6 made in KU6 (BEIJING) TECHNOLOGY CO., LTD..

Note 10: TLC Capital Co., Ltd. (TLC) indirectly invests in MYMYTI NETWORK TECHNOLOGY CO., LTD. (MYMYTI) via investing in CTC Capital Partners I, L.P. (Cayman) (CTC).

Due to TLC indirectly invests in MYMYTI, TLC does not have significant influence on MYMYTI.

Note 11: SHANGHAI NEW KNOWLEDGE TRADING LTD. has been made in the Investment Commission, MOEA and approved US\$9 thousand. As of September 30, 2009, it has not yet been established, and the amount of investment has not yet been remitted.