Yulon Motor Company Ltd. and Subsidiaries

Consolidated Financial Statements for the Years Ended December 31, 2014 and 2013 and Independent Auditors' Report

DECLARATION OF CONSOLIDATION OF FINANCIAL STATEMENTS OF AFFILIATES

The companies required to be included in the consolidated financial statements of affiliates in accordance with the "Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises" for the year ended December 31, 2014 are all the same as the companies required to be included in the consolidated financial statements of parent and subsidiary companies as provided in International Accounting Standard 27 "Consolidated and Separate Financial Statements." Relevant information that should be disclosed in the consolidated financial statements of affiliates has all been disclosed in the consolidated financial statements of parent and subsidiary companies. Hence, we have not prepared a separate set of consolidated financial statements of affiliates.

Very truly yours,

YULON MOTOR COMPANY LTD.

By:

KAI-TAI YEN
Chairman

March 23, 2015

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Yulon Motor Company Ltd.

We have audited the accompanying consolidated balance sheets of Yulon Motor Company Ltd. (the "Company") and its subsidiaries (collectively referred to as the "Group") as of December 31, 2014 and 2013, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the years ended December 31, 2014 and 2013. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with the Rules Governing the Audit of Financial Statements by Certified Public Accountants and auditing standards generally accepted in the Republic of China. Those rules and standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Yulon Motor Company Ltd. and its subsidiaries as of December 31, 2014 and 2013, and their consolidated financial performance and their consolidated cash flows for the years ended December 31, 2014 and 2013, in conformity with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed by the Financial Supervisory Commission of the Republic of China.

We have also audited the financial statements of the parent company, Yulon Motor Company Ltd., as of and for the years ended December 31, 2014 and 2013 on which we have issued an unqualified report.

Deloitte & Touche

March 23, 2015

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance 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 audit such consolidated financial statements are those generally applied in the Republic of China.

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

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars)

	2014		2013	
ASSETS	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	$ 19,346,561	10	$ 12,768,615	7
Financial assets at fair value through profit or loss - current (Notes 4 and 7)	2,241,923	1	2,600,191	2
Available-for-sale financial assets - current (Notes 4 and 8)	322,674	-	606,346	-
Derivative financial assets for hedging - current (Notes 4 and 10)	-	-	41	-
Financial assets measured at cost - current (Notes 4 and 11)	45,689	-	7,562	-
Debt investments with no active market - current (Notes 4, 12 and 34)	1,775,928	1	2,570,526	2
Notes receivable (Notes 4, 13 and 33)	18,817,203	9	15,972,591	9
Notes receivable from related parties (Notes 4, 13 and 33)	61,201	-	33,989	-
Trade receivables (Notes 4, 13 and 33)	37,955,957	19	30,594,146	17
Finance lease receivables (Notes 4 and 14)	6,857,460	4	3,758,292	2
Trade receivables from related parties (Notes 13 and 33)	2,319,615	1	2,149,470	1
Other receivables (Note 33)	2,627,063	1	2,837,879	2
Inventories (Notes 4 and 15)	10,527,066	5	10,901,254	6
Other current assets (Notes 16 and 20)	5,907,448	3	4,279,057	3
Total current assets	108,805,788	54	89,079,959	51
NON-CURRENT ASSETS				
Available-for-sale financial assets - non-current, net of current portion (Notes 4 and 8)	745,295	-	753,449	-
Held-to-maturity financial assets - non-current (Notes 4 and 9)	18,019	-	18,482	-
Financial assets measured at cost - non-current, net of current portion (Notes 4 and 11)	465,421	-	846,758	1
Debt investment with no active market - non-current, net of current portion (Notes 4, 12 and 34)	82,972	-	20,186	-
Investments accounted for using equity method (Notes 4 and 16)	35,059,764	17	34,134,340	19
Property, plant and equipment (Notes 4, 17 and 34)	34,730,129	17	35,154,316	20
Investment properties (Notes 4 and 18)	10,224,499	5	9,725,906	6
Goodwill (Note 4)	882	-	882	-
Vehicle model development cost (Note 19)	7,016,887	4	3,054,592	2
Other intangible assets (Note 19)	377,193	-	352,964	-
Deferred tax assets (Notes 4 and 28)	1,036,404	1	1,077,928	1
Long-term finance lease receivables (Notes 4 and 14)	1,877,583	1	744,138	-
Guarantee deposits	487,222	-	403,022	-
Long-term prepayments for lease (Note 20)	692,223	-	464,183	-
Other non-current assets (Note 35)	1,222,406	1	183,061	-
Total non-current assets	94,036,899	46	86,934,207	49
TOTAL	$ 202,842,687	100	$ 176,014,166	100
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Short-term borrowings (Note 21)	$ 30,805,794	15	$ 24,043,327	14
Short-term bills payable (Note 21)	41,633,602	20	32,951,348	19
Financial liabilities at fair value through profit or loss - current (Notes 4 and 7)	-	-	3,753	-
Derivative financial liabilities for hedging - current (Notes 4 and 10)	1,200	-	114	-
Notes payables	400,247	-	631,510	-
Notes payable to related parties (Note 33)	22,568	-	11,578	-
Trade payables	5,587,507	3	4,374,076	2
Trade payables to related parties (Note 33)	4,152,711	2	4,882,825	3
Other payables (Notes 19, 23 and 33)	12,974,613	6	9,807,059	6
Current tax liabilities (Notes 4 and 28)	512,253	-	588,636	-
Provisions - current (Notes 4 and 24)	427,386	-	396,182	-
Current portion of long-term borrowings (Note 21)	1,234,903	1	80,917	-
Current portion of bonds payable (Notes 4 and 22)	3,710,737	2	3,454,400	2
Other current liabilities (Note 23)	11,225,061	6	8,636,587	5
Total current liabilities	112,688,582	55	89,862,312	51
NON-CURRENT LIABILITIES				
Long-term borrowings (Note 21)	768,675	-	1,281,754	1
Provisions - non-current (Notes 4 and 24)	720,147	-	906,056	1
Deferred tax liabilities (Notes 4 and 28)	3,471,673	2	3,408,152	2
Long-term trade payables to related parties (Notes 19, 23 and 33)	1,940,215	1	550,536	-
Deferred revenue - non-current (Note 23)	86,741	-	98,707	-
Accrued pension liabilities (Notes 4 and 25)	2,169,885	1	2,065,064	1
Other non-current liabilities (Note 23)	848,049	1	462,433	-
Total non-current liabilities	10,005,385	5	8,772,702	5
Total liabilities	122,693,967	60	98,635,014	56
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 26)				
Share capital				
Ordinary shares	15,729,199	8	15,729,199	9
Capital surplus	6,561,260	3	6,497,817	3
Retained earnings				
Legal reserve	7,159,575	3	6,922,457	4
Special reserve	34,373,565	17	31,227,565	18
Unappropriated earnings	3,446,670	2	6,072,762	3
Total retained earnings	44,979,810	22	44,222,784	25
Other equity				
Exchange differences on translating foreign operations	1,721,402	1	385,612	-
Unrealized gain on available-for-sale financial assets	1,386,228	1	1,253,734	1
Cash flow hedges	(574)	-	(36)	-
Total other equity	3,107,056	2	1,639,310	1
Treasury shares	(376,304)	-	(376,304)	-
Total equity attributable to owners of the Company	70,001,021	35	67,712,806	38
NON-CONTROLLING INTERESTS (Note 26)	10,147,699	5	9,666,346	6
Total equity	80,148,720	40	77,379,152	44
TOTAL	$ 202,842,687	100	$ 176,014,166	100

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

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2014		2013	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 4, 23, 27 and 33)				
Sales	$ 103,876,276	86	$ 78,132,307	84
Rental revenue	7,459,189	6	7,313,983	8
Service revenue	2,649,670	2	2,134,719	2
Other operating revenue	6,625,381	6	5,232,905	6
Total operating revenue	120,610,516	100	92,813,914	100
OPERATING COSTS (Notes 4, 15, 17, 19, 25, 27 and 33)				
Cost of goods sold	91,955,662	76	69,032,346	75
Rental cost	6,032,091	5	5,852,794	6
Service cost	1,618,501	2	1,155,543	1
Other operating cost	3,652,284	3	2,443,534	3
Total operating costs	103,258,538	86	78,484,217	85
GROSS PROFIT	17,351,978	14	14,329,697	15
REALIZED (UNREALIZED) GAIN ON TRANSACTIONS WITH ASSOCIATES AND JOINT VENTURES	744	-	1,637	-
REALIZED GROSS PROFIT	17,352,722	14	14,331,334	15
OPERATING EXPENSES (Notes 25, 27 and 33)				
Selling and marketing expenses	8,710,388	7	7,178,441	8
General and administrative expenses	7,879,850	7	7,171,654	8
Research and development expenses	354,114	-	355,205	-
Total operating expenses	16,944,352	14	14,705,300	16
PROFIT (LOSS)FROM OPERATIONS	408,370	-	(373,966)	(1)
NON-OPERATING INCOME				
Other income (Notes 27 and 33)	649,201	-	619,680	1
Other gains and losses (Note 27)	(389,502)	-	14,580	-
Finance costs (Note 27)	(392,092)	-	(406,960)	-
Share of profit of associates and joint ventures (Notes 4 and 16)	3,079,895	3	3,179,758	3
Interest income (Note 27)	254,928	-	274,202	-
Total non-operating income	3,202,430	3	3,681,260	4

(Continued)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2014		2013	
	Amount	%	Amount	%
PROFIT BEFORE INCOME TAX	$ 3,610,800	3	$ 3,307,294	3
INCOME TAX EXPENSE (Notes 4 and 28)	801,394	-	1,016,226	1
NET PROFIT FOR THE YEAR	2,809,406	3	2,291,068	2
OTHER COMPREHENSIVE INCOME				
Exchange differences on translating foreign operations (Note 26)	754,481	-	528,375	1
Unrealized gain (loss) on available-for-sale financial assets (Note 26)	(24,878)	-	169,069	-
Cash flow hedges (Notes 10 and 26)	(1,125)	-	(595)	-
Actuarial loss arising from defined benefit plans	(111,731)	-	(66,803)	-
Share of other comprehensive income of associates and joint ventures (Note 26)	913,351	1	1,200,099	1
Other comprehensive income for the year, net of income tax	1,530,098	1	1,830,145	2
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	$ 4,339,504	4	$ 4,121,213	4
NET PROFIT ATTRIBUTABLE TO:				
Owner of the Company	$ 2,210,346	2	$ 2,371,183	2
Non-controlling interests	599,060	-	(80,115)	-
	$ 2,809,406	2	$ 2,291,068	2
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owner of the Company	$ 3,565,907	3	$ 4,001,033	4
Non-controlling interests	773,597	1	120,180	-
	$ 4,339,504	4	$ 4,121,213	4
EARNINGS PER SHARE (New Taiwan dollars; Note 30)				
Basic	$1.51		$1.62	
Diluted	$1.51		$1.62	

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

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company											
			Retained Earnings			Other Equity						
	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unattributed Earnings	Exchange Differences on Translating Foreign Operations	Unrealized Gain (Loss) on Available-for-sale Financial Assets	Cash Flow Hedges	Treasury Shares	Total	Non-controlling Interests	Total Equity
BALANCE, JANUARY 1, 2013	$ 15,729,199	$ 6,477,268	$ 6,626,935	$ 21,016,268	$ 15,701,499	$ (819,419)	$ 811,308	$ 279	$ (376,304)	$ 65,167,033	$ 8,248,129	$ 73,415,162
Special reserve under Rule No. 1010012865 issued by the FSC	-	-	-	8,911,297	(8,911,297)	-	-	-	-	-	-	-
Appropriation of the 2012 earnings												
Legal reserve	-	-	295,522	-	(295,522)	-	-	-	-	-	-	-
Special reserve	-	-	-	1,300,000	(1,300,000)	-	-	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	(1,258,336)	-	-	-	-	(1,258,336)	-	(1,258,336)
Cash dividends distributed by the subsidiaries	-	-	-	-	-	-	-	-	-	-	(490,251)	(490,251)
Change in equity from investments in associates and joint ventures accounted for by using equity method	-	14,878	-	-	-	-	-	-	-	14,878	(7,536)	7,342
Difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	-	5,671	-	-	(217,473)	-	-	-	-	(211,802)	211,802	-
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	1,584,022	1,584,022
Net profit for the year ended December 31, 2013	-	-	-	-	2,371,183	-	-	-	-	2,371,183	(80,115)	2,291,068
Other comprehensive income for the year ended December 31, 2013, net of income tax	-	-	-	-	(17,292)	1,205,031	442,426	(315)	-	1,629,850	200,295	1,830,145
Total comprehensive income for the year ended December 31, 2013	-	-	-	-	2,353,891	1,205,031	442,426	(315)	-	4,001,033	120,180	4,121,213
BALANCE, DECEMBER 31, 2013	15,729,199	6,497,817	6,922,457	31,227,565	6,072,762	385,612	1,253,734	(36)	(376,304)	67,712,806	9,666,346	77,379,152
Appropriation of the 2013 earnings												
Legal reserve	-	-	237,118	-	(237,118)	-	-	-	-	-	-	-
Special reserve	-	-	-	3,146,000	(3,146,000)	-	-	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	(1,101,044)	-	-	-	-	(1,101,044)	-	(1,101,044)
Cash dividends distributed by the subsidiaries	-	-	-	-	-	-	-	-	-	-	(939,581)	(939,581)
Changes in equity from investments in associates and joint ventures accounted for using equity method	-	(353)	-	-	(652)	-	-	-	-	(1,005)	580	(425)
Difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	-	63,796	-	-	(239,439)	-	-	-	-	(175,643)	175,643	-
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	471,114	471,114
Net profit for the year ended December 31, 2014	-	-	-	-	2,210,346	-	-	-	-	2,210,346	599,060	2,809,406
Other comprehensive income for the year ended December 31, 2014, net of income tax	-	-	-	-	(112,185)	1,335,790	132,494	(538)	-	1,355,561	174,537	1,530,098
Total comprehensive income (loss) for the year ended December 31, 2014	-	-	-	-	2,098,161	1,335,790	132,494	(538)	-	3,565,907	773,597	4,339,504
BALANCE, DECEMBER 31, 2014	$ 15,729,199	$ 6,561,260	$ 7,159,575	$ 34,373,565	$ 3,446,670	$ 1,721,402	$ 1,386,228	$ (574)	$ (376,304)	$ 70,001,021	$ 10,147,699	$ 80,148,720

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

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 3,610,800	$ 3,307,294
Adjustments for:		
Depreciation expenses	6,468,667	6,258,643
Interest income	(4,583,610)	(3,807,787)
Share of profit of associates and joint ventures	(3,100,167)	(3,207,140)
Impairment loss recognized on non-financial assets	1,973,811	1,002,381
Net loss on foreign currency exchange	(1,364,055)	(1,196,014)
Finance costs	1,144,821	1,025,719
Impairment loss recognized on trade receivables	989,953	662,077
Recognition of provisions	555,583	516,271
Amortization expenses	376,196	366,353
Gain on disposal of property, plant and equipment	(291,927)	(253,457)
Gain on disposal of financial assets	(117,400)	(91,961)
Impairment loss recognized on financial assets	112,546	287,224
Dividend income	(57,849)	(81,075)
Net gain on fair value change of financial assets designated as at fair value through profit or loss and retirement	(32,748)	(256,182)
(Realized) unrealized gain on the transactions with associates and joint ventures	(7,760)	(22,629)
Changes in operating assets and liabilities		
Financial assets held for trading	251,481	341,885
Notes receivable	(2,926,459)	(1,781,945)
Trade receivables	(8,475,625)	(5,940,366)
Other receivables	(433,483)	(643,983)
Decrease in inventories	(22,112)	(1,591,711)
Prepayments	(1,640,687)	(2,203,528)
Other current assets	(275,433)	418,515
Finance lease receivables	(4,739,539)	(2,274,560)
Other operating assets	(7,745)	142,356
Notes payable	(209,371)	21,779
Trade payables	854,383	4,607,799
Other payables	211,864	4,324,699
Provisions	(704,934)	(335,535)
Other current liabilities	1,799,539	577,205
Accrued pension liabilities	104,821	22,859
Deferred revenue	23,618	(71,336)
Other operating liabilities	56,627	(69,233)
Cash (used in) generated from operations	(10,456,194)	54,617
Interest received	4,626,705	3,842,535
Interest paid	(1,090,752)	(1,007,583)
Income tax paid	(792,729)	(969,722)
Net cash (used in) generated from operating activities	(7,712,970)	1,919,847

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YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars)

	2014	2013
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	$ (10,424,558)	$ (10,897,342)
Proceeds on sale of financial assets at fair value through profit or loss	5,199,933	4,979,525
Purchase of financial assets at fair value through profit or loss	(5,041,724)	(5,292,193)
Proceeds from disposal of property, plant and equipment	4,110,535	3,526,817
Dividends received	3,385,822	2,471,265
Increase in other noncurrent assets	(1,057,100)	-
Proceeds on sale of available-for-sale financial assets	756,203	1,163,135
Proceeds from disposal of debt investments with no active market	729,486	-
Purchase of available-for-sale financial assets	(363,843)	(1,491,633)
Payments for intangible assets	(265,049)	(277,188)
Increase in prepaid lease payments	(261,944)	(342,072)
Proceeds on sale of financial assets measured at cost	162,612	60,145
Proceeds from the capital reduction of investments measured at cost	138,070	-
Acquisition of associates investment accounted for using equity method	(121,244)	(14,730)
Increase in refundable deposits	(102,309)	(493,849)
Proceeds from the capital reduction of investments	80,640	163,231
Acquisition of financial assets measured at cost	(54,943)	-
Net cash inflow on disposal of investment accounted for using equity method	7,203	112,000
Amount representing loss of control over a joint venture accounted for by proportionate consolidation	-	(4,066,702)
Purchase of debt investments with no active market	-	(1,143,743)
Increase in other financial assets	-	(19,146)
Proceeds on sale of held-to-maturity financial assets	-	13,220
Purchase of held-to-maturity financial assets	-	(10,000)
Net cash used in investing activities	(3,122,210)	(11,559,260)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term bills payable	10,610,787	8,867,189
Proceeds from short-term borrowings	9,529,513	5,720,164
Proceeds from issue of bonds payable	3,000,000	-
Repayment of short-term borrowings	(2,142,856)	(3,984,376)
Dividends paid	(2,040,625)	(1,736,939)
Repayment of bonds payable	(2,000,000)	-
Repayment of short-term bills payable	(1,882,954)	(3,203,813)
Proceeds from guarantee deposits received	1,381,047	1,274,147
Proceeds from long-term borrowings	1,376,515	258,023
Repayments of long-term borrowings	(733,126)	(1,451,604)
(Increase) decrease in non-controlling interests	(153,692)	663,831
Net cash generated from financing activities	16,944,609	6,406,622

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YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars)

	2014	2013
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	$ 468,517	$ 343,734
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	6,577,946	(2,889,057)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	12,768,615	15,657,672
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	$ 19,346,561	$ 12,768,615

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

1. GENERAL INFORMATION

Yulon Motor Company Ltd. (the "Company") was incorporated in September 1953. It manufactures and markets automobiles and parts.

The Company's shares have been listed on the Taiwan Stock Exchange since July 1976.

The consolidated financial statements are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the board of directors and authorized for issue on March 23, 2015.

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

a. The 2013 version of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC), and Interpretations of IAS (SIC) in issue but not yet effective

Rule No. 1030010325 issued by the Financial Supervisory Commission (FSC) on April 3, 2014, stipulated that the Company and its subsidiaries (collectively, the "Group") should apply the 2013 version of IFRS, IAS, IFRIC and SIC (collectively, the "IFRSs") endorsed by the FSC starting January 1, 2015.

The New IFRSs Included in the 2013 IFRSs Version Not Yet Endorsed by the FSC	Effective Date Announced by IASB (Note 1)
Improvements to IFRSs (2009) - amendment to IAS 39	January 1, 2009 and January 1, 2010, as appropriate
Amendment to IAS 39 "Embedded Derivatives"	Effective for annual periods ending on or after June 30, 2009
Improvements to IFRSs (2010)	July 1, 2010 and January 1, 2011, as appropriate
Annual Improvements to IFRSs 2009-2011 Cycle	January 1, 2013
Amendment to IFRS 1 "Limited Exemption from Comparative IFRS 7 Disclosures for First-time Adopters"	July 1, 2010
Amendment to IFRS 1 "Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters"	July 1, 2011
Amendment to IFRS 1 "Government Loans"	January 1, 2013
Amendment to IFRS 7 "Disclosure - Offsetting Financial Assets and Financial Liabilities"	January 1, 2013

(Continued)

The New IFRSs Included in the 2013 IFRSs Version Not Yet Endorsed by the FSC	Effective Date Announced by IASB (Note 1)
Amendment to IFRS 7 "Disclosure - Transfer of Financial Assets"	July 1, 2011
IFRS 10 "Consolidated Financial Statements"	January 1, 2013
IFRS 11 "Joint Arrangements"	January 1, 2013
IFRS 12 "Disclosure of Interests in Other Entities"	January 1, 2013
Amendments to IFRS 10, IFRS 11 and IFRS 12 "Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance"	January 1, 2013
Amendments to IFRS 10 and IFRS 12 and IAS 27 "Investment Entities"	January 1, 2014
IFRS 13 "Fair Value Measurement"	January 1, 2013
Amendment to IAS 1 "Presentation of Other Comprehensive Income"	July 1, 2012
Amendment to IAS 12 "Deferred Tax: Recovery of Underlying Assets"	January 1, 2012
IAS 19 (Revised 2011) "Employee Benefits"	January 1, 2013
IAS 27 (Revised 2011) "Separate Financial Statements"	January 1, 2013
IAS 28 (Revised 2011) "Investments in Associates and Joint Ventures"	January 1, 2013
Amendment to IAS 32 "Offsetting Financial Assets and Financial Liabilities"	January 1, 2014
IFRIC 20 "Stripping Costs in Production Phase of a Surface Mine"	January 1, 2013

(Concluded)

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

Except for the following, the future initial application of the above New IFRSs is not expected to have any material impact on the Group's accounting policies:

1) IFRS 10 "Consolidated Financial Statements"

   IFRS 10 replaces IAS 27 "Consolidated and Separate Financial Statements" and SIC 12 "Consolidation - Special Purpose Entities". The Group considers whether it has control over other entities for consolidation. The Group has control over an investee if and only if it has i) power over the investee; ii) exposure, or rights, to variable returns from its involvement with the investee and iii) the ability to use its power over the investee to affect the amount of its returns. Additional guidance has been included in IFRS 10 to explain when an investor has control over an investee.

2) IFRS 12 "Disclosure of Interests in Other Entities"

   IFRS 12 is a new disclosure standard and is applicable to entities that have interests in subsidiaries, joint arrangements, associates and/or unconsolidated structured entities. In general, the disclosure requirements in IFRS 12 are more extensive than in the current standards.

3) IFRS 13 "Fair Value Measurement"

   IFRS 13 establishes a single source of guidance for fair value measurements. It defines fair value, establishes a framework for measuring fair value, and requires disclosures about fair value measurements. The disclosure requirements in IFRS 13 are more extensive than those required in the current standards. For example, quantitative and qualitative disclosures based on the three-level fair value hierarchy currently required for financial instruments only will be extended by IFRS 13 to cover all assets and liabilities within its scope.

The fair value measurements under IFRS 13 will be applied prospectively from January 1, 2015.

4) Amendment to IAS 1 "Presentation of Items of Other Comprehensive Income"

The amendment to IAS 1 requires items of other comprehensive income to be grouped into those that (1) will not be reclassified subsequently to profit or loss; and (2) will be reclassified subsequently to profit or loss when specific conditions are met. Income taxes on related items of other comprehensive income are grouped on the same basis. Under current IAS 1, there were no such requirements.

The Group will apply the above amendments in presenting the consolidated statement of comprehensive income, starting from the year 2015. Items not expected to be reclassified to profit or loss are the actuarial gain (loss) arising from defined benefit plans and share of the actuarial gains (loss) arising from defined benefit plans of associates/joint ventures accounted for using the equity method. Items expected to be reclassified to profit or loss are the exchange differences on translating foreign operations, unrealized gains (loss) on available-for-sale financial assets, cash flow hedges, and share of the other comprehensive income (except the share of the actuarial gains (loss) arising from defined benefit plans) of associates and joint ventures accounted for using the equity method.

5) Revision to IAS 19 "Employee Benefits"

The interest cost and expected return on plan assets used in current IAS 19 are replaced with a "net interest" amount, which is calculated by applying the discount rate to the net defined benefit liability or asset. In addition, the revised IAS 19 introduces certain changes in the presentation of the defined benefit cost, and also includes more extensive disclosures.

Except for the above impacts, as of the date the consolidated financial statements were authorized for issue, the Group was continuingly to assess other possible impacts that the application of the 2013 IFRSs version will have on the Group's financial position and financial performance, and will disclose these other impacts when the assessment is completed.

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

The Group has not applied the following New IFRSs issued by the IASB but not yet endorsed by the FSC. As of the date the consolidated financial statements were authorized for issue, the FSC has not announced their effective dates.

The New IFRSs Not Included in the 2014 IFRSs Version	Effective Date Announced by IASB (Note 1)
Annual Improvements to IFRSs 2010-2012 Cycle	July 1, 2014 (Note 2)
Annual Improvements to IFRSs 2011-2013 Cycle	July 1, 2014
Annual Improvements to IFRSs 2012-2014 Cycle	January 1, 2016 (Note 4)
IFRS 9 "Financial Instruments"	January 1, 2018
Amendments to IFRS 9 and IFRS 7 "Mandatory Effective Date of IFRS 9 and Transition Disclosures"	January 1, 2018
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	January 1, 2016 (Note 3)
Amendment to IFRS 11 "Accounting for Acquisitions of Interests in Joint Operations"	January 1, 2016
IFRS 14 "Regulatory Deferral Accounts"	January 1, 2016
IFRS 15 "Revenue from Contracts with Customers"	January 1, 2017
Amendments to IAS 16 and IAS 38 "Clarification of Acceptable Methods of Depreciation and Amortization"	January 1, 2016

(Continued)

The New IFRSs Not Included in the 2014 IFRSs Version	Effective Date Announced by IASB (Note 1)
Amendments to IAS 16 and IAS 41 "Agriculture: Bearer Plants"	January 1, 2016
Amendment to IAS 19 "Defined Benefit Plans: Employee Contributions"	July 1, 2014
Amendment to IAS 27 "Equity Method in Separate Financial Statements"	January 1, 2016
Amendment to IAS 36 "Impairment of Assets: Recoverable Amount Disclosures for Non-financial Assets"	January 1, 2014
Amendment to IAS 39 "Novation of Derivatives and Continuation of Hedge Accounting"	January 1, 2014
IFRIC 21 "Levies"	January 1, 2014

(Concluded)

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

Note 2: The amendment to IFRS 2 applies to share-based payment transactions for which the grant date is on or after July 1, 2014; the amendment to IFRS 3 applies to business combinations for which the acquisition date is on or after July 1, 2014; the amendment to IFRS 13 is effective immediately; the remaining amendments are effective for annual periods beginning on or after July 1, 2014.

Note 3: Prospectively applicable to transactions occurring in annual periods beginning on or after January 1, 2016.

Note 4: The amendment to IFRS 5 is applied prospectively to changes in a method of disposal that occur in annual periods beginning on or after January 1, 2016; the remaining amendments are effective for annual periods beginning on or after January 1, 2016.

Except for the following, the future initial application of the above New IFRSs is not expected to have any material impact on the Group's accounting policies:

1) IFRS 9 "Financial Instruments"

Recognition and measurement of financial assets

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

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

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

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

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

The impairment of financial assets

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

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

Hedge accounting

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

2) Amendment to IAS 19: Amendment in 2013

The amended IAS 19 states that if contributions from employees or third parties are not linked to service, these contributions affect the remeasurement of the net defined benefit liability (asset). If the contributions are linked solely to service, the employees' service rendered in that period in which they are paid, these contributions may be recognized as a reduction of service cost in the same period. If the contributions depend on the number of years of service, an entity is required to attribute these contributions to service periods as a reduction of service cost.

3) Amendment to IAS 36 "Recoverable Amount Disclosures for Non-financial Assets"

In issuing IFRS 13 "Fair Value Measurement", the IASB made consequential amendment to the disclosure requirements in IAS 36 "Impairment of Assets", introducing a requirement to disclose in every reporting period the recoverable amount of an asset or each cash-generating unit. The amendment clarifies that such disclosure of recoverable amounts is required only when an impairment loss has been recognized or reversed during the period. Furthermore, the Group is required to disclose the discount rate used in measurements of the recoverable amount based on fair value less costs of disposal measured using a present value technique.

4) Annual Improvements to IFRSs: 2010-2012 Cycle

Several standards including IFRS 2 "Share-based Payment", IFRS 3 "Business Combinations" and IFRS 8 "Operating Segments" were amended in this annual improvement.

The amended IFRS 2 changes the definitions of "vesting condition" and "market condition" and adds definitions for "performance condition" and "service condition". The amendment clarifies that a performance target can be based on the operations (i.e. a non-market condition) of the Group or another entity in the same group or the market price of the equity instruments of the Group or another entity in the same group (i.e. a market condition); that a performance target can relate either to the performance of the Group as a whole or to some part of it (e.g. a division); and that the period for achieving a performance condition must not extend beyond the end of the related service period. In addition, a share market index target is not a performance condition because it not only reflects the performance of the Group, but also of other entities outside the Group.

IFRS 3 was amended to clarify that contingent consideration should be measured at fair value, irrespective of whether the contingent consideration is a financial instrument within the scope of IFRS 9 or IAS 39. Changes in fair value should be recognized in profit or loss.

The amended IFRS 8 requires an entity to disclose the judgments made by management in applying the aggregation criteria to operating segments, including a description of the operating segments aggregated and the economic indicators assessed in determining whether the operating segments have "similar economic characteristics". The amendment also clarifies that a reconciliation of the total of the reportable segments' assets to the entity's assets should only be provided if the segments' assets are regularly provided to the chief operating decision-maker.

IFRS 13 was amended to clarify that the issuance of IFRS 13 did not remove the ability to measure short-term receivables and payables with no stated interest rate at their invoice amounts without discounting, if the effect of not discounting is immaterial.

IAS 24 was amended to clarify that a management entity providing key management personnel services to the Group is a related party of the Group. Consequently, the Group is required to disclose as related party transactions the amounts incurred for the service paid or payable to the management entity for the provision of key management personnel services. However, disclosure of the components of such compensation is not required.

5) Amendments to IAS 16 and IAS 38 "Clarification of Acceptable Methods of Depreciation and Amortization"

The entity should use appropriate depreciation and amortization method to reflect the pattern in which the future economic benefits of the property, plant and equipment and intangible asset are expected to be consumed by the entity.

The amended IAS 16 "Property, Plant and Equipment" requires that a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate. The amended standard does not provide any exception from this requirement.

The amended IAS 38 "Intangible Assets" requires that there is a rebuttable presumption that an amortization method that is based on revenue that is generated by an activity that includes the use of an intangible asset is not appropriate. This presumption can be overcome only in the following limited circumstances:

a) In which the intangible asset is expressed as a measure of revenue (for example, the contract that specifies the entity's use of the intangible asset will expire upon achievement of a revenue threshold); or

b) When it can be demonstrated that revenue and the consumption of the economic benefits of the intangible asset are highly correlated.

An entity should apply the aforementioned amendments prospectively for annual periods beginning on or after the effective date.

6) IFRS 15 "Revenue from Contracts with Customers"

IFRS 15 establishes principles for recognizing revenue that apply to all contracts with customers, and will supersedes IAS 18 "Revenue", IAS 11 "Construction Contracts" and a number of revenue-related interpretations from January 1, 2017.

When applying IFRS 15, an entity shall recognize revenue by applying the following steps:

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

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

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

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

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

8) Annual Improvements to IFRSs: 2012-2014 Cycle

Several standards including IFRS 5 "Non-current assets held for sale and discontinued operations", IFRS 7, IAS 19 and IAS 34 were amended in this annual improvement.

IFRS 5 was amended to clarify that reclassification between non-current assets (or disposal group) "held for sale" and non-current assets "held for distribution to owners" does not constitute a change to a plan of sale or distribution. Therefore, previous accounting treatment is not reversed. The amendment also explains that assets that no longer meet the criteria for "held for distribution to owners" and do not meet the criteria for "held for sale" should be treated in the same way as assets that cease to be classified as held for sale.

The amendments to IFRS 7 provide additional guidance to clarify whether a servicing contract is continuing involvement in a transferred asset. In addition, the amendments clarify that the offsetting disclosures are not explicitly required for all interim periods; however, the disclosures may need to be included in condensed interim financial statements to comply with IAS 34 under specific conditions.

IAS 19 was amended to clarify that the depth of the market for high quality corporate bonds used to estimate discount rate for post-employment benefits should be assessed by the market of the corporate bonds denominated in the same currency as the benefits to be paid, i.e. assessed at currency level (instead of country or regional level).

IAS 34 was amended to clarify that other disclosure information required by IAS 34 should be included in interim financial statements. If the Group includes the information in other statements (such as management commentary or risk report) issued at the same time, it is not required to repeat the disclosure in the interim financial statements. However, it is required to include a cross-reference from the interim financial statements to that issued statements that is available to users on the same terms and at the same time as the interim financial statements.

Except for the above impacts, as of the date the consolidated financial statements were authorized for issue, the Group is continuingly assessing the possible impact that the application of the above New IFRSs will have on the Group's financial position and operating result, and will disclose the relevant impact when the assessment is complete.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed by the FSC. Disclosure information included in the consolidated financial statement is less than those required in a complete set of annual financial statements.

Basis of Preparation

The consolidated financial statements have been prepared on the historical cost basis, except for financial instruments that are measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for the assets.

Current and Non-current Assets and Liabilities

Current assets include:

a. Assets held primarily for the purpose of trading;

b. Assets expected to be realized within 12 months after the reporting period; and

c. Cash and cash equivalents unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

Current liabilities include:

a. Liabilities held primarily for the purpose of trading;

b. Liabilities due to be settled within twelve months after the reporting period, even if an agreement to refinance, or to reschedule payments, on a long-term basis is completed after the reporting period and before the consolidated financial statements are authorized for issue; and

c. Liabilities for which the Group does not have an unconditional right to defer settlement for at least twelve 12 after the reporting period. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other assets and liabilities are classified as non-current.

Since the lengths of the operating cycles of TAC Co., Ltd.; Sinshing Co., Ltd.; TAC Financing Leasing Co., Ltd.; Yu Yuen Co., Ltd.; Yu Sing Co., Ltd.; Yushin Co., Ltd. are more than one year, the classifications of balance sheet accounts depend on their operating cycles.

Basis of Consolidation

a. Principles for preparing consolidated financial statements

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries, including special purpose entities). Control signifies that the parent company has power to dominate an entity's financing and operating policies and gains profit from the entity's financing and operating activities.

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective date of acquisition up to the effective date of disposal, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

All intragroup transactions, balances, income and expenses are eliminated in full upon consolidation.

Attribution of total comprehensive income to noncontrolling interests

Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the noncontrolling interests even if this attribution results in the noncontrolling interests having a deficit balance.

Changes in the Group's ownership interests in existing subsidiaries

Changes in the Group's ownership interests in subsidiaries that do not result in the Group's losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the noncontrolling interests are adjusted to reflect the changes in their respective interests in the subsidiaries. Any difference between the amount by which the noncontrolling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

b. Subsidiaries included in consolidated financial statements

Entities included in the Group's consolidated financial statements were as follows:

Investor	Investee	Main Businesses	% of Ownership December 31 2014	% of Ownership December 31 2013	Remark
The Company	Taiwan Acceptance Corporation ("TAC Corporation")	Sale and lease of cars and parts	47.93	50.25	For the twelve months ended December 31, 2014, the issuance by TAC Corporation of common shares for the conversion of convertible resulted in the decrease in Group's percentages of ownership of the investee to 47.93%.
	Yu Sing Motor Co., Ltd. ("Yu Sing")	Sale, maintenance and repair of cars and parts	90.33	90.33	-
	Qinton Motor Co., Ltd. ("Qinton")	Sale and maintenance of cars and parts	100.00	100.00	-
	Yushin Motor Co., Ltd. ("Yushin")	Sale, maintenance and repair of cars and parts	80.00	80.00	-
	Yu Chang Motor Co., Ltd. ("Yu Chang")	Sale and maintenance of cars and parts	65.00	65.00	-
	Sin Chi Co., Ltd. ("Sin Chi")	General advertising planning services	100.00	100.00	-
	Yulon GM Motors Co., Ltd. ("Yulon GM")	Wholesale of cars and parts	100.00	100.00	-
	Yu Ching Business Co., Ltd. ("Yu Ching")	Import and export and sale of cars and parts	100.00	100.00	-
	Leader Investment Co., Ltd. ("Leader")	Investments	-	99.90	Yung Hong and Leader merged in the 4th quarter of 2014 with Yung Hong as survivor entity.
	Yung Hong Investment Co., Ltd. ("Yung Hong")	Investments	100.00	99.99	Yung Hong exercised redemption of treasury stocks in the 4th quarter of 2014.
	Yu Hong Investment Co., Ltd. ("Yu Hong")	Investments	-	86.11	Yung Hong and Yu Hong merged in the 4th quarter of 2014 with Yung Hong as survivor entity.
	Yu Pong Business Co., Ltd. ("Yu Pong")	Yulon basketball team management and related services	99.99	99.99	-
	Singan Co., Ltd. ("Singan")	Wholesale and retail of information software	35.62	35.62	The Group's percentages of ownership in the investee were 64.96% in the 4th quarter of 2014 and 45.18% in the 4th quarter of 2013.
	Tai Yuen Venture Capital Co., Ltd. ("Tai Yuen")	Investments	49.50	49.50	The Group's percentages of ownership in the investee were 49.52% in the two reporting periods.
	Chan Yun Technology Co., Ltd. ("Chan Yun")	Wholesale and retail of information software	43.85	43.85	-
	Yulon Overseas Investment Co., Ltd. ("Yulon Overseas")	Investments	100.00	100.00	-
	Y-Teks Co., Ltd. ("Y-Teks")	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	28.29	22.04	The Group's percentages of ownership in the investee were 40.29% in the 4th quarter of 2014 and 34.04% in the 4th quarter of 2013.
	Union & NKH Auto Parts Co., Ltd. ("Union & NKH")	Manufacturing and sale of springs for various motor vehicles and sale of nonmotorized vehicles	25.01	25.01	-
	Yueki Industrial Co., Ltd. ("Yueki")	Manufacturing and sale of car components	50.58	50.58	The Group owned 50.66% of Yueki in the two reporting periods.
	Yue Sheng Industrial Co., Ltd. ("Yue Sheng")	Car manufacture and furnishing; manufacture, installation and sale of car parts	50.98	50.98	-
	China Cast Iron Pipe Co., Ltd. ("China Cast Iron")	Metal casting and related business	77.66	77.66	-
	Car-plus Auto Leasing Corporation ("Car-plus Auto")	Car lease and trade	3.46	3.46	The Group owned 72.03% of Car-plus in the two reporting periods.
	Empower Co., Ltd. ("Empower")	Sale, maintenance and repair of cars and parts	20.00	20.00	The Group owned 47% of Empower in the two report periods.
	Luxgen Motor Co., Ltd. ("Luxgen")	Sale of cars and parts	100.00	80.00	Since Luxgen issued ordinary shares after reduction of capital to offset deficit. In the 4th quarter, the Group's ownership of Luxgen rose to 100%.
	Yulon TOBE Motor Co., Ltd. ("Yulon TOBE")	Sale of cars and parts	100.00	100.00	-
	Peidu TOBE Motor Co., Ltd. ("Peidu Tobe")	Sale of cars and parts	80.00	60.00	Since Peidu Tobe issued ordinary shares after reduction of capital to offset deficit. In the 4th quarter, the Group's ownership of Peidu Tobe rose to 80%.
	Yulon Energy Co., Ltd. ("Yulon Energy")	Wholesale and retail sale of batteries	100.00	100.00	-
	Sin Jang Enterprises ("Sin Jang")	Sale and brokerage of secondhand vehicles	20.01	20.01	The Group owned 80% of Sin Jang in the two reporting periods.
TAC Corporation	Shin Shin Credit Corporation ("SCC")	Installment-related financing services for car and truck purchases	100.00	100.00	-
	Car-plus Auto	Car lease and trade	68.57	68.57	The Group owned 72.03% of Car-plus in the two reporting periods.
	TAC Global Investment (Samoa) Co., Ltd. ("TAC Global")	Shareholding company	100.00	100.00	-
	Empower	Sale, maintenance and repair of cars and parts	27.00	27.00	The Group owned 47% of Empower in the two reporting periods.
	Sin Jang Co., Ltd. (Sin Jang)	Sales and brokerage of secondhand vehicles	40.00	40.00	The Group owned 80% of Sin Jang in the two reporting periods.

(Continued)

Investor	Investee	Main Businesses	% of Ownership December 31 2014	% of Ownership December 31 2013	Remark
Car-plus Auto	Diamond Leasing Service Corporation ("Diamond Leasing")	Car sale and lease	100.00	100.00	-
	Car-Plus Global Investment (Samoa) Co., Ltd. ("Car-Plus Samoa")	Shareholding company	100.00	100.00	-
	Sin Jang	Sales and brokerage of secondhand vehicles	19.99	19.99	The Group owned 80% of Sin Jang in the two reporting periods.
Diamond Leasing	H.K. Manpower Service Co., Ltd. ("H.K. Manpower")	Temporary labor services	100.00	100.00	-
Sin Jang	Sinjang International Investment (Samoa) Co., Ltd. ("Sinjang Samoa)	Holding company	60.00	-	Established in 1st quarter of 2014. The Group owned 100% of Sinjang (Samoa) as of December 31, 2014
Car-Plus Samoa	Car-Plus China Investment (Samoa) Co., Ltd. ("Car-Plus China")	Holding company	60.00	60.00	The Group wholly owned Car-Plus China in the two reporting periods.
	Car-Plus Shanghai Investment (Samoa) Co., Ltd. ("Car-Plus Shanghai")	Holding company	60.00	60.00	The Group wholly owned Car-Plus Shanghai in the two reporting periods.
TAC Global	Car-Plus China	Holding company	40.00	40.00	The Group wholly owned Car-Plus China in the two reporting periods.
	Car-Plus Shanghai	Holding company	40.00	40.00	The Group wholly owned Car-Plus Shanghai in the two reporting periods.
	Yu Rong International Investment (Samoa) Co., Ltd. ("Yu Rong International")	Holding company	100.00	100.00	-
	Sinjang Samoa	Holding company	40.00	-	Established in 1st quarter of 2014. The Group owned 100% of Sinjang (Samoa) as of December 31, 2014
Car-Plus China	CAR-PLUS (Suzhou) Auto Leasing Co., Ltd. (Car-Plus (Suzhou))	Lease of cars and related services	100.00	100.00	-
Car-Plus Shanghai	Car-Plus Leasing (Shanghai) Co., Ltd. ("Car-Plus Leasing (Shanghai)")	Car lease and trading	100.00	100.00	-
Yu Rong International	TAC Leasing (Suzhou) Co., Ltd. ("TAC Leasing (Suzhou)")	Financial lease of equipment	100.00	100.00	-
	TAC Financial Leasing Co., Ltd.	Financial lease of equipment	80.00	-	Established in 1st quarter of 2014. The Group wholly owned TAC Financial as of December 31, 2014
Yu Sing Company	Yu-Jan Co., Ltd. ("Yu-Jan")	Sale, maintenance and repair of car and parts	100.00	100.00	-
	Luxgen MotorTaipei Co., Ltd. ("Luxgen Taipei")	Sale of cars and parts	1.29	1.29	The Group owned 75% of Luxgen Taipei in the two reporting periods.
Yushin Company	Yu Pool Co., Ltd. ("Yu Pool")	Supply of and providing services on information software and retail trade of spare parts of vehicles	100.00	100.00	-
	Luxgen Motor Taoyuan Co., Ltd. ("Luxgen Taoyuan")	Sale, maintenance and repair of cars and related products	20.00	20.00	The Group owned 80% of Luxgen Taoyuan in the two reporting periods.
	Yu Shin Investment ("Yu Shin Investment")	Investments	100.00	100.00	-
Sin Chi Company	Yu Chia Motor Co., Ltd. ("Yu Chia")	Sale, maintenance and repair of heavy vehicles and parts	100.00	100.00	-
	Chanchen Inter Consulting ("Chanchen")	Management consulting, lease of real estate, general advertising, etc.	100.00	100.00	-
Yung Hong	Blue Water Ventures International Co., Ltd. ("Blue Water")	Investments in the manufacturing, service and financial industries	100.00	100.00	-
	Tai Yuen	Investments	0.02	0.01	The Group owned 49.52% of Tai Yuen in the two reporting periods.
	Leader	Investments	-	0.02	Yung Hong and Leader merged in the 4th quarter of 2014 with Yung Hong as survivor entity.
	Prosperity Capital Holdings Company ("Prosperity Capital")	Investments in various production, service and financial industries	100.00	100.00	Acquired by the mergence with Leader in the 4th quarter of 2014.
	Yu Yuen	Construction	32.65	32.65	The owned 98.6% of Yu Yuen in the two reporting periods. Acquired by the mergence with Leader in the 4th quarter of 2014.
Yu Ching	Chinh-Ling RTC Co., Ltd. ("Chinh-Ling")	Product design	100.00	100.00	-
	Yu Yuen Development Company ("Yu Yuen")	Construction	33.30	33.30	The Group owned 98.6% of Yu Yuen in the two reporting periods.
	Singan	Wholesale and retail of information software	9.56	9.56	The Group's percentages of ownership in the investee were 64.96% in the 4th quarter of 2014 and 45.18% in the 4th quarter of 2013.
Yu Pong	Yu Yuen	Construction	32.65	32.65	The Group owned 98.6% of Yu Yuen in the two reporting periods.
Singan	Singgual Travel Service Co., Ltd. ("Singgual Travel")	Sale of information software, telecommunications equipment and maintenance of cars and parts	100.00	100.00	-
	Hsiang Shou Enterprise Co., Ltd. ("Hsiang Shou")	Towing	100.00	100.00	-
	Hong Shou Culture Enterprise Co., Ltd. ("Hong Shou Culture")	Publication	100.00	100.00	-
Singgual Travel	Shang Hai Jing-Huei Investment Co., Ltd. ("Shang Hai Jing-Huei")	Sale of car equipment and parts	100.00	100.00	-
Yulon Overseas	Yulon China Investment Co., Ltd. ("Yulon China")	Investments	100.00	100.00	-
	Yulon Philippine Investment Co., Ltd. ("Yulon Philippine")	Investments	100.00	100.00	-
Yulon China	Qing Yi Investment Co., Ltd. ("Qing Yi")	Investments	100.00	100.00	-
	Wen Yang Investment Co., Ltd. ("Wen Yang")	Investments	100.00	100.00	-
	Tai Xin Investment Co., Ltd. ("Tai Xin")	Investments	100.00	100.00	-
	Yulon China (Hong Kong) Investment Co., Ltd. ("Yulon China HK")	Investments	100.00	100.00	-

(Continued)

Investor	Investee	Main Businesses	% of Ownership December 31 2014	% of Ownership December 31 2013	Remark
	Qing Yi (Hong Kong) Investment Co., Ltd. ("Qing Yi HK")	Investments	-	100.00	Had been extinguished by dissolution as September 30, 2014.
	Wen Yang (Hong Kong) Investment Co., Ltd. ("Wen Yang HK")	Investments	-	100.00	Had been extinguished by dissolution as September 30, 2014.
	Tai Xin (Hong Kong) Investment Co., Ltd. ("Tai Xin HK")	Investments	-	100.00	Had been extinguished by dissolution as September 30, 2014.
	Mega Elegant Investment Limited ("Mega Elegant")	Investments	100.00	100.00	-
	Feng Hua Investment Co., Ltd. ("Feng Hua")	Investments	40.00	40.00	-
	Yulon China Holding Co., Ltd. ("Yulon China Holding")	Investments	100.00	100.00	-
Yulon China Holding	Yulon China (HK) Holding Limited ("Yulon China (HK) Holding")	Investments	100.00	100.00	-
Yulon China (HK) Holding	Yulon China Motor Investment Limited ("Yulon China Motor Investment")	Investments	100.00	100.00	-
Yulon China Motor Investment	Dong Feng Yulon Motor Sales Co., Ltd. ("Dong Feng Yulon Sales Company")	Sale of cars and parts	50.00	50.00	-
	TAC Financial Leasing Co., Ltd.	Financial lease f equipment	20.00	-	Established in 1st quarter of 2014. The Group wholly owned TAC Finance as December 31, 2014
	Sheng Qing (Bei Jin) Investment Co., Ltd. ("Sheng Qing")	Investments	54.55	-	The Group owned 100% of Sheng Qing in two reporting periods.
Mega Elegant	Xiamen Young Chang Investment Co., Ltd. ("Xiamen Young Chang")	Renders consulting services on cars, electronics, textiles and related products	100.00	100.00	-
Xiamen Young Chang	Sheng Qing (Bei Jin) Investment Co., Ltd. ("Sheng Qing")	Investments	45.45	95.00	The Group owned 100% of Sheng Qing in two reporting periods.
Feng Hua	Su Zhou Chen Long Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Long")	Sale and maintenance of cars and parts	100.00	100.00	-
Qing Yi	Qing Tai (Nan Jing) Technology Co., Ltd. ("Qing Tai")	Computer software maintenance and computer system integration	100.00	100.00	-
Wen Yang	Tai Feng (Nan Jing) Software Technology Co., Ltd. ("Tai Feng")	Computer software maintenance and computer system integration	100.00	100.00	-
Tai Xin	Ke Yu (Nan Jing) Information Technology Co., Ltd. ("Ke Yu")	Computer software maintenance and computer system integration	100.00	100.00	-
Qing Tai	Jin Ce (Zhang Zhou) Software Technology Co., Ltd. ("Jin Ce")	Computer software maintenance and computer system integration	70.00	70.00	The Group wholly owned Jin Ce in the two reporting periods.
	Shi Cheng (Zhang Zhou) Technology Develop Co., Ltd. ("Shi Cheng")	Computer software maintenance and computer system integration	90.00	90.00	The Group wholly owned Shi Cheng in the two reporting periods.
	Mei De (Zhang Zhou) Software Technology Co., Ltd. ("Mei De")	Computer software maintenance and computer system integration	10.00	10.00	The Group wholly owned Mei De in the two reporting periods.
Tai Feng	Jin Ce	Computer software maintenance and computer system integration	30.00	30.00	The Group wholly owned Jin Ce in the two reporting periods.
	Mei De	Computer software maintenance and computer system integration	90.00	90.00	The Group wholly owned Mei De in the two reporting periods.
	Yi Ding (Zhang Zhou) Information Technology Co., Ltd. ("Yi Ding")	Computer software maintenance and computer system integration	10.00	10.00	The Group wholly owned Yi Ding in the two reporting periods.
Ke Yu	Shi Cheng	Computer software maintenance and computer system integration	10.00	10.00	The Group wholly owned Shi Cheng in the two reporting periods.
	Yi Ding	Computer software maintenance and computer system integration	90.00	90.00	The Group wholly owned Yi Ding in the two reporting periods.
Jin Ce	Dong Tai (Bei Jin) Investment Co., Ltd. ("Dong Tai")	Investments	10.00	10.00	The Group wholly owned Dong Tai in the two reporting periods.
	Sheng Qing	Investments	-	0.50	The Group wholly owned Sheng Qing in the two reporting periods.
	Gao Te (Bei Jin) Investment Co., Ltd. ("Gao Te")	Investments	10.00	10.00	The Group wholly owned Gao Te in the two reporting periods.
Shi Cheng	Dong Tai	Investments	90.00	90.00	The Group wholly owned Dong Tai in the two reporting periods.
Mei De	Sheng Qing	Investments	-	4.50	The Group wholly owned Sheng Qing in the three periods.
Yi Ding	Gao Te	Investments	90.00	90.00	The Group wholly owned Gao Te in the two reporting periods.
Dong Tai	Hang Zhou Tang Yu Investment Co., Ltd. ("Hang Zhou Tang Yu")	Investments	100.00	100.00	-
Sheng Qing	Zhu Hai Fu Te En Industry & Trade Co, Ltd. ("Zhu Hai Fu Te En")	Sale and maintenance of cars and parts	100.00	100.00	-
	Guang Zhou Yuan Du Auto Sale & Service Co, Ltd. ("Guang Zhou Yuan Du")	Sale and maintenance of cars and parts	51.00	51.00	-
	Su Zhou Feng Shen Auto Sale & Service Co, Ltd. ("Su Zhou Feng Shen")	Sale and maintenance of cars and parts	40.00	40.00	-
	Shen Jun Yu Peng Auto Sale & Service Co, Ltd. ("Shen Jen Yu Peng")	Sale and maintenance of cars and parts	65.00	65.00	-
	Nanjing Hanhong Motor Trading Co., Ltd. ("Nanjing Hanhong")	Sale and maintenance of cars and parts	100.00	100.00	-
	Wuhan Yu Hsin Auto Sale & Service Co., Ltd. ("Wuhan Yu Hsin")	Sale and maintenance of cars and parts	100.00	100.00	-
	Shanghai Yuexing Auto Sale & Service Co., Ltd. ("Shanghai Yuexing")	Sale and maintenance of cars and parts	100.00	100.00	-
	Jiangmen Junxing Auto Sale & Service Co., Ltd. ("Jiangmen Junxing")	Sale and maintenance of c and parts	100.00	100.00	-
	Shanghai Yuming Auto Sale & Service Co., Ltd. ("Shanghai Yuming")	Sale and maintenance of cars and parts	51.00	51.00	The Group wholly owned Shanghai Yuming in two reporting period.
	Qingdao Yuanhuang Auto Sale & Service Co., Ltd. ("Qingdao Yuanhuang")	Sale and maintenance of cars and parts	100.00	100.00	-
	Hang Zhou Yu Zhong Trading Co., Ltd. ("Hang Zhou Yu Zhong")	Trading	100.00	100.00	-
	Guang Zhou Yuan Zhi Auto Sales & Services Co, Ltd. ("Guang Zhou Yuan Zhi")	Sale, maintenance and repair of cars and parts	100.00	100.00	-
	Ning Bo Yu Cheng Auto Sales & Services Co, Ltd. ("Ning Bo Yu Cheng")	Sale, maintenance and repair of cars and parts	51.00	100.00	The Group wholly owned Ning Bo Yu Cheng in two reporting period.

(Continued)

Investor	Investee	Main Businesses	% of Ownership December 31 2014	% of Ownership December 31 2013	Remark
Sheng Qing	Fu Jian Yu Xin Auto Sales & Services Co, Ltd. (“Fu Jian”)	Sale, maintenance and repair of cars and parts	100.00	100.00	-
	Hang Zhou Hua Zhi Auto Sales & Services Co, Ltd. (“Huang Zhou Hua Zhi”)	Sale, maintenance and repair of cars and parts	60.00	60.00	-
	Changsha Yu Lu Auto Sale & Service Co, Ltd. (“Changsha Yu Lu”)	Sale and maintenance of cars and parts	100.00	100.00	-
Gao Te	HangZhou Qien Yu Investment Co., Ltd. (“Hang Zhou Qien Yu”)	Investments	100.00	100.00	-
Su Zhou Cheng Logn	Su Zhou Cheng Guo Auto Sale & Service Co., Ltd. (“Su Zhou Cheng Co., Ltd.”)	Sale and maintenance of cars and parts	100.00	-	Established in the 3rd quarter of 2014.
	Su Zhou Cheng Hang Auto Sale & Service Co., Ltd. (“Su Zhou Cheng Hung”)	Sale and maintenance of cars and parts	100.00	-	Established in the 3rd quarter of 2014.
Su Zhou Feng Shen	Su Zhou Feng Shun Auto Sale & Service Co, Ltd. (“Su Zhou Feng Shun”)	Sale and maintenance of cars and parts	100.00	100.00	-
	Su Zhou Yueshun Auto Sale & Service Co., Ltd. (“Su Zhou Yueshun”)	Sale and maintenance of cars and parts	100.00	100.00	-
	Su Zhou Cheng Pin Auto Sale & Service Co., Ltd. (“Su Zhou Cheng Pin”)	Sale and maintenance of cars and parts	100.00	100.00	-
	Su Zhou Cheng Pang Auto Sale & Service Co., Ltd. (“Su Zhou Cheng Pang”)	Sale and maintenance of cars and parts	100.00	100.00	Established in the 4th quarter of 2013.
	Tai Chang Cheng Mau Auto Sale & Service Co., Ltd. (“Tai Chang Cheng Mau”)	Sale and maintenance of cars and parts	100.00	-	Established in the 3th quarter of 2014.
Su Zhou Feng Shun	Wu Jiang Lian Cheng Auto Sale & Service Co., Ltd. (“Wu Jiang Lian Cheng”)	Sale and maintenance of cars and parts	100.00	100.00	-
	Su Zhou Cheng Li Auto Sale & Service Co., Ltd. (“Su Zhou Cheng Li”)	Sale and maintenance of cars and parts	100.00	100.00	-
Zhu Hai Fu Te En Industry & Trade Co, Ltd.	Zhuhai Yuhsin Auto Sales & Parts Co, Ltd. (“Zhuhai Yuhsin”)	Sale and maintenance of cars and parts	100.00	100.00	-
	Shenzhen Yu Zhi Auto Sales & Services Co, Ltd. (Shenzhen Yu Zhi”)	Sale and maintenance of cars and parts	100.00	100.00	-
Jiang Men Junxing Auto Sale & Service Co., Ltd. (“Jiang Men Junxing”)	Jiang Men Yuli Auto Sale & Service Co., Ltd. (“Jiang Men Yuli”)	Sale and maintenance of cars and parts	100.00	-	Established in the 2nd quarter of 2014
Wuhan Yu Hsin Auto Sale & Service Company	Xiao Gan Yu Feng Auto Sale & Service Co., Ltd. (“Xiao Gan Yu Feng”)	Sale and maintenance of cars and parts	100.00	100.00	-
Hang Zhou Hua Zhi	Hang Zhou Hua You Auto Sales & Services Co, Ltd. (“Hang Zhou Hua You”)	Sale and maintenance of cars and parts	100.00	100.00	-
Nanjing Hanhong Trading Company	Nan Jing Yu Shang Auto Sale & Service Co., Ltd. (“Nan Jing Yu Shang”)	Sale and maintenance of cars and parts	100.00	100.00	-
	Nan Jing Yu Hua Auto Sale & Service Co., Ltd. (“Nan Jing Yu Hua”)	Sales and maintenance of cars and parts	100.00	100.00	-
ShangHai Yuming	Ka Shin Yu Da Auto Sale & Service Co., Ltd. (“Ka Shing Yu Da”)	Sale and maintenance of cars and parts	100.00	-	Established in the 3rd quarter of 2014.
HangZhou Qien Yu	Hang Zhou Hsiao Yu Business Co., Ltd. (“Hang Zhou Hsiao Yu”)	Investments	90.00	90.00	The Group owned 99% of Hang Zhou Hsiao Yu in the two reporting periods.
Hang Zhou Tang Yu	Hang Zhou Hsiao Yu	Investments	9.00	9.00	The Group owned 99% of Hang Zhou Hsiao Yu in the two reporting periods.
Yulon Philippine	Univation Motor Philippines, Inc. (UMPI)	Car manufacturing	100.00	86.54	Had Changed the Company name from NMPI to UMPI since the 3rd quarter of 2014. The Group’s percentages of ownership in the investee increased to 100% by acquiring 13.46% of shares.
	Sta. Cruz Island Corporation (SCIC)	Plant lease	100.00	86.54	The Group’s percentages of ownership in the investee increased to 100% by acquiring 13.46% of shares.
NMPI	Nissan Auto Parts Manufacturing Corp. (NAPMC)	Manufacturing of cars and parts	100.00	100.00	-
Y-Teks	Yu-Hsin Intl Investment Co., Ltd. (“Yu-Hsin Intl”)	Investments	66.67	66.67	-
Yu-Hsin Intl	Yu-Hsin Intl (H.K) Investment Co., Ltd. (“Yu-Hsin Intl HK)	Investments	100.00	100.00	-
Yu-Hsin IIntl HK	Hangchow Y-Teks Automotive Trim Parts (“Hangchow Y-Teks”)	Manufacturing and sale of car interior furnishing and related business	100.00	100.00	-
	Changzhou Y-Teks Automotive Trim Parts (Changzhou Y-Teks”)	Manufacturing and sale of car interior furnishing and related business	51.00	51.00	-
Union & NKH Auto Parts Company	Uni Investment Co., Ltd. (“Uni Investment”)	Investments	100.00	100.00	-
Uni Investment	Fuzhou Lianghong Motor Parts Co., Ltd. (“Fuzhou Lianghong”)	Manufacturing of car seats and developing the related market	66.67	66.67	-
	Hangchow Liangrun Motor Parts Co., Ltd. (Hangchow Liangrun”)	Manufacturing of car seats and developing the related market	100.00	100.00	-
Yueki	Yue Ki Industrial (Samoa) Co., Ltd. (“Yue Ki Samoa”)	Investments	100.00	100.00	-
	Yue Ki Investment (HK) Co., Ltd. (“Yue Ki HK”)	Investments	100.00	100.00	-
Yue Ki HK	Hang Zhow Yue Wan Motor Parts Co., Ltd. (“Hang Zhow Yue Wan”)	Manufacturing of key car components, electric cars and related parts	100.00	100.00	-
Yue Sheng	Y-Teks	Manufacturing and decorating and import and export of car parts; serving as car parts sales agent	12.00	12.00	The Group’s percentages of ownership in the investee were 40.29% in the 4th quarter of 2014 and 34.04% in the 4th quarter of 2013.
	Yueki	Manufacturing and sale of car components	0.08	0.08	The Group owned 50.66% of Yueki two reporting periods.

(Continued)

Investor	Investee	Main Businesses	% of Ownership December 31 2014	% of Ownership December 31 2013	Remark
Yu Chang Company	Tian Wang Co., Ltd.	Sale of secondhand cars and related products	100.00	100.00	-
	Luxgen Kaohsiung Co., Ltd. ("Luxgen Kaohsiung")	Sale, maintenance and repair of cars and related products	20.00	20.00	The Group owned 80% of Luxgen Kaohsiung Co., Ltd. in the two reporting periods.
	Yu Chang China Investment Co., Ltd.	Investments	100.00	100.00	-
Yu Chang China Investment Co., Ltd.	Ning Bo Yu Cheng Auto Sales & Service Co., Ltd. (Ning Bo Yu Cheng")	Sales, maintenance and repair of cars and parts	49.00	-	The Group wholly owned Ning Bo Yu Cheng in two reporting period.
Empower	Chunmin Enterprise Co., Ltd. ("Chunmin")	Comprehensive retail of car parts	100.00	100.00	-
	Luxgen Motor Taichung Co., Ltd. ("Luxgen Taichung")	Sale, maintenance and repair of cars and related products	20.00	20.00	The Group owned 80% of Luxgen Taichung in the two reporting periods.
	Hong Yen Motor Ltd. ("Hong Yen")	Investments	100.00	100.00	-
	Yu Ming Insurance Co., Ltd.	Property insurance	100.00	100.00	-
Hong Yen	Shanghai Yuming	Sale and maintenance of cars and parts	49.00	49.00	The Group wholly owned Shanghai Yuming in the two reporting periods.
Luxgen	Luxgen Taipei	Sale of cars and parts	73.71	73.71	The Group owned 75% of Luxgen Taipei in the two reporting periods.
	Luxgen Taoyuan	Sale, maintenance and repair of cars and parts	60.00	60.00	The Group owned 80% of Luxgen Taoyuan in the two reporting periods.
	Luxgen Taichung	Sale, maintenance and repair of cars and parts	60.00	60.00	The Group owned 80% of Luxgen Taichung in the two reporting periods.
	Luxgen Tainan	Sale, maintenance and repair of cars and parts	60.00	60.00	-
	Luxgen Kaohsiung	Sale, maintenance and repair of cars and parts	60.00	60.00	The Group owned 80% of Luxgen Kaohsuing in the two reporting periods.
	Singan	Wholesale and retail of information software	19.78	-	The Group's percentages of ownership in the investee were 64.96% in the 4th quarter of 2014 and 45.18% in the 4th quarter of 2013.
	Luxgen Overseas Holdings Private Limited ("Luxgen Overseas Holdings")	Investments	100.00	100.00	-
Luxgen Overseas Holdings	Luxgen Motor Limited Liability Company ("Luxgen Motor Limited Liability")	Sale of cars and parts	99.99	99.99	-
Yulon Energy Company	Power Engineering Co., Ltd.	Wholesale and retail of batteries	100.00	100.00	-

(Concluded)

As of December 31, 2013, the joint ventures that were accounted for using proportionate consolidation and included in the Group's consolidated financial statements were as follows:

Investor	Investee	Main Businesses	% of Ownership March 31, 2013	Remark
Yulon China (Hong Kong) Investment Co., Ltd.	Dongfeng Yulon Motor Co., Ltd.	Manufacturing of key components of nonelectric and electric cars and related business	50.00	Note
Dongfeng Yulon Co., Ltd.	Hang Zhou Xiaoshan Luxgen Automobile Parts Co., Ltd.	Manufacturing of key components of nonelectric and electric cars and related business	100.00	-
	Hang Zhou Dong Feng Motor Co., Ltd.	Manufacturing of trucks, cars, special vehicles and related parts	100.00	-
	Hang Zhou Hua Zhi Auto Sales & Services Co, Ltd.	Sale, maintenance and repair of cars and d parts	40.00	-
	Luxgen Hang Zhou Real Estate Co., Ltd.	Real estate management	100.00	-

Note: Yulon China (Hong Kong) Investment Co., Ltd. discontinued the use of proportionate consolidation in recognizing its interests in Dongfeng Yulon Motor Co., when it ceased to have joint control of the investee on April 1, 2013 (see Note 16).

c. No subsidiaries were excluded from the consolidated financial statements.

Business Combinations

Acquisitions of businesses are accounted for using the acquisition method. Acquisition-related costs are generally recognized in profit or loss as incurred.

Goodwill is measured as the sum of the consideration transferred, the amount of any noncontrolling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquire in excess of the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. If, after reassessment, the net of the acquisition-date amounts of the identifiable assets acquired and liabilities assumed exceeds the sum of the consideration transferred, the amount of any noncontrolling

interests in the acquire and the fair value of the acquirer's previously held interest in the acquire, the excess is recognized immediately in profit or loss as a bargain purchase gain.

Foreign Currencies

In preparing the financial statements of each group entity, transactions in currencies other than the entity's functional currency (foreign currencies) are recognized at the rates of exchange prevailing on the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing on that date. Non-monetary items measured at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Exchange differences arising on the retranslation of non-monetary items are included in profit or loss for the period except for exchange differences arising from the retranslation of non-monetary items in respect of which gains and losses are recognized directly in other comprehensive income, in which case, the exchange differences are also recognized directly in other comprehensive income. Nonmonetary items that are measured at historical cost in a foreign currency are recognized at the rates of exchange prevailing on the dates of the transactions and are not retranslated.

Exchange differences resulting from the settlement or translation of monetary items are recognized in profit and loss in the period when these differences arise.

For the purposes of presenting consolidated financial statements, the assets and liabilities of the Group's foreign operations are translated into New Taiwan dollars at exchange rates prevailing at the end of each reporting period. Income and expense items are translated at the average exchange rates for the period. Exchange differences are recognized in other comprehensive income and are attributed to owner's equity or non-controlling interests.

In relation to a partial disposal of a subsidiary that does not result in the Group's losing control over the subsidiary, the proportionate share of accumulated exchange differences is reattributed to noncontrolling interests of the subsidiary, and no gain or loss is recognized. If a partial disposal results in the Group's loss of control over a subsidiary, the proportionate share of the accumulated exchange differences recognized in other comprehensive income is reclassified to profit or loss.

Inventories

Inventories consist of raw materials, supplies, finished goods and work-in-process, which are stated at the lower of cost or net realizable value. Inventory write-downs are made by item, except where it may be appropriate to group similar or related items. Net realizable value is the estimated selling price of inventories less all estimated costs of completion and costs necessary to make the sale. Inventories are recorded at standard cost and adjusted to approximate weighted-average cost on the balance sheet date.

Taiwan Acceptance Corporation (TAC) provides retailers with cars for the purpose of displays and sales, and charges display fees till the cars are sold. Before the ownership of cars is transferred to retailers, the cars are treated as TAC's inventories.

Investments in Associates and Jointly Controlled Entities

An associate is an entity over which the Group has significant influence and that is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in making decisions on an investee's financial and operating policies but is not control or joint control over these policies. Joint venture arrangement that involved the establishment of a separate entity in which ventures have joint control over the economic activity of the entity are referred to as jointly control entities.

The results and assets and liabilities of associates (and jointly controlled entities) are incorporated in these consolidated financial statements using the equity method of accounting. Under the equity method, an investment in an associate (and jointly controlled entity) is initially recognized at cost and adjusted thereafter to recognize the Group's share of the profit or loss and other comprehensive income of the

associate (and jointly controlled entity). The Group also recognizes the changes in the Group's share of equity of associates (and jointly controlled entity) attributable to the Group.

When the Group subscribes for additional new shares of the associate (and jointly controlled entity) at a percentage different from its existing ownership percentage, the resulting carrying amount of the investment differs from the amount of the Group's proportionate interest in the associate (and jointly controlled entity). The Group records such a difference as an adjustment to investments with the corresponding amount charged or credited to capital surplus. If the Group's ownership interest is reduced due to the additional subscription of the new shares of associate (and jointly controlled entity), the proportionate amount of the gains or losses previously recognized in other comprehensive income in relation to that associate (and jointly controlled entity) is reclassified to profit or loss on the same basis as would be required if the investee had directly disposed of the related assets or liabilities. When the adjustment should be debited to capital surplus, but the capital surplus recognized from investments accounted for by the equity method is insufficient, the shortage is debited to retained earnings.

When the Group's share of losses of an associate (and jointly controlled entity) equals or exceeds its interest in that associate (and jointly controlled entity), the Group discontinues recognizing its share of further losses. Additional losses and liabilities are recognized only to the extent that the Group has incurred legal obligations, or constructive obligations, or made payments on behalf of that associate (and jointly controlled entity).

Any excess of the cost of acquisition over the Group's share of the net fair value of the identifiable assets and liabilities of an associate (and jointly controlled entity) recognized at the date of acquisition is recognized as goodwill, which is included within the carrying amount of the investment and is not amortized. Any excess of the Group's share of the net fair value of the identifiable assets and liabilities over the cost of acquisition, after reassessment, is recognized immediately in profit or loss.

The entire carrying amount of the investment (including goodwill) is tested for impairment as a single asset by comparing its recoverable amount with its carrying amount. Any impairment loss recognized forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognized to the extent of the increase in the recoverable amount of the investment.

The Group discontinues the use of the equity method from the date on which it ceases to have significant influence and joint control. Any retained investment is measured at fair value at that date and the fair value is regarded as its fair value on initial recognition as a financial asset. The difference between the previous carrying amount of the associate (and the jointly controlled entity) attributable to the retained interest and its fair value is included in the determination of the gain or loss on disposal of the associate (and the jointly controlled entity). The Group accounts for all amounts previously recognized in other comprehensive income in relation to that associate (and the jointly controlled entity) on the same basis as would be required if that associate had directly disposed of the related assets or liabilities.

Profits and losses from upstream, downstream and side stream transactions with an associate (and jointly controlled entity) are recognized in the Group's consolidated financial statements only to the extent of interests in the associate (and jointly controlled entity) that are not related to the Group.

Joint Ventures

Joint venture arrangements that involve the establishment of a separate entity in which ventures have joint control over the economic activity of the entity are referred to as jointly controlled entities.

The Group recognizes its interests in jointly controlled entities using proportionate consolidation. The Group's share of each of the assets, liabilities, income and expenses of the jointly controlled entities are combined with the Group's similar line items, line by line, in the consolidated financial statements.

If the acquisition cost exceeds the Group's share of the net fair value of the identifiable assets and liabilities of a jointly controlled entity recognized at the date of acquisition, this excess is recognized as goodwill and is not amortized. If the Group's share of the net fair value of the identifiable assets and liabilities exceeds the cost of acquisition, this excess is recognized immediately in profit or loss.

When a Group entity transacts with its jointly controlled entity, profits and losses resulting from the transactions with the jointly controlled entity are recognized in the Group' consolidated financial statements only to the extent of interests in the jointly controlled entity that are not related to the Group.

Property, Plant and Equipment

Property, plant and equipment are stated at cost, less subsequent accumulated depreciation and subsequent accumulated impairment loss.

Properties under construction are carried at cost less any recognized impairment loss. Cost includes professional fees and, for qualifying assets, borrowing costs capitalized in accordance with IAS 23 "Borrowing Costs." These properties are placed in the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets is similar to those of other property assets and starts when the assets are ready for their intended use.

Freehold land is not depreciated.

Depreciation is recognized using the straight-line method. Each part of an item of property, plant and equipment with a cost that significant in relation to the total cost of the item is depreciated separately. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes accounted for on a prospective basis.

Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

Investment Properties

Investment properties are properties held for earning rentals and/or for capital appreciation (including property under construction for these purposes). Investment properties also include land held for a currently undetermined future use.

Investment properties are measured initially at cost, including transaction costs. After initial recognition, investment properties are measured at cost less accumulated depreciation and accumulated impairment loss. Depreciation is recognized using the straight-line method.

Investment properties under construction are stated at cost less accumulated depreciation and accumulated impairment loss. Cost includes professional fees and, borrowing costs eligible for capitalization. Depreciation of these assets starts when the assets are ready for their intended use.

Any gain or loss arising on derecognition of the property is calculated as the difference between the net disposal proceeds and the carrying amount of the asset and is included in profit or loss in the period in which the property is derecognized.

Goodwill

Goodwill arising from the acquisition of a business is carried at cost as established at the acquisition date less accumulated impairment loss.

For the purposes of impairment testing, goodwill is allocated to each of the acquirer's cash-generating units (CGUs), or groups of cash-generating units, that are expected to benefit from the synergies of the combination.

A CGU to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired, by comparing its carrying amount, including the attributable goodwill, with its recoverable amount. But if the goodwill allocated to a CGU is acquired in a business combination during the current annual period, that unit should be tested for impairment before the end of the current annual period. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated, first to reduce the carrying amount of any goodwill allocated to the unit (group of units) and then to the other assets of the unit (group of units) pro rata based on the basis of the carrying amount of each asset in the unit (group of units). Any impairment loss is recognized directly in profit or loss. An impairment loss recognized for goodwill is not reversed in subsequent periods.

Intangible Assets

Intangible assets with finite useful lives that are acquired separately are initially measured at cost and subsequently measured at cost less accumulated amortization and accumulated impairment loss. Amortization is recognized on a straight-line basis. The estimated useful life, residual value, and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for prospectively. The residual value of an intangible asset with a finite useful life is assumed to be zero unless the Group expects to dispose of the intangible assets before the end of their economic lives. A change in accounting estimate is treated prospectively.

Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognized in profit or loss when the asset is derecognized.

Impairment of Tangible and Intangible Assets Other Than Goodwill

At the end of each reporting period, the Group reviews the carrying amounts of its tangible and intangible assets (other than goodwill) for any indication of impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. When it is not possible to estimate the recoverable amount of a corporate asset, the asset is tested for impairment in the context of the cash-generating unit (CGU) to which the asset belongs. If a portion of the carrying amount of the asset can be allocated on a reasonable and consistent basis to the CGU, the Group compares the carrying amount of the CGU, including the portion of the asset carrying amount allocated to the CGU, with the recoverable amount of the CGU to which the asset belongs. If this reasonable and consistent basis of allocation cannot be applied to the CGU to which the asset belongs and can be applied instead to the smallest group of CGUs to which the CGU belongs, this smallest group is used for impairment testing.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, or whenever there is an indication of asset impairment.

Recoverable amount is the higher of fair value less costs to sell and value in use. If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount.

On impairment loss reversal, the carrying amounts of the assets or CGUs are increased to the revised estimate of their recoverable amounts, but only to the extent of the carrying amounts that would have been determined had no impairment loss been recognized for the assets or cash-generating units in prior years. Reversals of impairment losses are recognized in profit or loss.

Financial Instruments

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

a. Categories

Financial assets are classified as follows:

1) Financial assets at fair value through profit or loss

Financial assets are classified as at fair value through profit or loss when they are either held for trading or designated as at fair value through profit or loss (FVTPL).

Financial assets may be designated as at FVTPL upon initial recognition if:

a) This designation eliminates or significantly reduces an inconsistent measurement or recognition that would otherwise arise from measuring financial assets or financial liabilities on different bases; or

b) The financial asset forms part of a group of financial assets or financial liabilities or both, which is managed in accordance with the Group's documented risk management or investment strategy and its performance is evaluated on a fair value basis, and information about the Company is provided internally on that basis to key management personnel; or

c) The contract contains one or more embedded derivatives so that the entire hybrid (combined) contract can be designated as at fair value through profit or loss.

Financial assets at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss does not incorporate any dividend or interest earned on the financial asset.

Investments in equity instruments under financial assets at fair value through profit or loss with no quoted market prices in an active market and with fair values that cannot be reliably measured and derivatives that are linked to and must be settled by delivery of these unquoted equity instruments are subsequently measured at cost less any identified impairment loss at the end of each reporting period and are presented in a separate line item as financial assets carried at cost. If, in a subsequent period, the fair value of the financial assets can be reliably measured, the financial assets are remeasured at fair value. The difference between the carrying amount and the fair value is recognized in profit or loss.

2) Held-to-maturity investments

Held-to-maturity investments are nonderivative financial assets with fixed or determinable payments and fixed maturity on which the Group has the positive intent and ability to hold to maturity. Furthermore, they are not designated as at fair value through profit or loss and are not classified as available-for-sale financial assets nor can they be considered loans and receivables. The central government bond, which the Group has the positive intent and ability to hold to maturity is classified as held-to maturity investments.

After initial recognition, held-to-maturity investments are measured at amortized cost using the effective interest method less any impairment.

3) Available-for-sale financial assets (AFS financial assets)

Available-for-sale financial assets are nonderivatives that either are designated as available-for-sale or are not classified as loans and receivables, held-to-maturity investments or financial assets at fair value through profit or loss.

Available-for-sale financial assets are measured at fair value. Changes in the carrying amount of available-for-sale monetary financial assets relating to changes in foreign currency exchange rates, interest income calculated using the effective interest method and dividends on available-for-sale equity investments are recognized in profit or loss. Other changes in the carrying amount of available-for-sale financial assets are recognized in other comprehensive income and will be reclassified to profit or loss when the investment is disposed of or is determined to be impaired.

Dividends on available-for-sale equity instruments are recognized in profit or loss when the Group's right to receive the dividends is established.

Available-for-sale equity investments with no quoted market prices in an active market and with fair values that cannot be reliably measured and derivatives that are linked to and must be settled by the delivery of these unquoted equity investments are measured at cost less any identified impairment loss at the end of each reporting period and are presented in a separate line item as financial assets carried at cost. If, in a subsequent period, the fair value of the financial assets can be reliably measured, the financial assets are remeasured at fair value. The difference between carrying amount and fair value is recognized in other comprehensive income on financial assets. Any impairment losses are recognized in profit and loss.

4) Loans and receivables

Loans and receivables (including trade receivables, cash and cash equivalents, debt investments with no active market and other receivables) are measured at amortized cost using the effective interest method, less any impairment, except for short-term receivables when the effect of discounting is immaterial.

Cash equivalent includes time deposits with original maturities within 3 months from the date of acquisition, highly liquid, readily convertible to a known amount of cash and be subject to an insignificant risk of changes in value. These cash equivalents are held for the purpose of meeting short-term cash commitments.

5) Impairment of financial assets

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

For financial assets carried at amortized cost, such as trade receivables, assets are assessed for impairment collectively even if they have been assessed as not impaired individually. Objective evidence of impairment for a portfolio of receivables could include the Group's past experience of collecting payments and an increase in the number of delayed payments, as well as observable changes in national or local economic conditions that correlate with defaults on trade receivables.

For financial assets carried at amortized cost, the impairment losses recognized are the differences between the assets' carrying amounts and the present value of estimated future cash flows, discounted at the financial assets' original effective interest rate.

For financial assets measured at amortized cost, if the impairment losses decrease and the decreases can be related objectively to events occurring after impairment recognition, the previously recognized impairment losses are reversed through profit or loss to the extent that the carrying amounts of the investments at the date the impairments do not exceed what the amortized costs would have been had the impairments not been recognized.

When an available-for-sale (AFS) financial asset is considered impaired, cumulative loss previously recognized in other comprehensive income is reclassified to profit or loss in the impairment period. However, impairment loss on AFS equity securities previously recognized in profit or loss cannot be reversed through profit or loss. Any increase in fair value subsequent to an impairment loss is recognized in other comprehensive income. On available-for-sale debt securities, the impairment loss is subsequently reversed through profit or loss if an increase in the fair value of the investment can be objectively related to an event occurring after the recognition of the impairment loss.

For financial assets that are carried at cost, impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. This impairment loss will not be reversed in subsequent periods.

The carrying amounts of the financial assets are reduced by the impairment loss directly for all financial assets with the exception of trade receivables, of which the carrying amount is reduced through the use of an allowance account. When trade receivables are considered uncollectible, they are written off against the allowance account. Recoveries of amounts previously written off are credited against the allowance accounts. Changes in the carrying amounts of the allowance accounts are recognized in profit or loss, except for uncollectible accounts receivable that are written off against the allowance account.

6) Derecognition of financial assets

The Group derecognizes financial assets only when the contractual rights to the cash flows from the assets expire or when it transfers the financial assets and substantially all the risks and rewards of ownership of the assets to another party.

On the full derecognition of a financial asset, the differences between the assets' carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income is recognized in profit or loss.

b. Equity instruments

Debt and equity instruments issued by a Group entity are classified either as financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments issued by a Group entity are recognized at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognized in and deducted directly from equity. No gain or loss is recognized in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

c. Financial liabilities

1) Subsequent measurement

Except in the following situations, all financial liabilities are measured at amortized cost using the effective interest method.

Financial liabilities at fair value through profit or loss (FVTPL)

Financial liabilities are classified as at FVTPL when the financial liabilities are held for trading.

Financial liabilities at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss does not incorporate any interest or dividend paid on the financial liability. Fair value is determined in the manner described in Note 32.

2) Derecognition of financial liabilities

The difference between the carrying amount of the financial liability derecognized and the consideration paid, including any noncash assets transferred or liabilities assumed, is recognized in profit or loss.

d. Convertible bonds

The component parts of compound instruments (convertible bonds) issued by the Group are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

On initial recognition, the fair value of the liability component is estimated using the prevailing market interest rate for similar nonconvertible instruments. This amount is recorded as a liability on an amortized cost basis using the effective interest method until extinguished upon conversion or on bond maturity. Any embedded derivative liability is measured at fair value.

The conversion option classified as equity is determined by deducting the amount of the liability component from the fair value of the compound instrument as a whole. The conversion option is recognized and included in equity, net of income tax effects, and is not subsequently remeasured. In addition, the conversion option classified as equity will remain in equity, and when the conversion option is exercised, the balance recognized in equity will be transferred to capital surplus - conversion of convertible bonds. When the conversion option remains unexercised on bond maturity, the balance recognized in equity will be transferred to capital surplus - share premium. No gain or loss is recognized in profit or loss upon conversion or upon expiration of the conversion option.

Transaction costs that relate to the issue of the convertible bonds are allocated to the liability and equity components in proportion to the allocation of the gross proceeds.

e. Derivative financial instruments

The Group uses derivative financial instruments, such as forward exchange contracts, foreign currency option contracts and interest rate swaps, to manage its exposure to interest rate risks and exchange rate risks.

Derivatives are initially recognized at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognized in profit or loss immediately, but if the derivative is designated and effective as a hedging instrument, the timing of the recognition in profit or loss depends on the nature of the hedge relationship. When the fair value of a derivative financial instrument is positive, the derivative is recognized as a financial asset; otherwise, the derivative is recognized as a financial liability.

Derivatives embedded in nonderivative host contracts are treated as separate derivatives when they meet the definition of a derivative, their risks and characteristics are not closely related to those of the host contracts and the contracts are not measured at fair value through profit or loss.

Hedge Accounting

The Group designates certain hedging instruments as cash flow hedges.

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognized in other comprehensive income. The gain or loss on the ineffective portion is recognized immediately in profit or loss.

Provisions

Provisions are measured at the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows when the time value of money is material.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

The Group's provision is for contracts with guarantees. For car loan contracts signed by the Group's customers with financial institutions, the Group provides payment guarantees as well as account management services. Under the contracts, the Group is responsible for the collection of loan repayments or will assume the risk of loss on uncollectable loans in the event of default. The provision is subsequently measured under IAS 37 "Provision, Contingent Liabilities and Contingent Assets".

Provisions for the expected cost of warranty obligations are recognized at the date of sale of the relevant products and at the Group management's best estimate of the expenditure required to settle the Group's obligations.

Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Revenue is reduced for estimated customer returns, rebates and similar allowances. Sales returns are recognized at the time of sale if the Group can reliably estimate future returns and a liability for returns is recognized on the basis of previous experience and relevant factors.

a. Sale of goods

Revenue from the sale of goods is recognized when all the following conditions are satisfied:

1) The Group has transferred the significant risks and rewards of ownership of the goods to the buyer;

2) The Group retains neither continuing managerial involvement nor effective control over the goods sold;

3) The amount of revenue can be measured reliably;

4) It is probable that the economic benefits associated with the transaction will flow to the Group; and

5) The transaction costs incurred or to be incurred can be measured reliably.

The Group does not recognize sales revenue on materials delivered to subcontractors because this delivery does not involve a transfer of risks and rewards of materials ownership.

Income from properties developed for sale is recognized when construction is complete, rewards of ownership of the properties are transferred to buyers, and collectability of the related receivables is reasonably assured. Deposits received on the sale of properties and installment payments are presented in the consolidated balance sheets under current liabilities.

Under the Group's reward scheme, sales of goods that result in reward credits for customers are accounted for as multiple-element revenue transactions, and the amount of the consideration received or receivable is recognized as deferred revenue at the time of sale and is allocated between the goods sold and the reward credits granted. When the reward credits are redeemed and the Group's related obligations are fulfilled, revenue is recognized and is calculated separately at the fair value of the sold goods and the fair value of the reward credits.

b. Rental income

Rental income from an operating lease is recognized on a straight-line basis over the term of the lease.

Amounts due from lessees under finance leases are recognized as receivables at the amount of the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Group's net investment outstanding on the leases.

c. Investment income

For security transactions by Leader Investment Company, Yung Hong Investment Company, Tai Yuen Venture Capital Company and Yu Hong Investment Company, the difference between a security carrying amount and the actual selling price is recognized in profit or loss when these Group entities transfer substantially all the risks and rewards of security ownership to another party.

d. Rendering of services

Revenue from a contract to provide services is recognized by reference to the stage of completion of the contract.

e. Dividend and interest income

Dividend income from investments is recognized when the shareholder's right to receive payment has been established and if it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably.

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis by reference to the principal outstanding and the effective interest rate applicable.

Construction Contracts

When the outcome of a construction contract can be estimated reliably, revenue and costs are recognized by reference to the stage of completion of the contract at the end of the reporting period and are measured on the basis of the percentage of contract costs incurred to date to the estimated total contract costs, except this measurement is not representative of actual substance. Variations in contract work, claims and incentive payments are included in revenue and cost calculation if their amounts can be measured reliably and if the receipt of these amounts is considered probable.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognized as an expense immediately.

When contract costs incurred to date plus recognized profits less recognized losses exceed progress billings, the excess is shown as construction contracts receivable. When progress billings exceed contract costs incurred to date plus recognized profits less recognized losses, the surplus is shown as construction contracts payable.

Leasing

Leases are classified as finance leases whenever the lease terms provide for the transfer of substantially all the risks and rewards of ownership to the lessee. Otherwise, the leases are classified as operating leases.

a. The Group as lessor

   Rental income from an operating lease is recognized on a straight-line basis over the term of the lease.

b. The Group as lessee

   Operating lease payments are recognized as an expense on a straight-line basis over the lease term.

Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are added to the costs of these assets until the time the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their being spent on qualifying assets is deducted from the borrowing costs eligible for capitalization.

Other than those stated above, borrowing costs are recognized in profit or loss in the period in which they are incurred.

Government Grants

Government grants are recognized when there is reasonable assurance that the Group will comply with the conditions attached to them and that the grants will be received.

Government grants are recognized in profit or loss on a systematic basis over the periods in which the Group recognizes as expenses the related costs for which the grants are intended to compensate. Specifically, government grants whose primary condition is that the Group should buy, construct or otherwise acquire non-current assets are recognized as deferred revenue and transferred to profit or loss on a systematic and rational basis over the useful lives of the assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Group with no future related costs are recognized in profit or loss in the period in which they become receivable.

Retirement Benefit Costs

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

Taxation

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

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

a. Estimated impairment of trade receivable

   When there is objective evidence of impairment loss, the Group takes into consideration the estimation of future cash flows. The amount of the impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. Where the actual future cash flows are less than expected, a material impairment loss may arise.

b. Write-down of inventory

   Net realizable value of inventory 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. The estimation of net realizable value was based on current market conditions and the historical experience of selling products of a similar nature. Changes in market conditions may have a material impact on the estimation of net realizable value.

c. Impairment of property, plant and equipment

   The impairment of property, plant and equipment was based on the recoverable amount of those assets, which is the higher of fair value less costs to sell or value-in-use of those assets. Any changes in the market price or future cash flows will affect the recoverable amount of those assets and may lead to recognition of additional or reversal of impairment losses.

d. Recognition and measurement of defined benefit plans

   Accrued pension liabilities and the resulting pension expense under defined benefit pension plans are calculated using the Projected Unit Credit Method. Actuarial assumptions comprise the discount rate, rate of employee turnover, and long-term average future salary increase. Changes in economic circumstances and market conditions will affect these assumptions and may have a material impact on the amount of the expense and the liability.

6. CASH AND CASH EQUIVALENTS

	December 31	
	2014	2013
Cash on hand	$ 252,204	$ 35,029
Checking accounts and demand deposits	15,504,692	10,827,328
Cash equivalent		
Commercial paper	10,860	18,876
Time deposits with original maturities within 3 months	3,353,915	1,682,559
Repurchase agreements collateralized by bonds	224,890	204,823
	$ 19,346,561	$ 12,768,615

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	December 31	
	2014	2013
Financial assets at fair value through profit or loss - current		
Financial assets at fair value through profit or loss		
Credit-linked instruments	$ 518,613	$ 403,471
Convertible bond asset swap	-	120,208
Principal guaranteed financial assets	134,483	258,115
	653,096	781,794
Financial assets held for trading		
Interset swap contracts (a)	20	-
Convertible bond redemption rights and put provision (Note 22)	77	-
Non-derivative financial assets		
Quoted stocks	98,789	264,418
Beneficial certificates - mutual funds	1,489,941	1,553,979
	1,588,827	1,818,397
	$ 2,241,923	$ 2,600,191
Financial liabilities at FVTPL - current		
Financial liabilities held for trading		
Derivative financial liabilities (not under hedge accounting)		
Interest rate swap contracts (a)	$ -	$ 3,607
Convertible bond redemption rights and put provisions	-	146
	$ -	$ 3,753

a. The Group entered into interest rate swap contracts to hedge against exposures due to interest rate fluctuations of assets and liabilities. Interest rate swap contracts in the Company's possession did not qualify for hedge accounting; thus, the Group did not apply hedge accounting.

At the end of the reporting period, outstanding foreign exchange:

Notional Amounts (In Thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
December 31, 2014			
$ 500,000	2015.01.26	0.88%	Note
500,000	2015.01.26	0.88%	Note
December 31, 2013			
$ 600,000	2014.07.14	1.150%	Note
500,000	2014.07.01	1.180%	Note
300,000	2014.06.23	1.150%	Note
300,000	2014.08.04	1.140%	Note
300,000	2014.12.30	0.895%	Note
300,000	2014.12.30	0.895%	Note
300,000	2014.12.30	0.895%	Note
100,000	2014.06.21	1.150%	Note

Note: Based on 90 day Reuters-6165 interest rate 2 operating days before issue date.

8. AVAILABLE-FOR-SALE FINANCIAL ASSETS

	December 31	
	2014	2013
Current		
Quoted stocks	$ 322,674	$ 475,785
Beneficial certificates - mutual funds	-	130,561
	$ 322,674	$ 606,346
Non-current		
Quoted stocks	$ 740,881	$ 749,255
Others	4,414	4,194
	$ 745,295	$ 753,449

9. HELD-TO-MATURITY FINANCIAL ASSETS

	December 31	
	2014	2013
Non-current		
Bond investment - Central Government Development Bonds	$ 18,019	$ 18,482

TAC and SCC have invested in Central Government Development Bonds with the yearly payment coupon rates of 3.75% and 1.42% and maturity dates of August 16, 2022 and February 13, 2021.

As of December 31, 2014 and 2013, Taiwan Acceptance Corporation (TAC) and Shin Credit Corporation (SCC) pledged Central Government Development Bonds with the face value of $5,200 thousand and $5,400 thousand, respectively as guaranteed deposits for evidence of claims from the courthouse.

10. DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGING - CURRENT

	December 31	
	2014	2013
Derivative financial assets under hedge accounting		
Cash flow hedges - interest rate swaps	$ -	$ 41
Derivative financial liabilities under hedge accounting		
Cash flow hedges - interest rate swaps	$ 1,200	$ 114

The Group entered into interest rate swap (IRS) contracts to mitigate the risk of adverse changes in interest rates on the cash flow exposure related to outstanding floating-rate debts. The terms of IRS contracts are identical to those for debts under hedging; thus, the Group's management considered these contracts a highly effective tool for hedging. The outstanding IRS contracts at the end of the reporting period were as follows:

Notional Amounts (In Thousands)	Maturity Date	Interest Rates - Receipt	Interest Rates - Payment
December 31, 2014			
$ 200,000	2015.02.20	Note	0.94%
200,000	2016.10.11	Note	1.03%
200,000	2016.10.11	Note	1.03%
200,000	2016.10.28	Note	0.99%
200,000	2016.10.28	Note	0.99%
100,000	2016.10.29	Note	1.06%
December 31, 2013			
$ 300,000	2014.01.16	Note	0.87%
300,000	2014.01.13	Note	0.87%
200,000	2015.02.20	Note	0.94%

Note: Based on the 90 day Reuters-6165 fixed interest rate prevailing on two operating days before the IRS contract issue date.

11. FINANCIAL ASSETS MEASURED AT COST

	December 31	
	2014	2013
Current		
Domestic unlisted common shares	$ 45,689	$ 7,562

(Continued)

	December 31	
	2014	2013
Non-current		
Domestic unlisted common shares	$ 463,499	$ 844,838
Others	1,922	1,920
	$ 465,421	$ 846,758
Classified according to financial asset measurement categories		
Available-for-sale financial assets	$ 511,110	$ 854,320

(Concluded)

The unlisted common shares held by the Group above were measured at cost less impairment at the end of each reporting period. The Company believed that the fair values cannot be reliably measured because the range of fair values determined using estimation methods was significant and the probabilities of each value were unable to be determined.

The Group had disposed financial assets measured at cost in the years ended December 31, 2014 and 2013 with carrying value of $137,256 thousand and $57,620 thousand, respectively. In addition, disposal gains of $25,356 thousand and $2,252 thousand were recognized, respectively.

12. DEBT INVESTMENTS WITH NO ACTIVE MARKET

	December 31	
	2014	2013
Current		
Reserve account	$ 839,395	$ 375,714
Pledged time deposits	29,667	11,481
Time deposits with original maturity more than 3 months	906,866	2,183,331
	$ 1,775,928	$ 2,570,526
Non-current		
Reserve account	$ 38,746	$ 12
Pledged time deposits	11,772	14,035
Time deposits with original maturity more than 3 months	32,454	6,139
	$ 82,972	$ 20,186

Refer to Note 35 for information relating to debt investments with no active market pledged as security.

13. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	December 31	
	2014	2013
Notes receivable		
Notes receivable - operating	$ 20,581,081	$ 17,513,805
Less: Allowance for impairment loss	(473,083)	(445,138)
Unrealized interest income	(1,229,594)	(1,062,087)
	$ 18,878,404	$ 16,006,580
Trade receivables		
Trade receivables - operating	$ 45,671,765	$ 36,757,850
Less: Allowance for impairment loss	(1,147,852)	(925,505)
Unrealized interest income	(4,248,341)	(3,088,729)
	$ 40,275,572	$ 32,743,616

a. Trade and notes receivable

The average credit period for the sale of goods for "Brand segments" was 45 to 180 days. In assessing recoverability of its trade and notes receivables, the Group's management considers any changes in the counterparties' credit quality as of the balance sheet dates, including the financial and economic status of the counterparties, since the major counterparties were related parties.

The trade receivables for "Horizontal Segments" within the Group are composed of receivable acquisitions from external parties, receivables on the promotion of car loans and receivables on cars on display at auto shows. Principal and interests are collected monthly. For delayed payments, interests are accrued on the basis of the number of days that payments are outstanding. Based on past experience and macroeconomic factors, the receivable settlement period is 180 days, after which receivable amounts could be considered uncollectible or default could occur. However, collection periods exceeding 180 days are extremely unlikely. If receivables remain unsettled after 180 days, the amounts are written off.

The average credit period for the sale of goods by other supporting segments is 45 to 65 days. In assessing recoverability of its trade and notes receivables, the Group's management considers any changes in the counterparties' credit quality as of the balance sheet dates, including the financial and economic status of the counterparties, since the major counterparties were related parties.

For Taiwan and China-based retailers, overdue payments are reported to the Group's internal legal department for confirmation and collection.

The clients of the Group are widely spread and unrelated; thus, credit risk is limited.

The aging of receivables that were past due but not impaired was as follow:

	December 31	
	2014	2013
Less than 90 days	$ 27,060	$ 98,714
91-120 days	24,145	174,196
121 days	745	2,157
	$ 51,950	$ 275,067

The movements of the allowance for doubtful trade receivables were as follows:

	Individually Assessed for Impairment	Collectively Assessed for Impairment	Total
Balance at January 1, 2013	$ 15,204	$ 1,378,629	$ 1,393,833
Add: Impairment losses recognized on receivables	1,749	554,247	555,996
Deduct: Amounts written off during the period as uncollectible	(962)	(377,662)	(378,624)
Deduct: Loss of proportionate consolidation	-	(205,439)	(205,439)
Reclassifications	-	(95)	(95)
Foreign exchange translation gains and losses	35	4,937	4,972
Balance at December 31, 2013	$ 16,026	$ 1,354,617	$ 1,370,643
Balance at January 1, 2014	$ 16,026	$ 1,354,617	$ 1,370,643
Add: Impairment losses recognized on receivables	5,672	841,115	846,787
Deduct: Amounts written off during the period as uncollectible	(1,180)	(598,428)	(599,608)
Foreign exchange translation gains and losses	376	2,737	3,113
Balance at December 31, 2014	$ 20,894	$ 1,600,041	$ 1,620,935

The Group recognized impairment loss on trade receivables amounting to $20,894 thousand and $16,026 thousand as of December 31, 2014 and 2013, respectively. These amounts mainly related to customers that were in liquidation (or in severe financial difficulties). The Group did not hold any collateral over these balances.

14. FINANCE LEASE RECEIVABLES

	December 31	
	2014	2013
Gross investment in leases		
Up to one year	$ 5,677,667	$ 3,445,794
More than one year and up to five years	4,769,054	1,895,188
More than five years	982	-
	10,447,703	5,340,982
Less: Unearned finance income	(1,363,365)	(650,028)
Less: Allowance for uncollectible lease payments	(349,295)	(188,524)
Present value of minimum lease payments	$ 8,735,043	$ 4,502,430

(Continued)

	December 31	
	2014	2013
Finance lease receivables		
Up to one year	$ 4,825,405	$ 3,000,677
More than one year and up to five years	4,257,969	1,690,277
More than five years	964	-
	9,084,338	4,690,954
Less: Allowance for uncollectible lease payments	(349,295)	(188,524)
Finance lease receivables	$ 8,735,043	$ 4,502,430
Current	$ 6,857,460	$ 3,758,292
Non-current	1,877,583	744,138
	$ 8,735,043	$ 4,502,430

(Concluded)

The Group signed finance lease agreements for cars and equipment having an average lease term of 2.47 years.

The implicit interest rates for the finance lease term were determined at the contract date. These interest rates were both between 5.3% and 14.80% in 2014 and 2013.

Movements in the allowance for impairment loss recognized on notes receivable and trade receivables were as follows:

	For the Year Ended December 31	
	2014	2013
Balance at January 1	$ 188,524	$ 75,840
Add: Impairment losses recognized on receivables	143,166	106,081
Foreign exchange translation gains and losses	17,605	6,603
Balance at December 31	$ 349,295	$ 188,524

15. INVENTORIES

	December 31	
	2014	2013
Finished goods	$ 6,445,581	$ 6,390,618
Work in progress	651,695	467,819
Raw materials	3,350,101	3,949,040
	10,447,377	10,807,477
Properties for sale		
Yu-Wen Garden	2,584	2,584
Hsin-Dian Da Feng section	1,757	1,757
Tai Yuen Hi-Tech Industrial Park	-	10,950
Tai Yuen Hi-Tech Industrial Park-second phase	-	3,138
	4,341	18,429

(Continued)

	December 31	
	2014	2013
Construction land		
Zhong-Li Fushin Section	$ 75,348	$ 75,348
	$ 10,527,066	$ 10,901,254

(Concluded)

The cost of inventories recognized as cost of goods sold for the years ended December 31, 2014 and 2013 was $91,584,375 thousand and $68,915,122 thousand, respectively.

The cost of inventories recognized as cost of goods sold for the year ended December 31, 2014 and 2013 included inventory write-downs of $371,287 thousand and $117,224 thousand, respectively.

Refer to Note 34 for information relating to inventories pledged as security.

16. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	December 31	
	2014	2013
Investment in associates	$ 35,017,680	$ 34,134,340
Investment in jointly controlled entity	$ 42,084	$ -

a. Investments in associates

	December 31	
	2014	2013
Listed companies		
Yulon Nissan Motor Co., Ltd.	$ 13,345,093	$ 12,352,617
China Motor Company	4,481,698	4,364,668
Unlisted companies		
Tai-Yuen Textiles Co., Ltd.	7,069,330	6,932,376
Dong Feng Yulon Motor (Note 1)	4,073,331	4,698,053
Tokio Marine Newa Insurance Co., Ltd.	1,348,024	1,262,493
Nhk-Uni Spring (Guangzhou) Co, Ltd.	1,105,365	920,989
ROC-Spicer Ltd.	703,558	660,580
Dong Feng Yi Jin Industrial Co., Ltd.	594,091	589,269
Haitec Co., Ltd.	42,746	264,027
Others	2,254,444	2,089,268
	$ 35,017,680	$ 34,134,340

As of the end of the reporting period, the percentage of ownership and voting rights in the Group's associates were as follows:

Associate	December 31	
	2014	2013
Yulon Nissan Motor Co., Ltd.	50.02%	50.02%
China Motor Company	8.87%	8.87%
Tai-Yuen Textiles Co., Ltd.	20.85%	20.85%
Tokio Marine Newa Insurance Co., Ltd.	20.50%	20.50%
DFYL (Note 1)	50.00%	50.00%
Nhk-Uni Spring (Guangzhou) Co., Ltd.	40.00%	40.00%
ROC-Spicer Ltd.	20.48%	20.48%
Dong Feng Yi Jin Industrial Co., Ltd.	34.00%	34.00%
Haitec Co., Ltd.	42.24%	42.24%
Ding Lung Motor Co., Ltd.	45.00%	45.00%
Guangzhou Ho Xi Co., Ltd.	22.70%	22.70%
Liouzhou Yu-Hsin Co., Ltd.	20.00%	20.00%
Chi Ho Company	20.00%	20.00%
Yuan Lon Motor Co.,	20.00%	20.00%
Uni Calsonic Company	17.68%	17.68%
China Ogihara Company	37.76%	37.76%
China Engine Company	18.95%	18.95%
Hui-Lian Motor Co., Ltd.	20.35%	20.35%
Yu-Tang Motor Co., Ltd.	21.25%	21.25%
Cheng Long Co., Ltd.	27.00%	27.00%
Yulon Management Co., Ltd.	33.00%	33.00%
Dxmedia Co., Ltd.	20.00%	20.00%
Shin-Sheng Three Venture Capital Investment Co., Ltd. (Note 2)	20.58%	20.58%
Hang Zhou Haitec Co., Ltd.	10.00%	22.00%
Nissan Philippines, Inc.	24.50%	-

Note 1: Yulon China (Hong Kong) Investment Co., Ltd. ceased the use of the proportionate consolidation accounting since it lost joint control of Hang Zhou Dong Feng Yulon Motor Co., Ltd. (DFYL) (April 2013).

Note 2: Yong Hong reclassified its investment in Shin-Sheng three to non-current assets held for sale (recognized as other current assets).

The Group controlled over 50% of the shares of Yulon Nissan Motor Co., Ltd. ("Yulon Nissan"). However, an assessment of core technologies and the supply of major materials showed that the Group did not exercise control over Yulon Nissan. Thus, Yulon Nissan was not considered a subsidiary within the Group.

The investments in China Motor Company, Uni-Calsonic Company and China Engine Company were accounted for by the equity method because despite the individual investments being less than 20%, the Group exercised significant influence on the investees' operating and financial policy decisions.

Equity in the earnings of China Motor Company and Tai-Yuen Textiles Co., Ltd. on their holdings of the Company's shares was accounted for by the treasury stock method.

A subsidiary of the Company, Yulon China (Hong Kong) Investment Co., Ltd., exercised joint control over DFYL, Luxgen Automobile Parts, Dong Feng Motors Co., Ltd. and Hang Zhou Luxgen Property Development Co., Ltd. After a board election in April 2013, the Group lost its joint control to an external joint venture shareholder. Thus the Group ceased to apply the proportionate consolidation method to these companies and used the equity method instead.

To enhance the Group's competitiveness and further promote specialization in manufacture and sales as well increase the integration of sales resources in the Philippine as required by Nissan Motors Company, the Group invested in Nissan Philippines, Inc., the joint venture among Nissan Motor Co., Ltd., the UMC Group and Yulon Nissan Philippines.

Fair values of investments in associates with shares for which there are published quoted prices are summarized as follows, based on the closing price of those investments at the balance sheet date:

	December 31	
Associate	**2014**	**2013**
Yulon Nissan Motor Company Ltd.	$ 49,966,650	$ 63,321,100
China Motor Company	3,431,142	3,541,626

The summarized financial information on the Company's associates is set out below:

	December 31	
	2014	**2013**
Total assets	$ 277,067,735	$ 285,276,790
Total liabilities	$ 112,025,523	$ 112,627,338

	For the Year Ended December 31	
	2014	**2013**
Revenue	$ 161,944,042	$ 185,285,683
Profit for the year	10,808,147	17,009,589
Other comprehensive income	4,399,497	23,232,354
Company's share of profits of associates for the year	3,109,364	3,207,140

b. Investment in a jointly controlled entity

The Group had interests in the following jointly controlled entity:

	December 31	
	2014	**2013**
Unlisted company		
Zhe Jiang Cheng Yi Company	$ 42,084	$ -

At the end of the reporting period, the percentage of ownership and voting rights in the jointly controlled entity was as follows:

	December 31	
Jointly Controlled Entity	**2014**	**2013**
Zhe Jiang Cheng Yi Company	50.00%	-

The Group exercises joint control over Zhe Jiang Cheng Yi Company ("Zhe Jiang"), and its 50% investment in this entity was made through Yulon China Motor Investment and Sinjiang Samoa. Zhe Jiang's main business is the sale and brokerage of secondhand vehicles.

The calculation of the investments accounted for by the equity method and the share of profit or loss and other comprehensive income of those investments for the years ended December 31, 2014 and 2013 was based on the investees' audited financial statements for the same reporting periods as those of the Company.

17. PROPERTY, PLANT AND EQUIPMENT

	Freehold Land	Buildings	Equipment	Vehicles	Miscellaneous Equipment	Property to Lease	Property in Construction	Total
Cost								
Balance at January 1, 2013	$ 6,912,619	$ 9,085,626	$ 12,207,541	$ 652,010	$ 4,760,966	$ 22,372,043	$ 2,051,817	$ 58,042,622
Additions	110,743	167,235	1,325,637	812,083	336,174	7,584,298	643,462	10,979,632
Disposals	(663)	(15,366)	(189,803)	(670,258)	(255,185)	(6,479,193)	-	(7,610,468)
Effect of foreign currency exchange differences	(3,441)	143,028	102,373	16,962	50,614	140,218	59,612	509,366
Reclassifications	199,078	409,111	1,036,369	323,145	68,969	(202,094)	(916,766)	917,812
Referring to loss of control over a joint venture accounted for by proportionate consolidation	-	(2,301,952)	(2,746,032)	(58,921)	(247,399)	-	(1,530,704)	(6,885,008)
Balance at December 31, 2013	$ 7,218,336	$ 7,487,682	$ 11,736,085	$ 1,075,021	$ 4,714,139	$ 23,415,272	$ 307,421	$ 55,953,956
Accumulated depreciation and impairment								
Balance at January 1, 2013	$ -	$ (2,740,258)	$ (5,820,426)	$ (255,409)	$ (2,309,804)	$ (7,680,023)	$ -	$ (18,805,920)
Disposals	-	14,121	176,793	146,635	228,992	3,770,569	-	4,337,110
Reclassifications	-	(19,991)	-	(94,120)	210,004	35,171	-	131,064
Impairment loss recognized in profit or loss	-	-	(541,721)	(3,020)	(45,724)	(129,959)	-	(720,424)
Depreciation expense	-	(267,487)	(629,027)	(168,483)	(603,675)	(4,510,381)	-	(6,179,053)
Effect of foreign currency exchange differences	-	(9,362)	(61,219)	(6,525)	(51,475)	(67,547)	-	(196,128)
Referring to loss of control over a joint venture accounted for by proportionate consolidation	-	90,976	458,326	12,525	71,884	-	-	633,711
Balance at December 31, 2013	$ -	$ (2,932,001)	$ (6,417,274)	$ (368,397)	$ (2,499,798)	$ (8,582,170)	$ -	$ (20,799,640)
Carrying amounts at December 31, 2013	$ 7,218,336	$ 4,555,681	$ 5,318,811	$ 706,624	$ 2,214,341	$ 14,833,102	$ 307,421	$ 35,154,316
Cost								
Balance at January 1, 2014	$ 7,218,336	$ 7,487,682	$ 11,736,085	$ 1,075,021	$ 4,714,139	$ 23,415,272	$ 307,421	$ 55,953,956
Additions	195,551	390,353	681,454	754,202	300,068	7,874,906	172,239	10,368,773
Disposals	-	(11,323)	(321,978)	(764,111)	(155,724)	(7,518,575)	-	(8,771,711)
Effect of foreign currency exchange differences	3,349	129,405	74,662	21,774	112,046	144,136	8,772	494,144
Reclassifications	(369,095)	(249,958)	164,550	54,733	389,326	(49,614)	(209,234)	(269,292)
Balance at December 31, 2014	$ 7,048,141	$ 7,746,159	$ 12,334,773	$ 1,141,619	$ 5,359,855	$ 23,866,125	$ 279,198	$ 57,775,870
Accumulated depreciation and impairment								
Balance at January 1, 2014	$ -	$ (2,932,001)	$ (6,417,274)	$ (368,397)	$ (2,499,798)	$ (8,582,170)	$ -	$ (20,799,640)
Disposals	-	10,222	224,513	179,484	118,888	4,454,678	-	4,987,785
Reclassifications	-	173,176	(804)	(24,419)	(95,486)	25,157	-	77,624
Impairment loss recognized in profit or loss	-	(85,750)	(529,260)	(8,041)	(3,683)	(93,865)	-	(720,599)
Depreciation expense	-	(283,264)	(786,455)	(187,134)	(624,483)	(4,510,232)	-	(6,391,568)
Effect of foreign currency exchange differences	-	(35,857)	(48,264)	(7,891)	(57,902)	(49,429)	-	(199,343)
Balance at December 31, 2014	$ -	$ (3,153,474)	$ (7,557,544)	$ (416,398)	$ (3,162,464)	$ (8,755,861)	$ -	$ (23,045,741)
Carrying amounts at December 31, 2014	$ 7,048,141	$ 4,592,685	$ 4,777,229	$ 725,221	$ 2,197,391	$ 15,110,264	$ 279,198	$ 34,730,129

For the years ended December 31, 2014 and 2013, as the result of the declining sale of one of the car models in the market, the estimated future cash flows expected to arise from the related model was decreased. The Group carried out a review of the recoverable amount of that related model and determined that the carrying amount exceeded the recoverable amount. The review led to the recognition of an impairment loss of $720,599 thousand and $720,424 thousand, respectively.

Except for the recognition of depreciation expense and acquisition of leased assets for operation, the effect of loss recognized of property, plant and equipment of proportionate consolidation for DFYL and its subsidiaries was $6,251,297 thousand. The above items of property, plant and equipment were depreciated on a straight-line basis over the estimated useful life of the asset:

Buildings	3-60 years
Equipment	2-20 years or unit-of-production method
Vehicles	4-5 years
Miscellaneous equipment	1-15 years
Leased assets	3 years or according to terms of lease

Refer to Note 34 for the carrying amount of property, plant and equipment pledged by the Company as security for borrowings.

18. INVESTMENT PROPERTIES

	Freehold Land	Buildings	Total
Cost			
Balance at January 1, 2013	$ 8,128,852	$ 2,483,740	$ 10,612,592
Reclassifications to property, plant and equipment	(199,078)	64,987	(134,091)
Reclassifications with inventory	(18,523)	(38,492)	(57,015)
Effect of foreign currency exchange differences	-	4,330	4,330
Effect of loss of control over a joint venture accounted for by proportionate consolidation	-	(149,876)	(149,876)
Balance at December 31, 2013	$ 7,911,251	$ 2,364,689	$ 10,275,940
Accumulated depreciation and impairment			
Balance at January 1, 2013	$ -	$ (503,993)	$ (503,993)
Reclassifications to property, plant and equipment	-	(2,543)	(2,543)
Reclassifications to inventory	-	7,670	7,670
Depreciation expense	-	(79,590)	(79,590)
Impairment loss reversal	-	12,576	12,576
Effect of foreign currency exchange differences	-	(447)	(447)
Effect of loss of control over a joint venture accounted for by proportionate consolidation	-	16,293	16,293
Balance at December 31, 2013	$ -	$ (550,034)	$ (550,034)
Carrying amount at December 31, 2013	$ 7,911,251	$ 1,814,655	$ 9,725,906
Cost			
Balance at January 1, 2014	$ 7,911,251	$ 2,364,689	$ 10,275,940
Reclassifications to property, plant and equipment	369,095	214,528	583,623

(Continued)

	Freehold Land	Buildings	Total
Reclassifications to inventory	$ 4,604	$ 9,485	$ 14,089
Additions	55,785	-	55,785
Disposals	(13,010)	(26,596)	(39,606)
Balance at December 31, 2014	$ 8,327,725	$ 2,562,106	$ 10,889,831
Accumulated depreciation and impairment			
Balance at January 1, 2014	$ -	$ (550,034)	$ (550,034)
Reclassifications to property, plant and equipment	-	(43,123)	(43,123)
Disposals	-	4,924	4,924
Depreciation expense	-	(77,099)	(77,099)
Balance at December 31, 2014	$ -	$ (665,332)	$ (665,332)
Carrying amount at December 31, 2014	$ 8,327,725	$ 1,896,774	$ 10,224,499

(Concluded)

The investment properties held by the Group were depreciated over their estimated useful lives, which were between 30 to 60 years, using the straight-line method.

As of December 31, 2014 and 2013, the fair values of the Group's investment property were $38,645,052 thousand and $36,483,458 thousand, respectively. Both fair values were appraised by an independent qualified professional appraiser.

19. INTANGIBLE ASSETS

	Motor Design and Research and Development Outputs	Others (Including Software)	Total
Cost			
Balance at January 1, 2013	$ 9,576,651	$ 599,851	$ 10,176,502
Additions	926,038	301,718	1,227,756
Disposals	-	(1,421)	(1,421)
Reclassifications	-	(197,536)	(197,536)
Effect of foreign currency exchange differences	381,246	26,930	408,176
Effect of loss of control over a joint venture accounted for by proportionate consolidation	(6,769,356)	(79,318)	(6,848,674)
Balance at December 31, 2013	$ 4,114,579	$ 650,224	$ 4,764,803
Accumulated amortization and impairment			
Balance at January 1, 2013	$ (1,291,944)	$ (190,190)	$ (1,482,134)
Amortization expense	(252,779)	(113,574)	(366,353)
Impairment losses recognized in profit or loss	(132,034)	(45,275)	(177,309)
Disposals	-	8	8

(Continued)

	Motor Design and Research and Development Outputs	Others (Including Software)	Total
Reclassifications	$ -	$ 39,175	$ 39,175
Effect of foreign currency exchange differences	(202,791)	(12,637)	(215,428)
Effect of loss of control over a joint venture accounted for by proportionate consolidation	819,561	25,233	844,794
Balance at December 31, 2013	$ (1,059,987)	$ (297,260)	$ (1,357,247)
Carrying amount at December 31, 2013	$ 3,054,592	$ 352,964	$ 3,407,556
Cost			
Balance at January 1, 2014	$ 4,114,579	$ 650,224	$ 4,764,803
Additions	4,990,999	218,077	5,209,076
Reclassifications	-	50,086	50,086
Effect of foreign currency exchange differences	-	30,101	30,101
Balance at December 31, 2014	$ 9,105,578	$ 948,488	$ 10,054,066
Accumulated amortization and impairment			
Balance at January 1, 2014	$ (1,059,987)	$ (297,260)	$ (1,357,247)
Amortization expense	(237,329)	(138,867)	(376,196)
Impairment losses recognized in profit or loss	(791,375)	(90,550)	(881,925)
Reclassifications	-	(27,630)	(27,630)
Effect of foreign currency exchange differences	-	(16,988)	(16,988)
Balance at December 31, 2014	$ (2,088,691)	$ (571,295)	$ (2,659,986)
Carrying amount at December 31, 2014	$ 7,016,887	$ 377,193	$ 7,394,080

(Concluded)

Luxgen Motor Co., Ltd. (Luxgen") ceased the technology licensing agreement of SUV model with Haitec in December 2010, and acquired vehicle model development cost of SUV model with Hang Zhou Dong Feng Yulon Motor Co., Ltd. (DFYL) from Haitec, simultaneously. In addition, the three parties amended the original agreement of acquisition in October 2011. According to the amended terms of agreement, remaining payments will be made in future years. Also under the agreement, the total payments obligated by Luxgen and DFYL were modified annually according to the proportion of quantities of SUV model sold and the quantities expected to be sold in the remaining life cycle by each side. After the adjustment for 2014, the total payments obligated by Luxgen and DFYL were $1,604,503 thousand and $6,242,497 thousand, respectively.

Luxgen ceased the technology licensing agreement of MPV model with Haitec in October 2011, and entrusted Haitec to design, research and develop MPV model with DFYL, simultaneously. According to the agreement of the trust, the total payments obligated by Luxgen and DFYL were modified annually according to the proportion of quantities of MPV model sold and the quantities expected to be sold in the remaining life cycle by each side. After the adjustment for 2014, the total payments obligated by Luxgen and DFYL were $5,260,855 thousand and $1,663,145 thousand, respectively.

Luxgen and DFYL entrusted Haitec to develop GPS (S5 Sedan) model in December 2012. According to the agreement of the trust, the total payments obligated by Luxgen and DFYL were modified annually according to the proportion of quantities of GPS model sold and the quantities expected to be sold in the remaining life cycle by each side. After the adjustment for 2014, the total payments obligated by Luxgen and DFYL were $945,837 thousand and $3,711,163 thousand, respectively.

Luxgen and DFYL entrusted to Haitec the development of DFYL's GPK (U6 SUV) model. Based on the trust agreement, the total payment for this development project was $2,855,000 thousand, which included payment amounting to $280,553 thousand from a subcontract that DFYL entrusted to Hang Zhou Haitec. The rest of the payable on this agreement was to be borne by Luxgen at $415,403 thousand and by DFYL at $2,159,044 thousand. On the completion of the GPK model, the models were transferred to Luxgen in 2013 and to DFYL in 2014, with the remaining payments to be made in future years. Furthermore, the GPK model was recognized as an intangible asset by Luxgen and DFYL.

Except the amortization expense, the reduction of intangible asset was resulting from loss of proportionate consolidation since April 2013 amounting to $6,003,880 thousand.

For the year ended December 31, 2014, the amounts of impairment loss on intangible assets was $881,925 thousand, since the estimated future cash flows of the intangible assets were reduced and resulted the recoverable amounts were lower than the carrying amounts.

Luxgen Company acquired intangible asset with installment payments. The future payments are made as follows:

2015	$ 3,948,332
2016-2019	1,717,699
After 2020	222,516
	5,888,547
Less: Recognized as other payables (Note 23)	3,948,332
Recognized as long-term trade payables (Note 23)	$ 1,940,215

The above intangible assets were depreciated on a straight-line basis over the following estimated useful lives of the asset:

Computer software	2-3 years
Motor design and research and development outputs	Units-of-production method
Others	1-10 years

20. PREPAYMENTS FOR LEASE OBLIGATIONS

	December 31	
	2014	2013
Current assets (included in other current assets)	$ 40,616	$ 25,956
Non-current assets	692,223	464,183
	$ 732,839	$ 490,139

Prepaid lease payments include land use rights and prepaid lease payments for properties located in Taiwan and land use rights in Mainland China. The effect of loss of proportionate consolidation, because of DFYL and its subsidiaries in April 2013, for the Group is $805,502 thousand.

21. BORROWINGS

a. Short-term borrowings

	December 31	
	2014	2013
Secured borrowings		
Bank loans	$ 10,825,482	$ 9,486,142
Unsecured borrowings		
Line of credit borrowings	19,980,312	14,557,185
	$ 30,805,794	$ 24,043,327

The range of interest rate on bank loans was 0.63%-9.50% and 0.78%-9.72% per annum as of December 31, 2014 and 2013, respectively.

b. Short-term bills payable

	December 31	
	2014	2013
Commercial paper	$ 41,701,528	$ 33,002,546
Less: Unamortized discount on bills payable	67,926	51,198
	$ 41,633,602	$ 32,951,348

The range of interest rate on short-term bills payable was 0.96%-2.57% and 0.97%-2.23% per annum as of December 31, 2014 and 2013, respectively.

c. Long-term borrowings

	December 31	
	2014	2013
Secured borrowings		
Bank loans	$ 284,296	$ 144,223
Unsecured borrowings		
Commercial paper (recurring)	1,596,141	998,573
Line of credit borrowings	123,141	219,875
	1,719,282	1,218,448
Less: Current portion	1,234,903	80,917
Long-term borrowings	$ 768,675	$ 1,281,754
Interest rates	1.008%-2.23%	1.088%-2.66%
Maturity date	2019.09.19	2019.09.19

22. BONDS PAYABLE

	December 31	
	2014	2013
Unsecured domestic bonds	$ 3,000,000	$ 2,000,000
Unsecured domestic convertible bonds	737,000	1,530,500
Less: Discounts on bonds payable	(26,263)	(76,100)
	710,737	1,454,400
	$ 3,710,737	$ 3,454,400

a. Unsecured domestic bonds

Taiwan Acceptance Corporation (TAC) issued unsecured corporate bonds on June 10, 2011, December 26, 2011, June 20, 2014 and October 17, 2014, with each issuance amounting to NT$1 billion, NT$1 billion and NT$1.5 billion and NT$1.5 billion, respectively, and the bonds having three-year maturities and simple interest rates of 1.27%, 1.24%, 1.12% and 1.25%, respectively, payable annually. The principal amounts of both bonds are repayable on the maturity date. Thus, the principal of the bonds issued on June 10, 2011 and December 26, 2011 had been repaid on June 10, 2014.

b. Unsecured domestic convertible bonds

On June 20, 2012, TAC issued its first five-year unsecured domestic convertible bonds, with a face value of $100 thousand and a total amount of NT$2.5 billion at a price of 100.5% and coupon rate of 0%. These bonds began to be traded on the GreTai Securities Market on the issue date also. During the issuance period between July 21, 2012 and June 10, 2017, except for the book closure period, bondholders are entitled to convert bonds into TAC's common shares at a conversion price of NT$72.15 per TAC share. In their meetings in 2014 and 2013, TAC's shareholders approved the issuance of per-share cash dividends of NT$4.98 and NT$3, respectively; thus, the bond conversion prices were adjusted to NT$63.32 and NT$67.24, respectively. In the period between 1 month after issuance and 40 days before the maturity date, if the closing price of TAC's stock listed on the Taiwan Stock Exchange exceeds 30% of the conversion price for 30 consecutive days or the total amount outstanding is below 10% of the amount of initial issuance, TAC has the right to redeem all the bonds outstanding at face value.

Thirty days before the end of the three years from bond issuance, bondholders have the right to exercise their put option and can thus request TAC to redeem the convertible bonds at face value.

The convertible bond has two components: The liability component and the equity component accounted for as "capital surplus - options." This capital surplus was initially recognized at $179,204 thousand. Transaction costs are apportioned between the liability and equity component of the convertible bonds on the basis of the allocation of proceeds to the liability and equity component when the bonds are initially recognized. Derivative and nonderivative components recognized amounted to $6,489 thousand and $2,322,657 thousand, respectively. The estimated fair value of derivative instruments as of December 31, 2014 was $77 thousand.

Proceeds of the issue (less transaction costs $5,000 thousand)	$ 2,507,500
Equity component	(179,204)
Deferred tax assets	850
Derivative financial liability component	(6,489)
Liability component at the date of issue	2,322,657
Interest charged at an effective interest rate of 1.471606585%	64,432
Convertible bonds converted into common shares	(1,676,352)
Liability component as of December 31, 2014	$ 710,737

23. OTHER LIABILITIES

	December 31	
	2014	2013
Current		
Other payables		
Equipment payables	$ 1,245,487	$ 1,019,428
Payables on motor design and research and development outputs	3,948,332	1,331,297
Accrued expense payable	4,636,165	4,267,750
Dividends payable	94,568	92,423
Guarantees provided on a subsidiary's loan payable (Note 13)	1,707,094	1,613,222
Others	1,342,967	1,482,939
	$ 12,974,613	$ 9,807,059
Other liabilities		
Guarantee deposits received	$ 7,360,431	$ 6,447,672
Deferred revenue - customer loyalty plan	98,536	63,905
Others	3,766,094	2,125,010
	$ 11,225,061	$ 8,636,587
Non-current		
Other payables		
Payables on motor design and research and development outputs	$ 1,940,215	$ 550,536
Deferred revenue		
Subsidies from the government (Note)	$ 30,563	$ 44,158
Others	56,178	54,549
	$ 86,741	$ 98,707
Other liabilities		
Guarantee deposits received	$ 760,538	$ 429,000
Others	87,511	33,433
	$ 848,049	$ 462,433

Note: Under the Group's policy of promoting electric vehicles, Car-Plus Auto Leasing Corporation and other Group entities applied for subsidies under the government's "Intelligent Electric Vehicle Pioneering Program." The subsidies are intended to cover the expenses for equipment procurement and other components of the Group's electric vehicle production. As of December 31, 2014, subsidies received had amounted to $237,051 thousand (for the procurement of equipment for $143,436 thousand and related expense of $93,615 thousand). Based on the contract, subsidies for equipment are recognized over their useful lives. The amounts recognized as "government subsidy revenue" were $32,570 thousand for 2014 and $95,574 thousand for 2013.

24. PROVISIONS

	December 31	
	2014	2013
Current		
Financial guarantee provisions	$ 426,000	$ 396,182
Warranties	1,386	-
	$ 427,386	$ 396,182
Non-current		
Warranties	$ 720,147	$ 906,056

The customers of Taiwan Acceptance Corporation (TAC) and Shinshin Credit Corporation (”Shiinshin”) signed car loan contracts with banks, with TAC and Shinshin acting as car loan agents and providing customers with account management services. Under the contracts, TAC and Shinshin are responsible for repaying any uncollectable loans arising from customer default. TAC and Shinshin have estimated their potential financial guarantee loss on any default on the basis of past experience.

Sin Jang recognized provision cost based on the estimated amount of service costs during the terms of service warranties of the products.

The validity of warranties provided by Yulon Nissan Motor Co., Ltd. and Luxgen Motor Co., Ltd. cars are limited to 3 years of purchase or mileage of under 10,000 kilometers. For Yulon General Motors and Renault cars, the limits are 2 years of purchase or mileage of under 10,000 kilometers. For Tobe cars, the limits are 3 years of purchase but with unlimited mileage. Provisions have been estimated for possible maintenance costs.

25. RETIREMENT BENEFIT PLANS

a. Defined contribution plans

The Group adopted a pension plan under the Labor Pension Act (the “LPA”), which is a state-managed defined contribution plan. Under the LPA, an entity makes monthly contributions to employees’ individual pension accounts at 6% of monthly salaries and wages.

b. Defined benefit plans

The Group adopted the defined benefit plan under the Labor Standards Law, under which pension benefits are calculated on the basis of the length of service (2 points were given for every service year with the total service years within (equal) 15 years; 1 point was given for every service year exceeding 15 years. And the maximum of total points can be earned for every employee is 45) and average monthly salaries of the six months before retirement. The Group contributes amounts equal to 7% of total monthly salaries and wages to a pension fund administered by the pension fund monitoring committee. Pension contributions are deposited in the Bank of Taiwan in the committee’s name. The plan assets are invested in domestic (foreign) equity and debt securities, bank deposits, etc. The investment is conducted at the discretion of Bureau of Labor Funds, Ministry of Labor or under the mandated management. However, in accordance with Regulations for Revenues, Expenditures, Safeguard and Utilization of the Labor Retirement Fund the return generated by employees' pension contribution should not be below the interest rate for a 2-year time deposit with local banks.

The actuarial valuations of plan assets and the present value of the defined benefit obligation were carried out by qualifying actuaries. The principal assumptions used for the purposes of the actuarial valuations were as follows:

	December 31	
	2014	**2013**
Discount rates	1.625%-2.25%	1.75%-2.00%
Expected return on plan assets	2.00%-2.25%	2.00%
Expected rate of salary increase	1.75%-3.00%	1.00%-2.75%

The assessment of the overall expected rate of return was based on historical return trends and analysts' predictions of the market for the asset over the life of the related obligation, by reference to the aforementioned use of the plan assets and the impact of the related minimum return.

Amounts recognized in profit or loss in respect of these defined benefit plans are as follows:

	For the Year Ended December 31	
	2014	**2013**
Current service cost	$ 43,328	$ 27,899
Interest cost	43,243	21,054
Expected return on plan assets	(8,679)	(7,387)
(Gains)/losses arising from curtailment or settlement	124	(3,474)
Past service cost	6,077	5,406
	$ 84,093	$ 43,498
An analysis by function		
Operating cost	$ 54,006	$ 27,350
Marketing expenses	2,757	341
Administration expenses	17,338	14,137
Research and development expenses	3,482	1,670
	$ 77,583	$ 43,498

For the years ended December 31, 2014 and 2013, the Group recognized actuarial loss of $111,731 thousand and $66,803 thousand in other comprehensive income, respectively. The cumulative amounts of actuarial gains or losses recognized in other comprehensive income as of December 31, 2014 and 2013 were loss of $25,677 thousand and gain of $86,054 thousand, respectively.

The amounts included in the balance sheets arising from the Group's obligation in respect of its defined benefit plans were as follows:

	December 31	
	2014	**2013**
Present value of funded defined benefit obligation	$ 2,610,598	$ 2,472,502
Fair value of plan assets	(467,655)	(435,274)
Net liability arising from defined benefit obligation	$ 2,142,943	$ 2,037,228

Movements in the present value of the defined benefit obligations were as follows:

	For the Year Ended December 31	
	2014	2013
Opening defined benefit obligation	$ 2,472,502	$ 2,446,199
Current service cost	43,328	27,899
Interest cost	43,243	21,054
Associates' liabilities assumed	1,208	40,162
Actuarial gains	113,705	62,951
Past service cost	6,077	5,406
Losses arising from curtailment or settlement	(15,852)	(3,474)
Benefits paid	(53,613)	(127,695)
Closing defined benefit obligation	$ 2,610,598	$ 2,472,502

Movements in the fair value of the plan assets were as follows:

	For the Year Ended December 31	
	2014	2013
Opening fair value of plan assets	$ 435,274	$ 424,987
Expected return on plan assets	8,679	7,387
Actuarial losses (gains)	1,974	(3,852)
Assets acquired in associates	-	2,427
Contributions from the employer	84,928	93,517
Losses arising from curtailment or settlement	(15,976)	-
Benefits paid	(47,224)	(89,192)
Closing fair value of plan assets	$ 467,655	$ 435,274

The major categories of plan assets at the end of the reporting period for each category were disclosed based on the information announced by Bureau of Labor Funds, Ministry of Labor:

	December 31	
	2014	2013
Equity instruments	49.69%	44.77%
Cash	19.12%	22.86%
Fixed income assets	14.46%	18.11%
Debt instruments	11.92%	9.37%
Short-term bills	1.98%	4.10%
Others	2.83%	0.79%
	100.00%	100.00%

The Company chose to disclose the history of experience adjustments as the amounts determined for each accounting period prospectively from the date of transition to IFRSs:

	December 31	
	2014	2013
Present value of defined benefit obligation	$ 2,610,598	$ 2,472,502
Fair value of plan assets	$ (467,655)	$ (435,274)
Deficit	$ 2,142,943	$ 2,037,228
Experience adjustments on plan liabilities	$ 113,604	$ 120,125
Experience adjustments on plan assets	$ (1,974)	$ 2,194

The Group expects to make contributions of $82,570 thousand and $80,893 thousand to the defined benefit plan assets during the annual periods beginning after 2013 and 2012, respectively.

26. EQUITY

a. Share capital

Common shares

	December 31	
	2014	2013
Numbers of shares authorized (in thousands)	2,000,000	2,000,000
Shares authorized	$ 20,000,000	$ 20,000,000
Number of shares issued and fully paid (in thousands)	1,572,920	1,572,920
Shares capital	$ 15,729,199	$ 15,729,199
Capital surplus	4,508,131	4,508,131
	$ 20,237,330	$ 20,237,330

Fully paid common shares, which have a par value of $10, carry one vote per share and carry a right to dividends.

b. Capital surplus

	December 31	
	2014	2013
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)		
Arising from issuance of common shares	$ 4,508,131	$ 4,508,131
Arising from treasury share transactions	1,976,580	1,969,397
Arising from the differences between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	69,467	5,671
May not be used for any purpose		
Share of changes in capital surplus of associates or joint ventures	7,082	14,618
	$ 6,561,260	$ 6,497,817

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

c. Retained earnings and dividend policy

The Company's Articles of Incorporation provide that legal reserve should be set aside at 10% of annual net income, less any accumulated deficit. The remainder of this income, less special reserve based on relevant laws and regulations, should be appropriated as follows:

1) 0.5% as remuneration to directors and supervisors;

2) 0.1%-5% as bonus to employees;

3) Dividends - in determining the ratio of cash dividends to stock dividends, the Company, as part of a mature and stable industry, takes into account the impact of dividends on reported profitability, cash required for future operations, any potential changes in the industry, interest of the shareholders and the effect on the Company's financial ratios; dividend distribution is proposed by the Board of Directors and approved by the shareholders';

4) Additional special reserve may be appropriated for specific business purposes.

For the years ended December 31, 2014 and 2013, the estimated bonuses to employees were $1,989 thousand and $2,134 thousand, respectively, and the estimated remunerations to directors and supervisors were $8,361 thousand and $9,614 thousand, respectively, and the bonus to employees and remuneration to directors and supervisors were both 0.1% to 0.5%, respectively, of net income (net of the bonus and remuneration). Material differences between such estimated amounts and the amounts proposed by the board of directors on or before the financial statements are authorized for issue are adjusted in the year the bonus and remuneration were recognized. If there is a change in the proposed amounts after the financial statements are authorized for issue, the differences are recorded as a change in accounting estimate, recognized in the following year. If a share bonus is resolved to be distributed to employees, the number of shares is determined by dividing the amount of the share bonus by the fair value of the shares. The fair value of the shares refer to the closing price (after considering the effect of cash and share dividends) of the shares on the day immediately preceding the shareholders' meeting.

Under Rule No. 1010012865 and Rule No. 1010047490 issued by the FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs", the Company should appropriate or reverse to a special reserve. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses and thereafter distributed.

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

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

On June 19, 2014 and June 11, 2013, the shareholders' meetings approved the board of directors' proposal on the appropriation of the earnings of 2013 and 2012, respectively. The appropriations and dividends per share were as follows:

	Appropriation of Earnings		Dividend Per Share (N.T. Dollars)	
	2013	2012	2013	2012
Legal reserve	$ 237,118	$ 295,522		
Special reserve	3,146,000	1,300,000		
Cash dividend	1,101,044	1,258,336	$0.70	$0.8

Bonuses to employees and remuneration to directors and supervisors for 2013 and 2012 approved in the shareholders' meetings on June 19, 2014 and June 11, 2013, respectively, were as follows:

	For the Year Ended December 31			
	2013		2012	
	Cash Dividends	Share Dividends	Cash Dividends	Share Dividends
Bonus to employees	$ 2,134	$ -	$ 18,935	$ -
Remuneration of directors and supervisors	9,614	-	13,298	-

The appropriations of earnings for 2012 were proposed according to the Company's financial statements for the year ended December 31, 2012, which were prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the Generally Accepted Accounting Standard in the Republic of China ("ROC GAAP"), and by reference to the balance sheet for the year ended December 31, 2012, which was prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (revised) and International Financial Reporting Standards.

There were no differences between the amounts of the bonus to employees and the remuneration to directors and supervisors approved in the shareholders' meetings on June 19, 2014 and June 11, 2013 and the amounts recognized in the financial statements for the years ended December 31, 2013 and 2012.

The appropriations of earnings for 2014 had been proposed in the board on March 23, 2015. The appropriations and dividends per share were as follows:

	Appropriation of Earnings	Dividends Per Share (NT$)
Legal reserve	$ 221,035	
Special reserve	1,000,000	
Cash dividends	1,101,044	$0.7

The appropriations of earnings, bonus to employees and remuneration to directors and supervisors for 2013 are subject to the resolution of the shareholders in their meeting scheduled for June 17, 2015.

Information on the bonus to employees, directors and supervisors can be accessed on the Market Observation Post System website of the Taiwan Stock Exchange.

d. Special reserve appropriated following first-time adoption of IFRSs

	For the Year Ended December 31	
	2014	2013
Beginning at January 1	$ 31,227,565	$ 21,016,268
Appropriation in respect of		
Appropriation of earnings	3,146,000	1,300,000
First-time deposit of IFRSs	-	8,911,297
	$ 34,373,565	$ 31,227,565

On first-time adoption of IFRSs, the Company appropriated for special reserve, the amounts that were the same as the unrealized revaluation increment and cumulative translation differences transferred to retained earnings, which were $8,255,468 thousand and $655,829 thousand, respectively.

If the special reserve appropriated on the first-time adoption of IFRSs relates to property, plant and equipment and investment property other than land, the special reserve may be reversed continuously over the period of use. The special reserve relating to land may be reversed on the disposal or reclassification of the related assets. A proportionate share of the special reserve relating to exchange differences arising from the translation of the financial statements of foreign operations (including the subsidiaries of the Company) will be reversed on the Group's disposal of foreign operations; on the Group's loss of significant influence, however, the entire special reserve will be reversed.

e. Others equity items

1) Exchange differences on translating foreign operations

	For the Year Ended December 31	
	2014	2013
Balance at January 1	$ 385,612	$ (819,419)
Exchange differences arising on translating the financial statements of foreign operations	605,850	335,070
Share of exchange difference of subsidiaries, associates and jointly ventures accounted for using the equity method	729,940	869,961
Balance at December 31	$ 1,721,402	$ 385,612

2) Unrealized gains (losses) on available-for-sale financial assets

	For the Year Ended December 31	
	2014	2013
Balance at January 1	$ 1,253,734	$ 811,308
Unrealized gains arising on revaluation of available-for-sale financial assets	2,703	166,359
Share of unrealized gains on available-for-sale financial assets of subsidiaries, associates and jointly ventures accounted for using the equity method	129,791	276,067
Balance at December 31	$ 1,386,228	$ 1,253,734

3) Cash flow hedge

	For the Year Ended December 31	
	2014	2013
Balance at January 1	$ (36)	$ 279
Share of cash flow hedge of subsidiaries, associates and joint ventures accounted for using the equity method	(538)	(315)
Balance at December 31	$ (574)	$ (36)

f. Noncontrolling interests

	For the Year Ended December 31	
	2014	2013
Balance at January 1	$ 9,666,346	$ 8,248,129
Attributable to noncontrolling interests:		
Share of profit (loss) for the year	599,060	(80,115)
Exchange difference arising on translation of foreign entities	148,631	193,305
Unrealized gains (losses) on available-for-sale financial assets	(27,581)	2,710
Loss on fair value changes of cash flow hedges	(587)	(280)
Actuarial loss on defined benefit plans	(8,323)	(10,327)
Adjustment relating to changes in capital surplus of associates/jointly controlled entities accounted for using the equity method	580	(7,536)
Share of other comprehensive income of associates/jointly controlled entities accounted for using the equity method	62,397	14,887
Noncontrolling interest arising from acquisition of subsidiaries	-	118,940
Acquisition of noncontrolling interests in subsidiaries	(114,091)	(5,779)
Partial disposal of subsidiaries	739,621	1,468,547
Noncontrolling interest relating to differences between acquisition or disposal price and carrying value of subsidiaries share	175,643	211,802
Cash dividends from subsidiaries	(939,581)	(490,251)
Capital return from subsidiaries	(154,416)	-
Others	-	2,314
Balance at December 31	$ 10,147,699	$ 9,666,346

g. Treasury shares

Reasons for Redemption	Number of Shares, Beginning of Year	Addition During the Year	Reduction During the Year	Number of Shares, End of Year
Year ended December 31, 2014				
Long-term investment of subsidiary transferred to treasury stock	11,839	-	-	11,839
Year ended December 31, 2013				
Long-term investment of subsidiary transferred to treasury stock	11,839	-	-	11,839

The Company's shares held by subsidiaries as of December 31, 2014 and 2013 were as follows:

Subsidiaries	Shares (In Thousands)	Amount (In Thousands)	Market Value (In Thousands)
December 31, 2014			
Yu Ching Business Co., Ltd.	11,838	$ 550,488	$ 550,488
Yu Pong Business Co., Ltd.	1	6	6
		$ 550,494	$ 550,494
December 31, 2013			
Yu Ching Business Co., Ltd.	11,838	$ 639,277	$ 639,277
Yu Pong Business Co., Ltd.	1	7	7
		$ 639,284	$ 639,284

The subsidiaries holding treasury shares retain shareholders' rights, except the rights to participate in any share issuance for cash and to vote.

27. NET PROFIT

Net profit had the following components:

a. Other operating revenue

	For the Year Ended December 31	
	2014	2013
Rental revenue	$ 51,278	$ 36,008
Commission revenue	224,379	191,812
Subsidy revenue	11,371	40,958
Others	362,173	350,902
	$ 649,201	$ 619,680

b. Other gains and losses

	For the Year Ended December 31	
	2014	2013
Gain or loss on disposal of property, plant and equipment/investment property/intangible asset	$ 74,753	$ (36,456)
Gain on disposal of financial assets	111,643	82,566
Net foreign exchange gain (loss)	(379,462)	9,896
Net gain arising on financial assets designated as at FVTPL	4,491	4,478
Net gain (loss) arising on financial assets classified as held for trading	(21,504)	19,689
Net gain arising on financial liabilities designated as at FVTPL	-	6,276
Net gain arising on financial liabilities classified as held for trading	3,618	49,341
Others	(183,041)	(121,210)
	$ (389,502)	$ 14,580

c. Finance costs

	For the Year Ended December 31	
	2014	2013
Interest on bank overdrafts and loans	$ 1,032,542	$ 902,297
Interest on corporate bonds	46,021	55,820
Other interest expense	66,258	67,602
	1,144,821	1,025,719
Less: Interest accounted for as operating cost	752,729	618,759
	$ 392,092	$ 406,960

d. Interest revenue

	For the Year Ended December 31	
	2014	2013
Interest revenue from acquired account receivables	$ 2,672,055	$ 2,043,462
Interest revenue from installment sales	700,835	677,550
Agency revenue	946,385	800,990
Others	264,335	285,785
	4,583,610	3,807,787
Less: Interest revenue accounted for as operating revenue	4,328,682	3,533,585
	$ 254,928	$ 274,202

e. Depreciation and amortization

	For the Year Ended December 31	
	2014	2013
An analysis of deprecation by function		
Operating costs	$ 5,687,127	$ 5,542,032
Operating expenses	781,540	716,611
	$ 6,468,667	$ 6,258,643
An analysis of amortization by function		
Operating costs	$ 256,607	$ 276,025
Operating expenses	119,589	90,328
	$ 376,196	$ 366,353

f. Employee benefit expense

	For the Year Ended December 31	
	2014	2013
Post-employment benefits		
Defined contribution plans	$ 133,045	$ 146,626
Defined benefit plans	77,583	43,498
	210,628	190,124
Other employee benefits	6,356,012	5,813,329
	$ 6,566,640	$ 6,003,453
An analysis of employee benefit expense by function		
Operating costs	$ 2,999,165	$ 2,540,128
Operating expenses	3,567,475	3,460,364
Non-operating expense	-	2,961
	$ 6,566,640	$ 6,003,453

g. Impairment losses on non-financial assets

	For the Year Ended December 31	
	2014	2013
Property, plant and equipment	$ 720,599	$ 720,424
Motor designs and research and development outputs	791,375	132,034
Inventories (recognized under operating cost)	371,287	117,224
Other intangible assets	90,550	45,275
Investment properties	-	(12,576)
	$ 1,973,811	$ 1,002,381

28. INCOME TAXES

a. Income tax recognized in profit or loss

The major components of tax expense (income) were as follows:

	For the Year Ended December 31	
	2014	2013
Current tax		
In respect of the current year	$ 695,473	$ 784,204
Income tax expense of unappropriated earnings	114,533	188,974
In respect of prior periods	(113,657)	26,166
	696,349	999,344
Deferred tax		
In respect of the current year	105,045	16,882
Income tax expense recognized in profit or loss	$ 801,394	$ 1,016,226

A reconciliation of accounting profit and income tax expenses is as follows:

	For the Year Ended December 31	
	2014	2013
Profit before tax from continuing operations	$ 3,610,800	$ 3,307,295
Income tax expense calculated at the statutory rate	$ 815,211	$ 797,138
Nondeductible expenses in determining taxable income	12,233	31,303
Tax-exempt income	(564,501)	(729,216)
Realized loss on investment accounted for by the equity method	(247,860)	-
Additional income tax under the Alternative Minimum Tax Act	2,907	778
Additional income tax on unappropriated earnings	114,533	188,974
Unrecognized temporary differences	455,502	306,775
Adjustments for prior years' tax	(113,657)	26,166
Temporary difference-share of profit or loss of associates and joint ventures operating in other jurisdictions	327,026	394,308
Income tax expense recognized in profit or loss	$ 801,394	$ 1,016,226

The applicable tax rate used above is the corporate tax rate of 17% payable by the Group in ROC, while the applicable tax rate used by subsidiaries in China is 25%. Tax rates used by other group entities operating in other jurisdictions are based on the tax laws in those jurisdictions.

As the status of 2015 appropriations of earnings is uncertain, the potential income tax consequences of 2014 unappropriated earnings are not reliably determinable.

b. Deferred tax assets and liabilities

The movements of deferred tax assets and deferred tax liabilities were as follows:

For the year ended December 31, 2014

	Balance at the Beginning of the Year	Recognized in Profit or Loss	Balance at the End of the Year
Deferred tax assets			
Temporary differences			
Share of loss of subsidiaries, associates ventures	$ 146,744	$ 13,143	$ 159,887
Property, plant and equipment	153,517	2,709	156,226
Defined benefit obligation	297,060	11,679	308,739
Doubtful debts	194,532	15,907	210,439
Loss carryforward	95,796	(34,130)	61,666
Others	190,279	(50,832)	139,447
	$ 1,077,928	$ (41,524)	$ 1,036,404

(Continued)

	Balance at the Beginning of the Year	Recognized in Profit or Loss	Balance at the End of the Year
Deferred tax liabilities			
Temporary differences			
Property, plant and equipment	$ 658,194	$ 19,835	$ 678,029
Land value increment tax	2,509,919	-	2,509,919
Share of loss of subsidiaries, associates and joint ventures in foreign districts	218,231	58,404	276,635
Others	21,808	(14,718)	7,090
	$ 3,408,152	$ 63,521	$ 3,471,673

(Concluded)

For the year ended December 31, 2013

	Balance at the Beginning of the Year	Recognized in Profit or Loss	Balance at the End of the Year
Deferred tax assets			
Temporary differences			
Share of loss of subsidiaries, associates and joint ventures	$ 153,980	$ (7,236)	$ 146,744
Property, plant and equipment	76,087	77,430	153,517
Defined benefit obligation	334,653	(37,593)	297,060
Doubtful debts	158,381	36,151	194,532
Loss carryforward	146,658	(50,862)	95,796
Others	89,247	101,032	190,279
	$ 959,006	$ 118,922	$ 1,077,928
Deferred tax liabilities			
Temporary differences			
Property, plant and equipment	$ 585,256	$ 72,938	$ 658,194
Land value increment tax	2,510,152	(233)	2,509,919
Share of loss of associates and joint ventures	175,118	43,113	218,231
Others	1,822	19,986	21,808
	$ 3,272,348	$ 135,804	$ 3,408,152

c. Items for which no deferred tax assets have been recognized

As of December 31, 2014 and 2013, deductible temporary differences unrecognized as deferred tax assets are $559,130 thousand and $263,539 thousand, respectively.

d. Information on integrated income tax was as follows:

	December 31	
	2014	2013
Unappropriated earnings		
Unappropriated earnings generated before January 1, 1998	$ -	$ -
Unappropriated earnings generated on and after January 1, 1998	3,446,670	6,072,762
	$ 3,446,670	$ 6,072,762
Imputation credits accounts (ICA)	$ 688,914	$ 670,914

The creditable ratios for the distribution of earnings of 2014 and 2013 were 19.99% (expected ratio) and 16.57%, respectively.

e. Income tax cleared

The tax returns through 2012 have been assessed by the tax authorities.

29. EARNINGS PER SHARE

Unit: NT$ Per Share

	For the Year Ended December 31	
	2014	2013
Basic earnings per share	$ 1.51	$ 1.62
Diluted earnings per share	$ 1.51	$ 1.62

The weighted average number of shares outstanding used for the earnings per share computation was as follow:

Net Profit for the Year

	For the Year Ended December 31	
	2014	2013
Earnings used in the computation of basic earnings per share	$ 2,210,346	$ 2,371,183
Earnings used in the computation of diluted earnings per share from continuing operations	$ 2,210,346	$ 2,371,183

Shares

	For the Year Ended December 31	
	2014	2013
Weighted average number of ordinary shares in computation of basic earnings per share	1,462,807	1,462,807
Effect of potentially dilutive ordinary shares:		
Bonus issue to employees	64	212
Weighted average number of ordinary shares used in the computation of diluted earnings per share	1,462,871	1,463,019

If the Company offered to settle bonuses paid to employees in cash or shares, the Company assumed the entire amount of the bonus would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, if the effect is dilutive. Such dilutive effect of the potential shares was included in the computation of diluted earnings per share until the shareholders resolve the number of shares to be distributed to employees at their meeting in the following year.

30. OPERATING LEASE ARRANGEMENTS

Offices were leased with monthly rental payments by the Group. The future minimum lease payments of non-cancellable operating lease commitments were as follows:

	December 31	
	2014	2013
Not later than 1 year	$ 797,955	$ 705,530
Later than 1 year and not later than 5 years	2,107,499	1,690,364
Later than 5 years	483,821	494,433
	$ 3,389,275	$ 2,890,327

31. CAPITAL MANAGEMENT

The Group manages its capital to ensure it will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity of the Group (comprising issued capital, reserves, retained earnings, and other equity.

The Group is not subject to any externally imposed capital requirements.

The Group's management reviews the capital structure whenever necessary. As part of this review, the management considers the cost of capital and the risks associated with each class of capital. Based on the management's recommendations, the Group expects to balance its capital structure by paying dividends, borrowing new loans or repaying original loans.

32. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments

1) Fair value of financial instruments not carried at fair value

Except as detailed in the following table, management believes the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

	December 31			
	2014		2013	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets				
Held-to-maturity investments	$ 18,019	$ 17,845	$ 18,482	$ 18,152
Financial liabilities				
Convertible bonds	710,737	902,088	1,454,400	1,760,075
Corporate bonds	3,000,000	2,998,352	2,000,000	2,000,970

2) Fair value measurements recognized in the balance sheets

The financial instruments that are measured subsequent to initial recognition at fair value by the Group, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

a) Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

b) Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

c) Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

December 31, 2014

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	$ -	$ 97	$ -	$ 97
Non-derivative financial assets held for trading	1,588,730	-	-	1,588,730
Others	-	-	653,096	653,096
	$ 1,588,730	$ 97	$ 653,096	$ 2,241,923

(Continued)

	Level 1	Level 2	Level 3	Total
Available-for-sale financial assets				
Domestic listed common shares	$ 1,063,555	$ -	$ -	$ 1,063,555
Others	-	4,414	-	4,414
	$ 1,063,555	$ 4,414	$ -	$ 1,067,969
Financial liabilities at FVTPL				
Derivative financial liabilities	$ -	$ 1,200	$ -	$ 1,200

(Concluded)

December 31, 2013

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	$ -	$ 41	$ -	$ 41
Non-derivative financial assets held for trading	1,818,397	-	-	1,818,397
Others	-	120,208	661,586	781,794
	$ 1,818,397	$ 120,249	$ 661,586	$ 2,600,232
Available-for-sale financial assets				
Domestic listed common shares	$ 1,225,040	$ -	$ -	$ 1,225,040
Others	130,561	4,194	-	134,755
	$ 1,355,601	$ 4,194	$ -	$ 1,359,795
Financial liabilities at FVTPL				
Derivative financial liabilities	$ -	$ 3,867	$ -	$ 3,867

There were no transfers between Levels 1 and 2 in the current and prior periods.

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

For the year ended December 31, 2014

	Financial Assets at Fair Value Through Profit or Loss	Available-for-sale Financial Assets		
	Held for Trading	Equity Instruments	Others (Describe)	Total
Balance at January 1, 2014	$ 661,586	$ -	$ -	$ 661,586
Total gains or losses				
In profit or loss	8,931	-	-	8,931
Purchases	5,041,724	-	-	5,041,724
Disposals/settlements	(5,074,133)	-	-	(5,074,133)
Effect of foreign currency exchange differences	14,988	-	-	14,988
Balance at December 31, 2014	$ 653,096	$ -	$ -	$ 653,096

For the year ended December 31, 2013

	Financial Assets at Fair Value Through Profit or Loss	Available-for-sale Financial Assets		
	Held for Trading	Equity Instruments	Others (Describe)	Total
Balance at January 1, 2013	$ 188,775	$ 680,541	$ -	$ 869,316
Total gains or losses				
In profit or loss	61,793	12,484	-	74,277
Purchases	5,192,193	1,137,247	-	6,329,440
Disposals/settlements	(4,781,175)	(797,140)	-	(5,578,315)
Effect of foreign currency exchange differences	-	20,413	-	20,413
Effect of loss of control over a joint venture accounted for by proportionate consolidation	-	(1,053,545)	-	(1,053,545)
Balance at December 31, 2013	$ 661,586	$ -	$ -	$ 661,586

b. Categories of financial instruments

	December 31	
	2014	2013
Financial assets		
Fair value through profit or loss (FVTPL)		
Held for trading	$ 1,588,827	$ 1,818,397
Designated as at FVTPL	653,096	781,794
Derivative instruments in designated hedge accounting relationships	-	41
Held-to-maturity investments	18,019	18,482
Loans and receivables (Note 1)	91,638,571	71,429,646
Available-for-sale financial assets (Note 2)	1,579,079	2,214,115
Financial liabilities		
Fair value through profit or loss (FVTPL)		
Held for trading	-	3,753
Derivative instruments in designated hedge accounting relationships	1,200	114
Measurement on amortized cost (Note 3)	111,352,541	88,946,002
Financial guaranteed contracts	426,000	396,182

Note 1: The balances included loans and receivables measured at amortized cost, which comprise cash and cash equivalents, debt investments with no active market, and notes and trade receivables, finance lease receivables and other receivables.

Note 2: The balances included the carrying amount of available-for-sale financial assets measured at cost.

Note 3: The balances included financial liabilities measured at amortized cost, which comprise short-term loans and bills payables, notes payable, trade and other payables, corporate bond payables, long-term loans and other payables, guarantee deposits received and current portion of long-term borrowings.

c. The purpose and strategy of financial risk management

In order to develop a clear direction and system for the Group to analyze, execute and respond to financial risk, it is of great importance to clarify the definition and the purpose of financial risk management prior to the establishment of related critical issues and policies. Through the process of financial risk management, the Group manages the financial risks relevant to the daily operation, including market risk (foreign exchange rate risk, interest rate risk, other price risk), credit risk, and liquidity risk. The Group strives to identify, evaluate and decrease market uncertainty to mitigate influence of the market fluctuation towards its financial performance.

1) Financial risk management is defined by the Group as: To achieve various methods to control and handle risks by assessing direct and indirect potential risks affecting Group's financial status. By minimizing "cost of risk", the Group ensures operation security and continue as going concern.

2) The critical issues of financial risk management: The Group emphasizes precautions in advance as well as controls during the ongoing process. In the event, with precautions and controls in place, of inevitable loss or discrepancies with Group's operational goal, post-event measures are to be taken to deter or ease the unfavorable factors and retain the Group's ongoing development. The source of financial risk includes external and internal factors. The key points of management, control mechanisms, and management tools of precautions, controls during the ongoing process and post-event measures are as follows:

a) Precautions

Key points of management

i. Business Planning: The goal is for the Group to launch its business basing on key performance indicators that are clearly defined. The future operating guidelines and programs, from short term to long term, are also explicitly stated. In addition, goals and ways of achieving it for financial functions will also be specifically described within business planning.

ii. Identification of risk and establishment of indicator: This is based on the previous phase of key points of management, to identify potential risks and its monitoring indicators.

Control mechanisms

i. Business Planning and adjustment: This is achieved by mid-term operating prospectus.

ii. Macro-economic and study of laws and regulation: The Group invites external professional and scholars for workshops regarding current economic status and updates on laws and regulations nonscheduled.

Management tools

i. Research reports on micro and macro-economics: This includes reports on foreign exchange rates, interest rates and economic growths around the world.

ii. Operating prospectus: This is the Group's mid-term operating prospectus.

iii. Articles of incorporation: Clearly states in the Group's article of incorporation the management measures and the standard of risk indicator.

b) Controls during the ongoing process

Key points of management

i. Assessment and monitor of risk: Carry out instant or periodical monitoring towards defined critical risk indicator and related financial process.

ii. Risk feedbacks: The information system automatically sends reports regarding financial operation and indicator statistics simultaneously or periodically to the management of the Group. Internal audit teams are assigned, according to yearly or quarterly audit plans, to conduct audits relating to financial risk management of the Group and its subsidiaries. Internal audit teams are also assigned to conduct audits regarding financial risk management indicators and execution results.

Control mechanisms

i. Internal audit: Each financial sub-unit within the Group manages, controls and conducts independent internal audits after audit plans are proposed to the management.

ii. Financial management system and procedures: The Group establishes financial management system and monitors daily operations and specifically designated risks.

Management tools

i. BIS (Business Intelligent System) reports and alerts: The Group utilizes BIS to provide feedbacks for important operation related financial indicators monthly, at least.

ii. Monthly reports on profits of the Group and its subsidiaries: Operating profit and loss reports are summarized monthly, particularly including analytical summaries and reviews of items not meeting standards set by the management.

iii. Internal audit report: Internal audit reports are issued by the internal audit team including the execution and result of financial risk management.

iv. Reports on capital financing and balance of endorsement: The Group issues a summary report of capital financing and balance of endorsement monthly for the prior month.

v. ERP, DMS and SAP system verifications: Operating management systems from external parties assist in verification, and strengthens the Group's financial risk management.

c) Post-event measures

Key points of management

i. Reasons and strategies for statistical deviations: Internal and external comprehension should be assembled, when abnormal outcomes arise for critical financial management indicators, to determine a corresponding strategy.

ii. Execution and follow-ups on strategy: The Group keeps track of the execution of the corresponding strategy mentioned in the previous phase, determined for the statistics to improve.

Control mechanisms

i. Analysis and feedbacks for unattainable indicators: The Group reviews the cause of unattainable financial management indicators in periodical reports and management meetings. In addition, improvement plans and schedules are also considered in management meetings.

ii. Board and financial meetings: The Group summons board meetings and review of financial management meetings on a timely basis, to ensure that the related financial risk management matters be resolved promptly, if not simultaneously.

Management tools

i. Reports on unfavorable factors and impacts: The Group lists the impacts of unattainable indicators and its actual status within its internal financial reports.

ii. Board meeting reports: The execution of financial risk management is summarized in the board meeting reports.

iii. Endorsement valuation report: Balance of endorsement is assessed and evaluated on a timely basis whether it conforms to local regulations and corporate rules.

iv. Periodic review meetings according to corporate classifications: The Group holds comprehensive review meetings periodically for different corporate classifications, which is in accordance to their different industry attributes.

3) The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities and of the derivatives exposing to foreign currency risk at the end of the reporting period are set out in Note 38.

Sensitivity analysis

The Group was mainly exposed to USD, RMB, JPY and EUR

The following table details the Group's sensitivity to a 1% increase and decrease in New Taiwan dollars (the functional currency) against the relevant foreign currencies 1% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items and foreign currency forward contracts designated as cash flow hedges, and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates.

	USD Impact		JPY Impact	
	For the Year Ended December 31		For the Year Ended December 31	
	2014	2013	2014	2013
Profit or loss	$ 72,244	$ 39,115	$ 1,143	$ (345)

	RMB Impact		EUR Impact	
	For the Year Ended December 31		For the Year Ended December 31	
	2014	2013	2014	2013
Profit or loss	$ (12,524)	$ (17,572)	$ (519)	$ (576)

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings, and using interest rate swap contracts and forward interest rate contracts.

The carrying amount of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	December 31	
	2014	**2013**
Fair value interest rate risk		
Financial assets	$ 58,833,574	$ 45,983,227
Financial liabilities	45,344,339	36,405,748
Cash flow interest rate risk		
Financial assets	16,147,325	11,026,827
Financial liabilities	38,697,919	27,043,021

Sensitivity analysis

The sensitivity analyses below were determined based on the Group's exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period.

If interest rates had been 1% higher and all other variables were held constant, the Group's pre-tax profit for the years ended December 31, 2014 and 2013 would decrease by $225,506 thousand and $160,162 thousand, respectively,

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities.

Sensitivity analysis

The Group assesses equity price risk using sensitivity analysis.

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period. If equity prices had been 1% lower, as of December 31, 2014 and 2013, fair values of available-for-sale investments and held-for-trading investments would have decreased by $26,523 thousand and $31,740 thousand, respectively.

4) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk which will cause a financial loss to the Group due to failure of counterparties to discharge an obligation and financial guarantees provided by the Group could arise from:

a) The carrying amount of the respective recognized financial assets as stated in the balance sheets; and

b) The amount of contingent liabilities in relation to financial guarantee issued by the Group.

It is the Group's policy that transactions only be dealt with credit worthy counter parties. Credit information of transaction parties are gathered by independent rating agencies by conducting credit search and analysis. Credits are then given to parties, according to its nature of transaction, financial status and conditions of collateral, with terms be renewed after careful reexamination to ensure credit risk of counter parties are within the scope of the Group.

The Group analyzes its numerous trade receivable clients' financial status continuously

5) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's.

Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. As of December 31, 2014 and 2013, the Group had available unutilized short-term bank loan facilities of $34,137,679 thousand and $43,887,999 thousand, respectively.

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables had been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The tables included both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed repayment dates.

To the extent that interest flows are floating rate, the undiscounted amount was derived from the interest rate curve at the end of the reporting period.

December 31, 2014

	Less than 1 Year	**1-5 Years**	**5+ Years**
Non-derivative financial liabilities			
Variable interest rate liabilities	$ 35,989,029	$ 2,486,374	$ 222,516
Fixed interest rate liabilities	41,633,602	3,710,737	-
Financial guarantee contracts	11,165,055	-	-
	$ 88,787,686	$ 6,197,111	$ 222,516

December 31, 2013

	Less than 1 Year	**1-5 Years**	**5+ Years**
Non-derivative financial liabilities			
Variable interest rate liabilities	$ 25,210,732	$ 1,832,289	$ -
Fixed interest rate liabilities	32,951,348	3,454,400	-
Financial guarantee contracts	10,279,141	-	-
	$ 68,441,221	$ 5,286,689	$ -

The amount of variable interest rate liabilities included above varies as to the different floating rates estimated at the balance sheet date.

As of December 31, 2014 and 2013, the amounts included above for financial guarantee contracts were the maximum amounts the Group could be required to settle under the arrangement for the full guaranteed amount if that amount is claimed by the counterparty to the guarantee. The Group has estimated the probabilities of default and recognized related provisions (see Note 24).

33. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

a. Operating revenue

1) Sales of goods

	For the Year Ended December 31	
Related Parties Types	**2014**	**2013**
Associates	$ 32,864,402	$ 30,801,355
Other related parties	1,541,148	2,018,408
Joint ventures	-	477,855
	$ 34,405,550	$ 33,297,618

2) Other operating revenue

	For the Year Ended December 31	
Related Parties Types	**2014**	**2013**
Associates	$ 1,457,524	$ 1,506,149
Other related parties	89,178	88,971
Joint ventures	-	12,411
	$ 1,546,702	$ 1,607,531

3) Installment sales interest subsidies revenue

	For the Year Ended December 31	
Related Parties Types	**2014**	**2013**
Associates	$ 465,621	$ 502,559
Other related parties	1,540	3,128
	$ 467,161	$ 505,687

b. Purchase of goods

	For the Year Ended December 31	
Related Parties Types	**2014**	**2013**
Associates	$ 53,323,006	$ 37,400,160
Other related parties	10,441,552	8,667,077
Joint ventures	-	445,880
	$ 63,764,558	$ 46,513,117

c. Operating expenses

Related Parties Types	For the Year Ended December 31 2014	2013
Associates	$ 299,146	$ 436,021
Other related parties	24,289	19,364
	$ 323,435	$ 455,385

d. Acquisition of assets for lease

Related Parties Types	For the Year Ended December 31 2014	2013
Associates	$ 175,095	$ 137,283
Other related parties	662,127	506,889
	$ 837,222	$ 644,172

e. Acquisition of receivables

Related Parties Types	For the Year Ended December 31 2014	2013
Associates	$ 6,000,553	$ 6,230,474
Other related parties	293,610	401,041
	$ 6,294,163	$ 6,631,515

f. Commissions paid

Related Parties Types	For the Year Ended December 31 2014	2013
Associates	$ 203,455	$ 206,025
Other related parties	36	25
	$ 203,491	$ 206,050

g. Amounts receivable from related parties as of the balance sheet dates

1) Notes receivable and trade receivables

Related Parties Types	December 31 2014	2013
Associates	$ 2,208,200	$ 1,844,564
Other related parties	172,616	338,895
	$ 2,380,816	$ 2,183,459

2) Other financial assets

Related Parties Types	December 31 2014	2013
Associates	$ 833,457	$ 596,610
Other related parties	4,840	77,552
	$ 838,297	$ 674,162

h. Amounts payable to related parties as of the balance sheet dates

1) Notes payable and trade payables

Related Parties Types	December 31 2014	2013
Associates	$ 3,573,228	$ 3,992,796
Other related parties	602,051	901,607
	$ 4,175,279	$ 4,894,403

2) Other payables

Related Parties Types	December 31 2014	2013
Associates	$ 6,620,859	$ 3,620,489
Other related parties	12,505	23,598
	$ 6,633,364	$ 3,644,087

3) Long-term payables

Related Parties Types	December 31 2014	2013
Associates	$ 1,940,215	$ 550,536

b. Endorsement/guarantees provided

Information about endorsement/guarantee provided see Table 2.

c. Compensation of key management personnel

	For the Year Ended December 31 2014	2013
Short-term employee benefits	$ 54,269	$ 68,865
Post-employment benefits	2,125	3,858
	$ 56,394	$ 72,723

The compensation of the board members and the Group's management is determined by the remuneration committee based on personal performances and market conditions.

34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings or the tariff of imported raw materials guarantees:

Related Parties Types	December 31 2014	December 31 2013
Notes and trade receivables	$ 3,724,057	$ 2,898,857
Property, plant and equipment	1,024,285	945,019
Vehicle certificates	1,551,431	1,389,168
Reserve account and Pledged time deposits (classified as debt investments with no active market)	919,580	401,242
Others	71,325	193,874
	$ 7,290,678	$ 5,828,160

35. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other Notes, information on significant contingent liabilities and unrecognized commitments on the balance sheet date is as follows:

a. The Company has a manufacturing contract with Yulon Nissan Motor Co., Ltd. (YNM) the original validity of five years from November 1, 2003 to October 31, 2008. Since then, this contract has been automatically renewed; this contract will be terminated on either party's issuance of a notice of discontinuance within three months before the end of the contract. The contract states that YNM has authorized the Company to manufacture Nissan automobiles and parts, and YNM is responsible for the subsequent development of new automobile parts. The volume of the Company's manufacturing should be based on YNM's sales projection for the year. In addition, YNM has entrusted to the Company the provision of warranty services.

   YNM is responsible for developing new car models, refining designs, and providing the Company with sales projections. The Company is responsible for transforming the sales projections into manufacturing plans and making the related materials orders and purchases, providing product quality assurance, delivering cars, and providing warranty-related services.

b. Luxgen Motor Co., Ltd. ("Luxgen") entrusted to the Company the assembly of cars, the manufacturing and selling license for which had been given by Haitec Co., Ltd. ("Haitec") to Luxgen. This car assembly is based on a five-year contract valid from April 1, 2009 to March 31, 2014. (The contract is automatically renewed unless either party issues a notice of discontinuance within three months before contract expiry.) The contract states that Luxgen authorizes the Company to manufacture Luxgen automobiles and parts. The volume of the Company's manufacturing should be based on Luxgen's sales projection for the year. In addition, the Company manufactures other service parts for Luxgen upon Luxgen's request.

   Luxgen is responsible for contracting out the manufacture of new-car model parts, refining designs, registering products, and providing the Group with sales projections. The Company is responsible for transforming the sales projections into manufacturing plans and making the related materials orders and purchases, providing product quality assurance, delivering cars, and providing warranty-related services.

c. For the purpose of enhancing investment benefit on the developing project, the Group acquired right of building bulk arising from three parcels of land located in "Fuzhong" section with parcel Number 1686, 1697 and 1701, respectively, from a nonrelated party - "Ben-Yuan Lin Ancestor Worship Guild" at July 2014. According to the contract of acquisition that total amount was $3,300,000 thousand, the terms of payments are made for three stages, $400,000 thousand advanced payment paid upon contract signed and sealed by both parties, and the balance payment is $2,500,000 thousand. As of September 30, 2014, the payments had been made by the first and second stages which total amounts was $800,000 thousand. In addition, the payment of the third stage will be made less than five work days after the Group acquire the permission of transfer of building bulk arising from the transaction mentioned above, issued by the regulating authorities.

   The transaction is simple acquisition of right of building bulk. Both sides agree to rescind the contract unconditionally supposing the transaction can not be completed due to the policy changes or regulation amendment. The proceeds (net of business tax) received by the selling party will be returned without interest.

   Supposing that regulating authorities does not ratify the right of building bulk to be used in Xindian district of New Taipei City, both sides agree to rescind the contract unconditionally. The proceeds (net of business tax) received by the selling party will be returned without interest.

   Supposing that the regulating authorities ratify the right of building bulk can be partially used in Xindian district of New Taipei City, the contract will remain valid and the selling party will agree the Group has the right to use the remaining right of building bulk in other developing projects.

d. Yueki Industrial Co., Ltd. had a manufacturing and technical management service contract with Dong Feng Yi Jin Industrial Co., Ltd. for one year from October 1, 2012.

e. Endorsements and guarantees provided by the Company for related parties

Luxgen	$ 7,400,000
UMPI	1,649,336
Luxgen Motor Limited Liability	792,950
Yu Yuen	250,000
Yu Sing Motor Co., Ltd.	240,000
Yu Chang	200,000
Yushin	150,000
Pei-Tu Tobe	70,000
	$ 10,752,286

36. EXCHANGE RATE OF FINANCIAL ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The significant financial assets and liabilities denominated in foreign currencies were as follows:

December 31, 2014

	Foreign Currencies	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 33,243	31.650 (USD:NTD)	$ 1,052,138
USD	948	6.119 (USD:RMB)	30,003
JPY	96,326	0.265 (JPY:NTD)	25,526

(Continued)

	Foreign Currencies	Exchange Rate	Carrying Amount
RMB	$ 244,143	5.172 (RMB:NTD)	$ 1,262,810
SGD	19	23.940 (SGD:NTD)	453
EUR	1,366	38.470 (EUR:NTD)	52,532
			$ 2,423,462
Financial liabilities			
Monetary items			
USD	15,549	31.650 (USD:NTD)	$ 492,130
USD	228,300	6.119 (USD:RMB)	7,225,695
USD	18,600	56.258 (USD:RUB)	588,690
JPY	527,807	0.265 (JPY:NTD)	139,869
RMB	2,013	5.172 (RMB:NTD)	10,413
EUR	18	38.470 (EUR:NTD)	676
			$ 8,457,473
			(Concluded)

December 31, 2013

	Foreign Currencies	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 32,211	29.805 (USD:NTD)	$ 960,037
USD	559	6.097 (USD:RMB)	16,653
JPY	696,005	0.284 (JPY:NTD)	197,665
RMB	32,740	4.889 (RMB:NTD)	1,778,722
			$ 2,953,077
Nonmonetary items			
USD	3,265	29.805 (USD:NTD)	$ 97,305
Financial liabilities			
Monetary items			
USD	31,008	29.805 (USD:NTD)	$ 924,193
USD	118,000	6.097 (USD:RMB)	3,516,990
USD	15,000	32.917 (USD:RUB)	447,075
JPY	574,484	0.284 (JPY:NTD)	163,153
RMB	4,432	4.889 (RMB:NTD)	21,666
EUR	48	41.09 (EUR:NTD)	1,972
			$ 5,075,049

37. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and investees:

1) Financing provided to others. (Table 1)

2) Endorsements/guarantees provided. (Table 2)

3) Marketable securities held (excluded investment in subsidiaries, associates and joint controlled entities). (Table 3)

4) Marketable securities acquired and disposed at costs or prices at least NT$300 million or 20% of the paid-in capital. (Table 4)

5) Acquisition of individual real estate at costs of at least NT $300 million or 20% of the paid-in capital. (Table 5)

6) Disposal of individual real estate at prices of at least NT$300 million or 20% of the paid-in capital. (Table 6)

7) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 7)

8) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 8)

9) Information on investees. (Table 9)

10) Trading in derivative instruments. (Tables 7, 10 and 33)

11) Others: Intercompany relationships and significant intercompany transactions. (Table 11)

b. Information on investments in mainland China

There was no information on investments in mainland China should be disclosed excluding in Table 10.

38. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments under IFRS 8 "Operating Segments" were "Brand segments", "Supporting segments", "Horizontal segments", "Taiwan retail segments", "China retail segments" and "Others".

a. Segment revenues and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segment.

	Brand segments	Supporting segments	Horizontal segments	Taiwan retail segments	China retail segments	Others	Adjustment and eliminations	Total
Year ended December 31, 2014								
Revenues from external customers	$ 48,186,300	$ 5,340,735	$ 17,111,083	$ 30,152,306	$ 18,846,858	$ 973,234	$ -	$ 120,610,516
Intersegment revenues	42,173,689	3,693,155	944,265	2,808,871	188,906	196,630	(50,005,516)	-
Segment revenues	$ 90,359,989	$ 9,033,890	$ 18,055,348	$ 32,961,177	$ 19,035,764	$ 1,169,864	$ (50,005,516)	$ 120,610,516
Segment income								$ 3,610,800
Year ended December 31, 2013								
Revenues from external customers	$ 37,451,702	$ 4,420,828	$ 15,279,884	$ 20,793,720	$ 14,093,627	$ 774,153	$ -	$ 92,813,914
Intersegment revenues	27,075,828	3,134,621	751,762	2,081,224	973,913	200,330	(34,217,678)	
Segment revenues	$ 64,527,530	$ 7,555,449	$ 16,031,646	$ 23,874,944	$ 15,067,540	$ 974,483	$ (34,217,678)	$ 92,813,914
Segment income								$ 3,307,294

Segment profit represented the profit before tax earned by each segment without allocation of central administration costs and directors' salaries, share of profits of associates, gain recognized on the disposal of interest in former associates, rental revenue, interest income, gain or loss on disposal of property, plant and equipment, gain or loss on disposal of financial instruments, exchange gain or loss, valuation gain or loss on financial instruments, finance costs and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Segment total assets and liabilities

The segment information on total assets and liabilities were not reported to the chief operating decision maker, therefore was not disclosed.

c. Geographical information

The Group operates in three principal geographical areas - Taiwan, China and Philippines.

The Group's revenue from continuing operations from external customers by location of operations and information about its non-current assets by location of assets are detailed below.

	Revenue from External Customers		Non-current Assets	
	Year Ended December 31		December 31	
	2014	2013	2013	2013
Taiwan	$ 64,095,630	$ 54,237,122	$ 49,592,578	$ 44,527,988
China	55,688,870	37,524,838	7,993,729	6,681,599
Philippines	542,563	1,011,193	348,394	485,511
Russia	283,454	40,761	6,031	26,841
	$ 120,610,517	$ 92,813,914	$ 57,940,732	$ 51,721,939

d. Information about major customers

Single customers contributed 10% or more to the Group's revenue were as follows:

	For the Year Ended December 31			
	2014		2013	
Customer	Amount	% on Sales	Amount	% on Sales
Yulon Nissan Motor Co., Ltd.	$ 14,774,141	12	$ 14,308,070	15

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
1	Luxgen Overseas Holdings	Luxgen Limited Liability	Other receivables	Y	$ 289,619	$ 179,766	$ 179,766	3.00%	Operating capital	$ -	Operating capital	$ -	-	$ -	$ 500,000	$ 500,000	Note 1
2	Hong Shou Culture	Singan	Other receivables	Y	20,000	20,000	15,000	1.50%	Operating capital	-	Operating capital	-	-	-	20,652	20,652	Note 2
3	Hsiang Shou	Singan	Other receivables	Y	70,000	70,000	60,000	1.50%	Operating capital	-	Operating capital	-	-	-	71,411	71,411	Note 3
4	Singgual Travel	Singan	Other receivables	Y	80,000	80,000	15,000	1.50%	Operating capital	-	Operating capital	-	-	-	85,054	85,054	Note 4
5	Yulon Motor Investment	HangZhou Yu Zhong	Other receivables	Y	7,669	7,669	5,419	4.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Shanghai Yuming	Other receivables	Y	51,125	51,125	9,714	5.00%	Operating capital	-	Operating capital	-	-	-	283,016	283,016	Note 5
		Ning Bo Yu Cheng	Other receivables	Y	51,125	51,125	10,225	5.00%	Operating capital	-	Operating capital	-	-	-	283,016	283,016	Note 5
		Sheng Qing	Other receivables	Y	766,875	766,875	17,888	5.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Shanghai Yuexing	Other receivables	Y	20,450	20,450	20,450	5.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Nan Jing Yu Shang	Other receivables	Y	20,450	20,450	20,450	5.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Chang Sha Yu Lu	Other receivables	Y	40,900	40,900	25,563	5.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Jiangmen Yuli	Other receivables	Y	51,125	51,125	35,788	5.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Fu Jian Yu Xin	Other receivables	Y	51,125	51,125	48,316	5.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Jiangmen Junxing	Other receivables	Y	76,688	76,688	76,688	5.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Shenzhen Yu Zhi	Other receivables	Y	153,375	153,375	102,250	5.00%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
		Wuhan Yu Hsin	Other receivables	Y	153,375	153,375	153,375	3.50%	Operating capital	-	Operating capital	-	-	-	766,875	2,116,575	Note 5
6	Sheng Qing	Shanghai Yuming	Other receivables	Y	51,125	51,125	-	-	Operating capital	-	Operating capital	-	-	-	760,677	760,677	Note 6
		Hang Zhou Hua You	Other receivables	Y	12,384	12,384	12,384	-	Operating capital	-	Operating capital	-	-	-	760,677	760,677	Note 6
		Fu Jian Yu Xin	Other receivables	Y	51,125	51,125	51,125	6.00%	Operating capital	-	Operating capital	-	-	-	1,141,016	5,705,079	Note 6
		Hang Zhou Hua Zhi	Other receivables	Y	71,575	71,575	71,575	3.50%	Operating capital	-	Operating capital	-	-	-	760,677	760,677	Note 6
		Guang Zhou Yuan Zhi	Other receivables	Y	74,131	74,131	74,131	6.00%	Operating capital	-	Operating capital	-	-	-	1,141,016	5,705,079	Note 6
		Qingdao Yuanhuang	Other receivables	Y	120,144	120,144	120,144	5.60%-6.00%	Operating capital	-	Operating capital	-	-	-	1,141,016	5,705,079	Note 6
		Guang Zhou Yuan Du	Other receivables	Y	127,813	127,813	127,813	6.00%	Operating capital	-	Operating capital	-	-	-	760,677	760,677	Note 6
		Nanjing Hanhong	Other receivables	Y	131,903	131,903	131,903	0%-5.60%	Operating capital	-	Operating capital	-	-	-	1,141,016	5,705,079	Note 6
		Shen Jun Yu Peng	Other receivables	Y	186,504	186,504	186,504	6.00%	Operating capital	-	Operating capital	-	-	-	760,677	760,677	Note 6
		Zhu Hai Fu Te En	Other receivables	Y	236,709	236,709	236,709	6.00%	Operating capital	-	Operating capital	-	-	-	1,141,016	5,705,079	Note 6
		Wuhan Yu Hsin	Other receivables	Y	249,490	249,490	249,490	0%-6.00%	Operating capital	-	Operating capital	-	-	-	1,141,016	5,705,079	Note 6
		Shi Cheng	Other receivables	Y	255,625	255,625	255,625	-	Operating capital	-	Operating capital	-	-	-	1,141,016	5,705,079	Note 6
7	Zhu Hai Fu Te En	Wuhan Yu Hsin	Other receivables	Y	5,113	5,113	-	-	Operating capital	-	Operating capital	-	-	-	203,937	407,874	Note 7
		Sheng Qing	Other receivables	Y	9,877	9,877	539	-	Operating capital	-	Operating capital	-	-	-	203,937	407,874	Note 7
		Nanjing Hanhong	Other receivables	Y	8,180	8,180	8,180	6.36%	Operating capital	-	Operating capital	-	-	-	203,937	407,874	Note 7
		Shen Jun Yu Peng	Other receivables	Y	15,338	15,338	10,225	7.08%	Operating capital	-	Operating capital	-	-	-	81,575	81,575	Note 7
		Zhuhai Yuhsin	Other receivables	Y	102,250	102,250	71,003	5.60%	Operating capital	-	Operating capital	-	-	-	203,937	407,874	Note 7
8	Nanjing Hanhong	Shen Jun Yu Peng	Other receivables	Y	10,225	10,225	5,113	6.60%	Operating capital	-	Operating capital	-	-	-	112,335	112,335	Note 8
		Wuhan Yu Hsin	Other receivables	Y	25,563	25,563	25,563	6.60%	Operating capital	-	Operating capital	-	-	-	421,257	842,514	Note 8
		Zhu Hai Fu Te En	Other receivables	Y	25,563	25,563	25,563	6.60%	Operating capital	-	Operating capital	-	-	-	421,257	842,514	Note 8
		Sheng Qing	Other receivables	Y	30,675	30,675	30,675	-	Operating capital	-	Operating capital	-	-	-	421,257	842,514	Note 8
		Nan Jing Yu Shang	Other receivables	Y	56,238	56,238	56,238	6.60%	Operating capital	-	Operating capital	-	-	-	421,257	842,514	Note 8
9	Su Zhou Feng Shun	Su Zhou Cheng Li	Other receivables	Y	30,675	30,675	13,804	7.45%	Operating capital	-	Operating capital	-	-	-	71,278	71,278	Note 9
10	Wu Jiang Lian Cheng	Su Zhou Cheng Pang	Other receivables	Y	5,113	5,113	-	-	Operating capital	-	Operating capital	-	-	-	48,815	48,815	Note 10
11	Shanghai Yuming	Shanghai Yuexing	Other receivables	Y	25,563	25,563	-	-	Operating capital	-	Operating capital	-	-	-	58,549	58,549	Note 11
12	Su Zhou Chen Long	Suzhou Yueshun	Other receivables	Y	4,601	4,601	2,295	7.45%	Operating capital	-	Operating capital	-	-	-	49,243	49,243	Note 12
		Su Zhou Cheng Li	Other receivables	Y	9,458	9,458	7,924	7.45%	Operating capital	-	Operating capital	-	-	-	49,243	49,243	Note 12
13	Guang Zhou Yuan Zhi	Qingdao Yuanhuang	Other receivables	Y	28,119	28,119	28,119	8.16%	Operating capital	-	Operating capital	-	-	-	84,539	169,078	Note 13
14	Su Zhou Cheng Hung	Su Zhou Cheng Li	Other receivables	Y	15,338	15,338	15,338	7.45%	Operating capital	-	Operating capital	-	-	-	20,450	20,450	Note 14

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
15	HangZhou Yu Zhong	Sheng Qing	Other receivables	Y	$ 414,113	$ 414,113	$ 414,113	6.00%	Operating capital	$ -	Operating capital	$ -	-	$ -	$ 511,250	$ 766,875	Note 15
16	Hang Zhou Tang Yu	Shenzhen Yu Zhi	Other receivables	Y	10,225	10,225	10,225	5.00%	Operating capital	-	Operating capital	-	-	-	51,232	102,464	Note 16
		Sheng Qing	Other receivables	Y	23,006	23,006	23,006	5.60%	Operating capital	-	Operating capital	-	-	-	51,232	102,464	Note 16

Note 1: Luxgen Overseas Holdings Private Limited: It is allowed to provide financing to 100% held oversea subsidiaries only. Credit financing limit for each borrower and aggregate financing limits were NT$500 million.

Note 2: Hong Shou Culture: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.

Note 3: Hsiang Shou: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.

Note 4: Singgual Travel: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.

Note 5: Yulon Motor Investment: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was RMB150 million and aggregate financing limits was RMB414 million.

Note 6: Sheng Qing: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 60% of the lender's net equity and aggregate financing limits was 300% of the lender's net equity.

Note 7: Zhu Hai Fu Te En: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 100% of the lender's net equity and aggregate financing limits was 200% of the lender's net equity.

Note 8: Nanjing Hanhong: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 150% of the lender's net equity and aggregate financing limits was 300% of the lender's net equity.

Note 9: Su Zhou Feng Shun: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.

Note 10: Wu Jiang Lian Cheng: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.

Note 11: Shanghai Yuming: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.

Note 12: Su Zhou Chen Long: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.

Note 13: Guang Zhou Yuan Zhi: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 100% of the lender's net equity and aggregate financing limits was 200% of the lender's net equity.

Note 14: Su Zhou Cheng Hung: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.

Note 15: HangZhou Yu Zhong: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was RMB100 million and aggregate financing limits was RMB150 million.

Note 16: Hang Zhou Tang Yu: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 100% of the lender's net equity and aggregate financing limits was 200% of the lender's net equity.

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
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No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Each Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 7)											
0	The Company	Peidu TOBE	b	$ 9,800,143	$ 70,000	$ 70,000	$ -	$ -	0.10	$ 28,000,408	Y	N	N	Note 1
		Yushin	b	9,800,143	150,000	150,000	30,000	-	0.21	28,000,408	Y	N	N	Note 1
		Yu Chang	b	9,800,143	200,000	200,000	-	-	0.29	28,000,408	Y	N	N	Note 1
		Yu Sing	b	9,800,143	240,000	240,000	240,000	-	0.34	28,000,408	Y	N	N	Note 1
		Yu Yuen	b	9,800,143	250,000	250,000	-	-	0.36	28,000,408	Y	N	N	Note 1
		Luxgen Limited Liability	c	9,800,143	792,950	792,950	589,955	-	1.13	28,000,408	Y	N	N	Note 1
		UMPI	c	9,800,143	1,649,336	1,649,336	706,360	-	2.36	28,000,408	Y	N	N	Note 1
		Luxgen	b	9,800,143	7,400,000	7,400,000	3,150,000	-	10.57	28,000,408	Y	N	N	Note 1
1	Union & NKH Auto Parts	Hangchow Liangrun	b	295,567	280,584	280,584	231,785	-	13.29	844,478	N	N	Y	Note 1
2	Car-plus Corporation	Diamond Leasing	b	4,527,313	170,000	170,000	-	-	9.39	9,054,625	N	N	N	Note 2
		Car-Plus Leasing (Shanghai)	b	4,527,313	480,000	480,000	336,501	-	26.51	9,054,625	N	N	Y	Note 2
		Car-Plus (Suzhou)	b	4,527,313	960,000	960,000	-	-	53.01	9,054,625	N	N	Y	Note 2
3	TAC	Car-Plus (Suzhou)	c	22,104,822	640,000	640,000	-	-	7.24	44,209,645	N	N	Y	Note 2
		Car-Plus Leasing (Shanghai)	c	22,104,822	320,000	320,000	224,334	-	3.62	44,209,645	N	N	Y	Note 2
4	Y-Teks	Hangchow Y-Teks	b	210,054	79,295	79,295	36,249	-	11.32	350,090	N	N	Y	Note 3
5	Yueki	Yue Ki HK	b	469,259	95,154	95,154	95,154	-	10.14	469,259	N	N	Y	Note 4
6	Sheng Qing	Shen Jun Yu Peng	b	9,508,464	325,748	-	-	-	-	47,542,322	N	N	Y	Note 5
		Zhuhai Yuhsin	b	9,508,464	86,913	86,913	86,913	-	4.58	47,542,322	N	N	Y	Note 5
		Guang Zhou Yuan Zhi	b	9,508,464	102,250	102,250	102,250	-	5.39	47,542,322	N	N	Y	Note 5
		Chang Sha Yu Lu	b	9,508,464	180,414	102,250	102,250	-	5.39	47,542,322	N	N	Y	Note 5
		Shenzhen Yu Zhi	b	9,508,464	160,368	132,925	132,925	-	7.00	47,542,322	N	N	Y	Note 5
		Wuhan Yu Hsin	b	9,508,464	501,150	153,375	153,375	-	8.08	47,542,322	N	N	Y	Note 5
		Fu Jian Yu Xin	b	9,508,464	173,825	173,825	173,825	-	9.15	47,542,322	N	N	Y	Note 5
		Guang Zhou Yuan Du	b	9,508,464	409,000	409,000	409,000	-	21.52	47,542,322	N	N	Y	Note 5
		Qingdao Yuanhuang	b	9,508,464	414,606	409,000	409,000	-	21.52	47,542,322	N	N	Y	Note 5
		HangZhou Yu Zhong	b	9,508,464	511,250	511,250	-	-	26.89	47,542,322	N	N	Y	Note 5
7	Nanjing Hanhong	Shanghai Yuexing	c	561,676	10,225	10,225	10,225	-	3.64	702,095	N	N	Y	Note 6
		Zhu Hai Fu Te En	c	561,676	184,050	184,050	184,050	-	65.54	702,095	N	N	Y	Note 6
8	Zhu Hai Fu Te En	Wuhan Yu Hsin	c	409,000	102,250	102,250	-	-	50.14	613,500	N	N	Y	Note 7
		Nanjing Hanhong	c	409,000	281,188	281,188	37,290	-	137.88	613,500	N	N	Y	Note 7
9	Qingdao Yuanhuang	Sheng Qing	d	531,686	76,688	76,688	76,688	-	115.39	996,911	N	N	Y	Note 8
10	Su Zhou Feng Shen	Wu Jiang Lian Cheng	c	528,318	51,125	51,125	51,125	-	9.68	1,584,955	N	N	Y	Note 9
		Su Zhou Cheng Pang	b	528,318	102,250	102,250	68,299	-	19.35	1,584,955	N	N	Y	Note 9
		Su Zhou Feng Shun	b	528,318	357,875	357,875	76,688	-	67.74	1,584,955	N	N	Y	Note 9

(Continued)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Each Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 7)											
11	Wu Jiang Lian Cheng	Su Zhou Feng Shun	d	$ 610,190	$ 281,188	$ 281,188	$ 230,996	$ -	230.41	$ 1,220,380	N	N	Y	Note 10
		Su Zhou Feng Shen	d	610,190	332,313	332,313	102,250	-	272.30	1,220,380	N	N	Y	Note 10
12	Su Zhou Feng Shun	Su Zhou Feng Shen	d	890,973	76,688	76,688	76,688	-	43.04	1,781,947	N	N	Y	Note 10
		Wu Jiang Lian Cheng	b	890,973	204,500	204,500	204,500	-	114.76	1,781,947	N	N	Y	Note 10
13	Su Zhou Cheng Pang	Su Zhou Feng Shen	d	460,125	230,063	230,063	188,334	-	450.00	920,250	N	N	Y	Note 11
14	Xiao Gan Yu Feng	Sheng Qing	d	265,097	51,125	51,125	25,563	-	96.43	530,194	N	N	Y	Note 10
15	Jiangmen Junxing	Sheng Qing	d	235,273	51,125	51,125	51,125	-	108.65	470,547	N	N	Y	Note 10
16	Ning Bo Yu Cheng	Sheng Qing	d	168,889	51,125	51,125	51,125	-	90.81	281,481	N	N	Y	Note 12
17	Fu Jian Yu Xin	Sheng Qing	d	227,699	51,125	51,125	51,125	-	67.36	379,499	N	N	Y	Note 12
18	Shanghai Yuexing	Sheng Qing	d	153,375	76,688	76,688	76,688	-	964.58	255,625	N	N	Y	Note 13

Note 1: The aggregate endorsement/guarantee limit was calculated for 40% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party were not exceeding 35% of the aggregate endorsement/guarantee amounts.

Note 2: The aggregate endorsement/guarantee limit was calculated for 500% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 250% of the endorser's/guarantor's net equity.

Note 3: The aggregate endorsement/guarantee limit was calculated for 50% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 30% of the endorser's/guarantor's net equity.

Note 4: The aggregate endorsement/guarantee limit was calculated for 50% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 50% of the endorser's/guarantor's net equity.

Note 5: The aggregate endorsement/guarantee limit was calculated for 2500% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.

Note 6: The aggregate endorsement/guarantee limit was calculated for 250% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 200% of the endorser's/guarantor's net equity.

Note 7: The aggregate endorsement/guarantee limit was RMB120 million. The limits on each endorsement/guarantee given on behalf of each party was RMB80 million.

Note 8: The aggregate endorsement/guarantee limit was calculated for 1,500% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 800% of the endorser's/guarantor's net equity.

Note 9: The aggregate endorsement/guarantee limit was calculated for 300% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 100% of the endorser's/guarantor's net equity.

Note 10: The aggregate endorsement/guarantee limit was calculated for 1,000% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.

Note 11: The aggregate endorsement/guarantee limit was RMB180 million. The limits on each endorsement/guarantee given on behalf of each party was RMB90 million.

Note 12: The aggregate endorsement/guarantee limit was calculated for 500% of the endorser's/guarantor's net equity. The limits on each endorsement/guarantee given on behalf of each party was calculated for 300% of the endorser's/guarantor's net equity.

Note 13: The aggregate endorsement/guarantee limit was RMB50 million. The limits on each endorsement/guarantee given on behalf of each party was RMB30 million.

Note 14: The relationship between guarantor and guarantee are as follows:

a. The company in relation to business.
b. Subsidiaries' common stocks which were directly owned by parent company over 50%.
c. Investees' common stocks which were both owned by parent company and subsidiary over 50%.
d. Investees' common stocks which were was directly or indirectly held by the Company over 50%.

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2014				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
The Company	Beneficiary certificates							
	CTBC Hwa-win Money Market Fund	-	Financial assets at fair value through profit or loss - current	18,543	$ 200,716	-	$ 200,716	-
	Fuh Hwa Small Capital	-	Financial assets at fair value through profit or loss - current	124	4,841	-	4,841	-
	CTBC Taiwan Small-cap Fund	-	Financial assets at fair value through profit or loss - current	562	4,786	-	4,786	-
	The RSIT Felong	-	Financial assets at fair value through profit or loss - current	18,515	309,015	-	309,015	-
	Structured finance products							
	SinoPac Securities CLNT0012 - Jin Ke 1st	-	Financial assets at fair value through profit or loss - current	150	15,077	-	15,077	-
	SinoPac Securities CLNT0015 - Cheng Ye 1st	-	Financial assets at fair value through profit or loss - current	1,000	100,501	-	100,501	-
	SinoPac Securities CLNT0016 - Xing Nung 1st	-	Financial assets at fair value through profit or loss - current	500	50,121	-	50,121	-
	SinoPac Securities CLNT0023 - Jing Li 1st	-	Financial assets at fair value through profit or loss - current	200	20,061	-	20,061	-
	KGI Securities CLN - Fu Ciao 4th	-	Financial assets at fair value through profit or loss - current	100	10,085	-	10,085	-
	Yuanta Securities CLN - Hong Chi 2nd	-	Financial assets at fair value through profit or loss - current	350	35,138	-	35,138	-
	KGI Securities CLN - Tsan Yuan 4th	-	Financial assets at fair value through profit or loss - current	100	10,050	-	10,050	-
	KGI Securities CLN - FRMSL 2nd	-	Financial assets at fair value through profit or loss - current	260	26,124	-	26,124	-
	Fubon Security-CLN - YuChin 1st	-	Financial assets at fair value through profit or loss - current	50	5,051	-	5,051	-
	SinoPac Securities CLN - Orise tech 1st	-	Financial assets at fair value through profit or loss - current	250	25,023	-	25,023	-
	SinoPac Securities CLN - Lextar 2nd	-	Financial assets at fair value through profit or loss - current	300	30,225	-	30,225	-
	Fubon Security-CLN - Lextar 2nd	-	Financial assets at fair value through profit or loss - current	40	4,025	-	4,025	-
	KGI Securities CLN - YFC-BonEagle 7th	-	Financial assets at fair value through profit or loss - current	70	7,024	-	7,024	-
	Yuanta Securities CLN - Union 1st	-	Financial assets at fair value through profit or loss - current	200	20,084	-	20,084	-
	Fubon Security-CLN-Jin Ke 1st	-	Financial assets at fair value through profit or loss - current	70	7,027	-	7,027	-
	Yuanta Securities CLN - Union 1st	-	Financial assets at fair value through profit or loss - current	600	60,188	-	60,188	-
	Yuanta Securities CLN - Taiching 3rd	-	Financial assets at fair value through profit or loss - current	150	15,034	-	15,034	-
	SinoPac Securities CLN - DaFeng 1st	-	Financial assets at fair value through profit or loss - current	300	30,066	-	30,066	-
	Common stocks							
	Photronics DNP Mask Company	Related party in substance	Available-for-sale financial assets - non-current	856	8,729	0.33	8,729	-
	First Financial Holding Company	-	Available-for-sale financial assets - non-current	822	15,329	0.01	15,329	-
	Mison - Century Technology, Ltd.	-	Available-for-sale financial assets - non-current	5,025	50,497	8.37	50,497	-
	Taiwin Company	The same chairman	Financial assets measured at cost - non-current	6,692	26,240	5.09	Not applicable	-
	Shin Bus Company	Related party in substance	Financial assets measured at cost - non-current	11,607	37,763	24.69	Not applicable	-
	Taiwan Stock Exchange	-	Financial assets measured at cost - non-current	6,442	1,206	1.00	Not applicable	-
	Da Nan Bus Company	-	Financial assets measured at cost - non-current	701	3,708	2.78	Not applicable	-
	Chung Yang Venture Capital Investment Co.	The same chairman	Financial assets measured at cost - non-current	19,817	39,305	14.11	Not applicable	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2014				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Taiwan Aerospace Company	-	Financial assets measured at cost - non-current	811	$ -	0.60	Not applicable	-
	Oculon Optoelectronics Company	-	Financial assets measured at cost - non-current	383	481	2.31	Not applicable	-
	Shin Sheng 2 Company	Related party in substance	Financial assets measured at cost - non-current	5,985	46,009	9.68	Not applicable	-
TAC	Bonds							
	Government bonds	-	Held-to-maturity financial assets - non-current	-	5,953	-	$ 5,754	-
SCC	Bonds							
	Government bonds	-	Held-to-maturity financial assets - non-current	-	12,066	-	12,091	-
Diamond Leasing	Beneficiary certificates							
	Yuanta De-Li Money Market Fund	-	Financial assets at fair value through profit or loss - current	125	2,005	-	2,005	-
	Union Money Market	-	Financial assets at fair value through profit or loss - current	385	5,002	-	5,002	-
	Paradigm Pion Money Market	-	Financial assets at fair value through profit or loss - current	440	5,001	-	5,001	-
	Jih Sun Money Market	-	Financial assets at fair value through profit or loss - current	344	5,002	-	5,002	-
	Mirae Asset Solomon Money Market Fund	-	Financial assets at fair value through profit or loss - current	807	10,001	-	10,001	-
	Shin Kong Chi-Shin Money-Market	-	Financial assets at fair value through profit or loss - current	328	5,001	-	5,001	-
H. K. Manpower	Beneficiary certificates							
	Jih Sun Money Market	-	Financial assets at fair value through profit or loss - current	211	3,064	-	3,064	-
	Union Money Market	-	Financial assets at fair value through profit or loss - current	235	3,046	-	3,046	-
	CAPITAL Money Market Fund	-	Financial assets at fair value through profit or loss - current	129	2,040	-	2,040	-
	Fuh Hwa Money Market	-	Financial assets at fair value through profit or loss - current	143	2,037	-	2,037	-
Yue Sheng	Common stocks							
	Yueki Company	The same parent company	Financial assets measured at cost - non-current	10	100	0.08	Not applicable	-
Fuzhou Lianghong	Financial products							
	SPD BANK 14-days-2nd	-	Financial assets at fair value through profit or loss - current	-	20,690	-	20,690	-
	SPD BANK	-	Financial assets at fair value through profit or loss - current	-	113,793	-	113,793	-
China Cast Iron Pipe	Beneficiary certificates							
	The RSIT Felong ING Privately Offered Fund	-	Financial assets at fair value through profit or loss - current	625	10,437	-	10,437	-
Sin Chi	Beneficiary certificates							
	The RSIT Enhanced	-	Financial assets at fair value through profit or loss - current	2,457	28,895	-	28,895	-
	Franklin Money Fund	-	Financial assets at fair value through profit or loss - current	991	10,047	-	10,047	-
Singgual Travel	Beneficiary certificates							
	PineBridge Glbl Emerging Mkt Hi Yld	-	Financial assets at fair value through profit or loss - current	399	4,668	-	4,668	-
Hsiang Shou	Beneficiary certificates							
	Fuh Hwa Money Market Bd A	-	Financial assets at fair value through profit or loss - current	452	4,195	-	4,195	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2014				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Yu Yuen	Common stocks							
	CARNIVAL Company	-	Financial assets at fair value through profit or loss - current	118	$ 953	-	$ 953	-
	RECTRON Company	-	Financial assets at fair value through profit or loss - current	16	145	-	145	-
	YangMing Marine Transport Corp.	-	Financial assets at fair value through profit or loss - current	12	201	-	201	-
	Taiwan Shin Kong Security Co., Ltd.	-	Financial assets at fair value through profit or loss - current	50	1,960	-	1,960	-
	Compal Electronics Company	-	Financial assets at fair value through profit or loss - current	14	312	-	312	-
	Yue Sheng Company	The same parent company	Financial assets measured at cost - non-current	2	33	-	Not applicable	-
	Beneficiary certificates							
	FSITC Taiwan Money Market	-	Financial assets at fair value through profit or loss - current	3,507	52,641	-	52,641	-
Yu Ching	Beneficiary certificates							
	CCIB-SPCFX Fund	-	Financial assets at fair value through profit or loss - current	698	46,765	-	46,765	-
	The RSIT Felong	-	Financial assets at fair value through profit or loss - current	1,251	20,875	-	20,875	-
	Taishin Asia-America Short Duration Bd	-	Financial assets at fair value through profit or loss - current	3,033	31,531	-	31,531	-
	Taishin Lucky Money Market	-	Financial assets at fair value through profit or loss - current	7,402	80,958	-	80,958	-
	Cathay Asian Growth	-	Financial assets at fair value through profit or loss - current	3,000	30,030	-	30,030	-
	Common stocks							
	Gongin Company	-	Financial assets measured at cost -current	147	1,911	-	Not applicable	-
	Yulon Motor Company	Parent company	Available-for-sale financial assets - non-current	11,838	550,488	-	550,488	-
	Fubon Financial Company	-	Available-for-sale financial assets - non-current	7,342	372,247	-	372,247	-
	TrueLight Company	-	Available-for-sale financial assets - non-current	321	11,112	-	11,112	-
	Shin Sheng Company	-	Financial assets measured at cost - non-current	2,452	10,764	-	Not applicable	-
	Sheng Yan Company	Related party in substance	Financial assets measured at cost - non-current	7,138	40,000	-	Not applicable	-
Yu Pong	Beneficiary certificates							
	The RSIT Felong Private Placement Equity Fund	-	Financial assets at fair value through profit or loss - current	2,089	34,873	-	34,873	-
	Cathay Asian Growth	-	Financial assets at fair value through profit or loss - current	2,000	2,002	-	2,002	-
	Structured finance products							
	CLN20130617902 Tsan Yuan 4th	-	Financial assets at fair value through profit or loss - current	-	7,033	-	7,033,010	-
	CLNF20130923002 Fu Ciao 4th	-	Financial assets at fair value through profit or loss - current	-	30,239	-	30,238,974	-
	Common stocks							
	Yulon Motor Company	Parent company	Available-for-sale financial assets - current	-	6	-	6	-
	Fubon Financial Company	-	Available-for-sale financial assets - current	2,419	122,631	0.02	122,631	-
Yung Hong	Common stocks							
	CARNIVAL Company	-	Financial assets at fair value through profit or loss - current	283	2,275	-	2,275	-
	Kian-shen Company	-	Financial assets at fair value through profit or loss - current	76	4,730	-	4,730	-
	Asia Plastic	-	Financial assets at fair value through profit or loss - current	2,121	77,210	-	77,210	-
	TAC Corporation	The same parent company	Financial assets at fair value through profit or loss - current	4,346	338,553	-	338,553	-
	Altek Corporation	-	Available-for-sale financial assets - current	3,778	136,021	-	136,021	-
	Asia Plastic	-	Available-for-sale financial assets - current	1,759	64,017	-	64,017	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2014				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Fubon Momo Company	-	Financial assets measured at cost -current	331	$ 42,680	-	Not applicable	-
	Gongin Company	-	Financial assets measured at cost -current	148	1,099	-	Not applicable	-
	Zhi Mei Company	-	Available-for-sale financial assets - non-current	14,444	262,691	-	$ 262,691	-
	Tai Yuen Company	The same chairman	Financial assets measured at cost - non-current	21	200	-	Not applicable	-
	The Risk on Rock	-	Financial assets measured at cost - non-current	330	9,900	-	Not applicable	-
	Jian Bong Venture Company	-	Financial assets measured at cost - non-current	948	655	-	Not applicable	-
	Sheng Yan Company	-	Financial assets measured at cost - non-current	2,855	19,252	-	Not applicable	-
	Mosa Industrial Company	-	Financial assets measured at cost - non-current	160	3,566	-	Not applicable	-
	Zhao Bang Company	-	Financial assets measured at cost - non-current	1,101	2	-	Not applicable	-
	Orgchem Technology Company	-	Financial assets measured at cost - non-current	291	5,298	-	Not applicable	-
	T-Car Inc.	-	Financial assets measured at cost - non-current	50	6,386	-	Not applicable	-
	ADTO Company	-	Financial assets measured at cost - non-current	1	10	-	Not applicable	-
	Beneficiary certificates							
	Cathay Taiwan Money Market	-	Financial assets at fair value through profit or loss - current	6,698	82,099	-	82,099	-
	GOLDMANSACHS	-	Financial assets measured at cost - non-current	-	1,921	-	Not applicable	-
Tai Yuen Venture Capital	Beneficiary certificates							
	Cathay Taiwan Money Market	-	Financial assets at fair value through profit or loss - current	33,424	409,714	-	409,714	-
	Common stocks							
	Hiroca Holdings Company	-	Financial assets at fair value through profit or loss - current	117	11,002	-	11,002	-
	Asia Plastic	-	Available-for-sale financial assets - non-current	557	20,281	0.22	20,281	-
	JOYIN Company	-	Financial assets measured at cost - non-current	1,880	7,543	2.77	Not applicable	-
	Subtron Technology Company	-	Financial assets measured at cost - non-current	2,039	9,061	0.62	Not applicable	-
	MosArt Semiconductor Company	-	Financial assets measured at cost - non-current	735	10,909	2.84	Not applicable	-
	AMPAK Technology Company	-	Financial assets measured at cost - non-current	171	4,802	0.26	Not applicable	-
	Orgchem Technology Company	-	Financial assets measured at cost - non-current	242	4,387	0.41	Not applicable	-
	Gongin Company	-	Financial assets measured at cost - non-current	578	8,434	1.26	Not applicable	-
	Phalanx Biotech Group	-	Financial assets measured at cost - non-current	697	7,664	-	Not applicable	-
	Tennrich International Company	-	Financial assets measured at cost - non-current	231	2,474	0.79	Not applicable	-
	Mosa Industrial Company	-	Financial assets measured at cost - non-current	772	11,753	0.58	Not applicable	-
	UOG Industrial Company	-	Financial assets measured at cost - non-current	229	4,814	0.01	Not applicable	-
	Solidlite Company	-	Financial assets measured at cost - non-current	344	3,809	0.02	Not applicable	-
	Jouge Company	-	Financial assets measured at cost - non-current	740	3,567	0.03	Not applicable	-
	E-ONE Moli Energy Company	-	Financial assets measured at cost - non-current	1,204	12,042	-	Not applicable	-
	Nitring	-	Financial assets measured at cost - non-current	3,800	45,608	0.19	Not applicable	-
	Paragon Semiconductor Lighting Technology Company	-	Financial assets measured at cost - non-current	1,500	16,500	0.05	Not applicable	-
	Neutron	-	Financial assets measured at cost - non-current	2,929	28,964	0.13	Not applicable	-
	Itoys Company	-	Financial assets measured at cost - non-current	2,200	-	0.17	Not applicable	-
	Hero Cinema Company	-	Financial assets measured at cost - non-current	152	253	-	Not applicable	-
	Apexigen	-	Financial assets measured at cost - non-current	117	640	-	Not applicable	-
	Ecrowd Media	-	Financial assets measured at cost - non-current	1,000	10,000	0.10	Not applicable	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2014				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Yulon Overseas	Beneficiary certificates							
	Powerfund-Class A	-	Financial assets at fair value through profit or loss - current	280	$ 15,824	-	$ 15,824	-
Yulon China	Common stocks							
	Chien-Tai Limited	-	Financial assets measured at cost - non-current	-	3,165	-	Not applicable	-
	Ratify Development	-	Financial assets measured at cost - non-current	-	3,165	-	Not applicable	-
	Historic Enterprise Limited	-	Financial assets measured at cost - non-current	-	3,165	-	Not applicable	-
	Yung Jen Industrial	-	Financial assets measured at cost - non-current	-	2,374	-	Not applicable	-
	AutoKing	-	Financial assets measured at cost - non-current	-	3,165	-	Not applicable	-
Qing Yi	Beneficiary certificates							
	Powerfund-Class A	-	Financial assets at fair value through profit or loss - current	224	14,402	-	14,402	-
Wen Yang	Beneficiary certificates							
	CCIB SPC-Diversified FX Trading Segregated Portfolio A	-	Financial assets at fair value through profit or loss - current	679	45,445	-	45,445	-
Yu Sing	Common stocks							
	Kai Xing Insurance Agency	-	Financial assets measured at cost - non-current	43	842	6.96	Not applicable	-
Yushin	Common stocks							
	Kai Xing Insurance Agency	-	Financial assets measured at cost - non-current	43	781	6.96	Not applicable	-
Yu Pool	Common stocks							
	Yu Pool Company	-	Financial assets measured at cost - non-current	150	1,500	4.69	Not applicable	-
Yu Ming	Common stocks							
	Kai Xing Insurance Agency	-	Financial assets measured at cost - non-current	44	847	6.67	Not applicable	-
Yu Chang	Common stocks							
	Kai Xing Insurance Agency	-	Financial assets measured at cost - non-current	43	726	6.96	Not applicable	-
Yulon GM	Common stocks							
	Taishin 1699 Money Market	-	Financial assets at fair value through profit or loss - current	763	10,141	-	10,141	-
Qinton	Common stocks							
	Taishin 1699 Money Market	-	Financial assets at fair value through profit or loss - current	247	3,279	-	3,279	-

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal					Ending Balance	
					Shares/Units	Amount (Note 1)	Shares/Units	Amount	Shares/Units	Amount	Carrying Value	Gain (Loss) on Disposal	Foreign Exchange Gain/(Loss)	Shares/Units	Amount (Note 1)
The Company	Beneficiary certificates														
	CTBC Hwa-win Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	$ -	101,899	$ 1,100,000	83,356	$ 900,198	$ 899,582	$ 615	$ -	$ 18,543	$ 200,716
	Eastspring Inv Well Pool Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	160,685	2,140,000	160,685	2,141,066	2,140,000	1,066	-	-	-
	Yuanta De-Bao Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	195,175	2,300,000	195,175	2,300,765	2,300,000	765	-	-	-
	The RSIT Enhanced Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	73,389	860,000	73,389	860,765	860,000	765	-	-	-
	Fuh Hwa Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	26,803	380,000	26,803	380,064	380,000	64	-	-	-
	Fuh Hwa You Li Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	34,038	450,000	34,038	450,249	450,000	249	-	-	-
	Fubon China Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	49,870	500,000	49,870	523,691	500,000	23,691	-	-	-
	Shin Kong Chi-Shin Money-Market	Financial assets at fair value through profit or loss - current	-	-	-	-	49,318	750,000	49,318	750,571	750,000	571	-	-	-
	Yuanta Wan Tai Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	89,609	1,330,000	89,609	1,331,110	1,330,000	1,110	-	-	-
	Yuanta RMB Money Market CNY	Financial assets at fair value through profit or loss - current	-	-	-	-	75,045	798,160	75,045	819,246	798,160	20,766	320	-	-
	Jih Sun Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	100,808	1,460,000	100,808	1,462,554	1,460,000	2,554	-	-	-
	Capital Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	148,729	2,350,000	148,729	2,351,416	2,350,000	1,416	-	-	-
	FSITC Taiwan Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	92,810	1,390,000	92,810	1,390,755	1,390,000	755	-	-	-
	Hua Nan Phoenix Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	31,322	500,000	31,322	500,260	500,000	260	-	-	-
	Union Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	221,869	2,870,000	221,869	2,871,244	2,870,000	1,244	-	-	-
	Cathay Taiwan Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	35,186	430,000	35,186	430,168	430,000	168	-	-	-
	Taishin 1699 Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	166,201	2,200,000	166,201	2,201,230	2,200,000	1,230	-	-	-
	Taishin Ta-Chong Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	160,200	2,230,000	160,200	2,230,873	2,230,000	873	-	-	-
	Taishin Lucky Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	93,490	1,020,000	93,490	1,020,192	1,020,000	192	-	-	-
	Allianz Glbl Investors Taiwan Money Mkt	Financial assets at fair value through profit or loss - current	-	-	-	-	122,473	1,500,000	122,473	1,502,573	1,500,000	2,573	-	-	-
	Nomura Taiwan Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	35,014	560,000	35,014	560,094	560,000	94	-	-	-
	Mega Diamond Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	65,183	800,000	65,183	801,269	800,000	1,269	-	-	-
	SinoPac TWD Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	69,586	950,000	69,586	950,926	950,000	926	-	-	-
	Paradigm Pion Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	88,313	1,000,000	88,313	1,001,567	1,000,000	1,567	-	-	-
	Franklin Templeton Sinoam Money Market	Financial assets at fair value through profit or loss - current	-	-	-	-	57,387	580,000	57,387	581,464	580,000	1,464	-	-	-

(Continued)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal					Ending Balance	
					Shares/Units	Amount (Note 1)	Shares/Units	Amount	Shares/Units	Amount	Carrying Value	Gain (Loss) on Disposal	Foreign Exchange Gain/(Loss)	Shares/Units	Amount (Note 1)
The Company	Common stocks Luxgen	Investments accounted for using equity method	Luxgen	Subsidiary	144,000	$ 384,906 (Note 2)	200,000	$ 2,000,000 (Note 3)	144,000	$ -	$ -	$ -	-	$ 200,000	$ 249,552
TAC	Common stocks TAC Global Investment (Samoa) Co., Ltd.	Investments accounted for using equity method	Issue of ordinary shares for cash	Subsidiary	25,000,000	1,085,808	21,536,903	654,720	-	-	-	-	-	46,536,903	2,047,662
TAC Global	Common stocks Yu Rong International Investment (Samoa) Co., Ltd.	Investments accounted for using equity method	Issue of ordinary shares for cash	Subsidiary	20,000,000	865,537	18,000,000	547,540	-	-	-	-	-	38,000,000	1,672,579
Yu Hong	Beneficiary certificates Capital Money Market	Available-for-sale financial assets - current	-	-	8,283	130,561	18,233	288,000	22,116	350,000	348,627	1,373	-	4,400	69,664

Note 1: The beginning balance and ending balance included adjustments of unrealized gains or loss on financial assets and investments accounted for using equity method.

Note 2: Capital Increase.

Note 3: Reduction of capital to cover the deficit.

(Concluded)

TABLE 5

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

ACQUISITION OF INDIVIDUAL REAL ESTATE PROPERTIES AT COSTS OF AT LEAST NT$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type of Property	Transaction Date	Transaction Amount	Payment Term	Counterparty	Nature of Relationship	Prior Transaction of Related Counterparty				Price Reference	Purpose of Acquisition	Other Terms
							Owner	Relationship	Transfer Date	Amount			
						None							

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

DISPOSAL OF INDIVIDUAL REAL ESTATE AT PRICES OF AT LEAST $300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Seller	Property	Event Date	Original Acquisition Date	Carrying Amount	Transaction Amount	Collection	Gain (Loss) on Disposal	Counterparty	Relationship	Purpose of Disposal	Price Reference	Other Terms
						None						

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

TOTAL PURCHASE FROM OR SALE TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Purchasing or (Selling) Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) or Receivable		Note
			Purchase/(Sale)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
The Company	Yulon Nissan	An associate accounted for using equity method by the Company	Sales	$(27,018,320)	69	Within 180 days	Same as non-related parties	60 days to 180 days	$ (21,837)	(3)	-
	Luxgen	The Company's subsidiary	Same as above	(10,776,911)	27	Within 90 days	Same as above	Same as above	210,210	33	-
	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	Same as above	(1,151,725)	3	Within 60 days	Same as above	Same as above	206,857	32	-
TAC	Yu Chang	The Company's subsidiary	Same as above	(4,887,710)	11	Receipt of payment on the day	Same as normal transactions	Same as normal transactions	35,203	-	-
	Luxgen Taipei	Luxgen Company's subsidiary	Same as above	(4,753,264)	11	Same as above	Same as above	Same as above	7,703	-	-
	Yu Sing	The Company's subsidiary	Same as above	(3,556,238)	8	Same as above	Same as above	Same as above	9,392	-	-
	Yuan Lon	An associate accounted for using equity method by the Company	Same as above	(3,451,088)	8	Same as above	Same as above	Same as above	6,777	-	-
	Hui-Lian	An associate accounted for using equity method by the Company	Same as above	(3,265,246)	8	Same as above	Same as above	Same as above	10,473	-	-
	Yu Ming	The Company's subsidiary	Same as above	(2,830,872)	7	Same as above	Same as above	Same as above	5,882	-	-
	Yushin	The Company's subsidiary	Same as above	(2,690,800)	6	Same as above	Same as above	Same as above	7,084	-	-
	Cheng Long	An associate accounted for using equity method by the Company	Same as above	(2,576,402)	6	Same as above	Same as above	Same as above	191,346	-	-
	Luxgen Taoyuan	Luxgen Company's subsidiary	Same as above	(2,492,676)	6	Same as above	Same as above	Same as above	3,595	-	-
	Luxgen Taichung	Luxgen Company's subsidiary	Same as above	(2,387,014)	6	Same as above	Same as above	Same as above	6,109	-	-
	Yu Tang	An associate accounted for using equity method by the Company	Same as above	(2,152,978)	5	Same as above	Same as above	Same as above	11,970	-	-
	Luxgen Kaohsiung	Luxgen Company's subsidiary	Same as above	(1,842,621)	4	Same as above	Same as above	Same as above	2,690	-	-
	Luxgen Tainan	Luxgen Company's subsidiary	Same as above	(1,450,486)	3	Same as above	Same as above	Same as above	2,159	-	-
	Chi Ho	An associate accounted for using equity method by the Company	Same as above	(1,128,133)	3	Same as above	Same as above	Same as above	-	-	-
	Ding Long	Cheng Long Company's subsidiary	Same as above	(822,129)	2	Same as above	Same as above	Same as above	2,798	-	-
	Yuan Zhi	Yuan Lon Company's subsidiary	Same as above	(438,871)	1	Same as above	Same as above	Same as above	1,413	-	-
	Lian Cheng	Cheng Long Company's subsidiary	Same as above	(409,602)	1	Same as above	Same as above	Same as above	862	-	-
Diamond Leasing	Car-plus Corporation	TAC Corporation's subsidiary	Same as above	(348,566)	83	1 day	Same as above	Same as above	5,200	-	-
Yu Sing	Car-plus Corporation	TAC Corporation's subsidiary	Same as above	(294,784)	5	30 days	Same as above	Same as above	7,880	1	-
Yu-Jan	Yu Sing	The Company's subsidiary	Same as above	(138,359)	86	At sight or a month	Same as above	Same as above	8,599	93	-
Luxgen	TAC	The Company's subsidiary	Same as above	(12,764,786)	91	Within 3 days	Same as above	Same as above	18,958	22	-
	Car-plus Corporation	TAC Corporation's subsidiary	Same as above	(185,717)	1	1 day	Same as above	Same as above	2,358	3	-
	Hui-Fong	The equity-method investee of China Motor Company	Same as above	(137,151)	1	At sight	Same as above	Same as above	-	-	-
	Luxgen Taipei	Luxgen Company's subsidiary	Same as above	(278,581)	2	Same as above	Same as above	Same as above	5,474	6	-
	Luxgen Taoyuan	Luxgen Company's subsidiary	Same as above	(134,934)	1	Same as above	Same as above	Same as above	2,497	3	-
	Luxgen Taichung	Luxgen Company's subsidiary	Same as above	(131,192)	1	Same as above	Same as above	Same as above	2,661	3	-
	Luxgen Kaohsiung	Luxgen Company's subsidiary	Same as above	(105,226)	1	Same as above	Same as above	Same as above	1,799	2	-
Luxgen Taipei	Car-plus Corporation	TAC Corporation's subsidiary	Same as above	(345,380)	6	1 day	Same as above	Same as above	942	1	-
Singan	The Company	The Parent company	Same as above	(173,056)	67	At sight or a month	Bargaining	At sight or a month	26,421	71	-

(Continued)

Purchasing or (Selling) Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) or Receivable		Note
			Purchase/(Sale)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Singgual Travel	The Company	The Parent company	Same as above	$ (190,648)	30	Same as above	Same as above	Same as above	$ -	-	-
	Luxgen Taipei	Luxgen Company's subsidiary	Same as above	(106,369)	17	Same as above	Same as above	Same as above	-	-	-
Shang Hai Jing-Huei	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	Same as above	(247,787)	100	60 days to 90 days	Same as above	Same as normal transactions	67,329	100	-
Y-Teks	The Company	The Parent company	Same as above	(359,174)	83	45 days	Same as normal transactions	Same as above	53,250	60	-
Hangchow Y-Teks	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	Same as above	(349,117)	89	60 days	Bargaining	60 days	56,853	36	-
Union & NKH Auto Parts	The Company	The Parent company	Same as above	(1,241,368)	51	Same as above	Because the standard and characteristic of products are different, there is no base to compare.	Same as general customer	155,674	35	-
	China Motor	An associate accounted for using equity method by the Company	Same as above	(629,618)	26	Same as above	Same as above	Same as above	129,654	29	-
	Hangchow Liangrun	Uni Investment's subsidiary	Same as above	(184,722)	8	Same as above	Same as above	Same as above	57,313	13	-
Fuzhou Lianghong	Southeast Bus	A related party in substance	Same as above	(388,481)	40	45 days	Same as normal transactions	Same as normal transactions	65,943	26	-
Hangchow Liangrun	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	Same as above	(1,259,009)	96	65 days	Note 1	Note 1	665,129	93	-
Yueki	The Company	The Parent company	Same as above	(1,220,988)	69	45 days	Bargaining	45 days	292,767	50	-
	China Motor	An associate accounted for using equity method by the Company	Same as above	(152,531)	9	Same as above	Same as above	Same as above	37,146	6	-
	Kian-shen	China Motor Company's subsidiary	Same as above	(128,731)	7	Same as above	Same as above	Same as above	51,505	9	-
Hangchow Yue Wan	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	Same as above	(460,901)	95	65 days	Same as above	65 days	492,824	99	-
Yue Sheng	The Company	The Parent company	Same as above	(300,017)	58	At sight or a month	Same as above	At sight or a month	68,877	55	-
Dong Feng Yulon Sales Company	Suzhou Yueshun	Su Zhou Feng Shen Company's subsidiary	Same as above	(322,529)	1	Sales revenue received in advance	Same as normal transactions	Same as normal transactions	244	-	-
	Zhuhai Yuhsin	Zhu Hai Fu Te En Company's subsidiary	Same as above	(396,226)	1	Same as above	Same as above	Same as above	-	-	-
	Shanghai Yuming	Sheng Qing Company's subsidiary	Same as above	(652,572)	2	Same as above	Same as above	Same as above	-	-	-
	Ning Bo Yu Cheng	Sheng Qing Company's subsidiary	Same as above	(349,386)	1	Same as above	Same as above	Same as above	635	-	-
	Fu Jian Yu Xin	Sheng Qing Company's subsidiary	Same as above	(490,126)	1	Same as above	Same as above	Same as above	-	-	-
	Hang Zhou Hua Zhi	Sheng Qing Company's subsidiary	Same as above	(330,704)	1	Same as above	Same as above	Same as above	44,668	5	-
	Guang Zhou Yuan Zhi	Sheng Qing Company's subsidiary	Same as above	(446,423)	1	Same as above	Same as above	Same as above	-	-	-
	Hang Zhou Hua You	Hang Zhou Hua Zhi Company's subsidiary	Same as above	(396,488)	1	Same as above	Same as above	Same as above	45,299	5	-
	Shenzhen Yu Zhi	Zhu Hai Fu Te En Company's subsidiary	Same as above	(780,771)	2	Same as above	Same as above	Same as above	2,284	-	-
	Chang Sha Yu Lu	Sheng Qing Company's subsidiary	Same as above	(356,098)	1	Same as above	Same as above	Same as above	-	-	-
	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	Same as above	(670,706)	2	Same as above	Same as above	Same as above	-	-	-
The Company	Singan	The Company's subsidiary	Purchase	173,056	1	At sight or a month	Bargaining	At sight or a month	(26,421)	1	-
	Singgual Travel	Singan Company's subsidiary	Same as above	190,648	1	Same as above	Same as above	Same as above	-	-	-
	Y-Teks	The Company's subsidiary	Same as above	359,174	2	45 days	Same as normal transactions	Same as normal transactions	(53,250)	2	-

(Continued)

Purchasing or (Selling) Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) or Receivable		Note
			Purchase/(Sale)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
	Union & NKH Auto Parts	The Company's subsidiary	Same as above	$ 1,241,368	7	60 days	Because the standard and characteristic of products are different, there is no base to compare.	Same as general customer	$ (155,674)	5	-
	Yueki	The Company's subsidiary	Same as above	1,220,988	7	45 days	Bargaining	45 days	(292,767)	9	-
	Yue Sheng	The Company's subsidiary	Same as above	300,017	2	At sight or a month	Same as above	At sight or a month	(68,877)	2	-
	China Ogihara	China Motor Company's subsidiary	Same as above	491,156	3	45 days after monthly closing	Same as above	45 days after monthly closing	(14)	-	-
	China Engine	China Motor Company's subsidiary	Same as above	272,950	2	Same as above	Same as above	Same as above	(37,685)	1	-
	Uni-calsonic	An associate accounted for using equity method by the Company	Same as above	173,041	1	Same as above	Same as above	Same as above	(27,696)	1	-
	Yuen-jin	China Ogihara Company's subsidiary	Same as above	152,801	1	Same as above	Same as above	Same as above	-	-	-
	Taiway	The main shareholder is the equity-method investee of the Company	Same as above	177,817	1	Same as above	Same as above	Same as above	(29,371)	1	-
	Kian-shen	China Motor Company's subsidiary	Same as above	125,113	1	Same as above	Same as above	Same as above	(13,770)	-	-
	Lowin	A related party in substance	Same as above	131,377	1	12 days after bill of lading	Same as normal transactions	12 days after bill of lading	(23,088)	1	-
	Nissan Motor Co., Ltd.	A related party in substance	Same as above	9,673,461	57	Same as above	Same as above	Same as above	(437,240)	14	-
	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	Same as above	1,943,121	11	60 days after monthly closing	Same as non-related parties	60 days after monthly closing	(164,386)	5	-
TAC	Yulon Nissan	An associate accounted for using equity method by the Company	Same as above	29,780,061	70	Within 3 days	Same as normal transactions	Same as normal transactions	(90,405)	31	-
	Luxgen	The Company's subsidiary	Same as above	12,764,786	30	Same as above	Same as above	Same as above	(18,958)	6	-
Car-plus Corporation	Hui-Fong	The equity-method investee of China Motor Company	Same as above	524,644	7	10 days	Same as above	Same as above	(17,025)	6	-
	Diamond Leasing	Car-plus Corporation's subsidiary	Same as above	348,566	5	1 day	Same as above	Same as above	(5,200)	2	-
	Yu Sing	The Company's subsidiary	Same as above	294,784	4	30 days	Same as above	Same as above	(7,880)	3	-
	Luxgen Taipei	Luxgen Company's subsidiary	Same as above	345,380	5	1 day	Same as above	Same as above	(942)	-	-
	Luxgen	The Company's subsidiary	Same as above	185,717	3	Same as above	Same as above	Same as above	(2,358)	1	-
	Shug Ye Motor	A related party in substance	Same as above	130,463	2	30 days	Same as above	Same as above	(42,934)	15	-
Yu Sing	TAC	The Company's subsidiary	Same as above	3,556,238	85	Receipt of payment on the day	Same as above	Same as above	(9,392)	23	-
	Yu-Jan	Yu Sing Company's subsidiary	Same as above	138,359	3	At sight or a month	Same as above	Same as above	(8,599)	21	-
	Yulon Nissan	An associate accounted for using equity method by the Company	Same as above	317,875	8	At sight	Same as above	Same as above	-	-	-
Yushin	TAC	The Company's subsidiary	Same as above	2,690,800	84	Receipt of payment on the day	Same as above	Same as above	(7,084)	21	-
	Yulon Nissan	An associate accounted for using equity method by the Company	Same as above	225,285	7	At sight	Same as above	Same as above	(2,014)	6	-
Yu Chang	TAC	The Company's subsidiary	Same as above	4,887,710	89	Receipt of payment on the day	Same as above	Same as above	(35,203)	40	-
	Yulon Nissan	An associate accounted for using equity method by the Company	Same as above	102,685	2	At sight	Same as above	Same as above	(3,154)	4	-
Yu Ming	TAC	The Company's subsidiary	Same as above	2,830,872	94	Receipt of payment on the day	Same as above	Same as above	(5,882)	19	-
Hangchow Liangrun	Union & NKH Auto Parts	The Company's subsidiary	Same as above	184,722	17	60 days	Because the standard and characteristic of products are different, there is no base to compare.	Same as general customer	(57,313)	8	-
Luxgen	The Company	The Parent company	Same as above	10,776,911	98	Within 90 days	Same as non-related parties	60 days to 180 days	(252,335)	52	-
Luxgen Taipei	TAC	The Company's subsidiary	Same as above	4,753,264	96	Receipt of payment on the day	Same as normal transactions	Same as normal transactions	(7,703)	25	-
	Luxgen	The Company's subsidiary	Same as above	278,581	4	At sight	Same as above	Same as above	(5,474)	18	-

(Continued)

Purchasing or (Selling) Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) or Receivable		Note
			Purchase/(Sale)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Luxgen Taoyuan	TAC	The Company's subsidiary	Same as above	$ 2,492,676	96	Receipt of payment on the day	Same as above	Same as above	$ (3,595)	16	-
	Luxgen	The Company's subsidiary	Same as above	134,934	3	At sight	Same as above	Same as above	(2,497)	11	-
Luxgen Taichung	TAC	The Company's subsidiary	Same as above	2,387,014	94	Receipt of payment on the day	Same as above	Same as above	(6,109)	45	-
	Luxgen	The Company's subsidiary	Same as above	131,192	5	At sight	Same as above	Same as above	(2,661)	20	-
Luxgen Tainan	TAC	The Company's subsidiary	Same as above	1,450,486	94	Receipt of payment on the day	Same as above	Same as above	(2,159)	44	-
Luxgen Kaohsiung	TAC	The Company's subsidiary	Same as above	1,842,621	95	Same as above	Same as above	Same as above	(2,690)	12	-
	Luxgen	The Company's subsidiary	Same as above	105,226	5	At sight	Same as above	Same as above	(1,799)	8	-
Suzhou Yueshun	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	322,529	100	Payment in advance	Same as above	Same as above	(244)	7	-
Zhuhai Yuhsin	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	396,226	100	Same as above	Same as above	Same as above	-	-	-
Shanghai Yuming	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	652,572	96	Same as above	Same as above	Same as above	-	-	-
Ning Bo Yu Cheng	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	349,386	97	Same as above	Same as above	Same as above	(635)	31	-
Fu Jian Yu Xin	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	490,126	100	Same as above	Same as above	Same as above	-	-	-
Hang Zhou Hua Zhi	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	330,704	89	Same as above	Same as above	Same as above	(44,668)	96	-
Guang Zhou Yuan Zhi	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	446,423	98	Same as above	Same as above	Same as above	-	-	-
Hang Zhou Hua You	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	396,488	94	Same as above	Same as above	Same as above	(45,299)	90	-
Shenzhen Yu Zhi	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	780,771	100	Same as above	Same as above	Same as above	(2,284)	77	-
Chang Sha Yu Lu	Dong Feng Yulon Sales Company	Yulon Motor Investment Limited's subsidiary	Same as above	356,098	92	Same as above	Same as above	Same as above	-	-	-
Dong Feng Yulon Sales Company	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	Same as above	31,589,218	96	Same as above	Same as above	Same as above	-	-	-

Note: Till the end of balance sheet date, no other transaction parties were available for comparison, since Hangchow Liangrun Parts Company had traded with Dong Feng Yulon Motors and Union & NKH Auto Parts Company only.

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Action Taken		
The Company	Yulon Nissan Company	An associate accounted for using equity method by the Company	$ 161,273 (Note 1)	73.89	$ -	-	$ 113,450	$ -
	Luxgen	The Company's subsidiary	266,107 (Note 2)	48.76	-	-	205,021	-
	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	206,857	6.10	-	-	200,632	-
Union & NKH Auto Parts	The Company	The Parent company	155,674	7.43	-	-	155,674	-
	China Motor	An associate accounted for using equity method by the Company	133,782 (Note 3)	4.82	-	-	53,291	-
Hangchow Liangrun	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	665,129	2.79	-	-	248,646	-
Luxgen Overseas Holdings	Luxgen Limited Liability	Luxgen Overseas Hondings Private Limited's subsidiary	190,964 (Note 4)	-	-	-	-	-
Yueki	The Company	The Parent company	292,767	5.16	2,351	Actively demand for settlement	237,387	-
	Hangchow Yue Wan	Yueki Company's subsidiary	315,779 (Note 5)	0.37	143,099	Actively demand for settlement	-	-
Hangchow Yue Wan	Dong Feng Yulon Motors	An associate accounted for using equity method by Yulon China (Hong Kong) Investment Company	492,824	1.73	16,637	Actively demand for settlement	53,151	-

Note 1: The receivables comprised notes receivables of $(21,837) thousand and other receivables of $183,110 thousand.

Note 2: The receivables comprises notes receivables of $210,210 thousand and other receivables of $55,897 thousand.

Note 3: The receivables comprises notes receivables of $129,654 thousand and other receivables of $4,128 thousand.

Note 4: The receivables are recognized as other receivables of $190,964 thousand.

Note 5: The receivables comprises notes receivables of $161,225 thousand and other receivables of $154,554 thousand.

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEES ON WHICH THE CORPORATION EXERCISES SIGNIFICANT INFLUENCE
FOR THE YEAR ENDED DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2014			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				December 31, 2014	December 31, 2013	Shares	Percentage of Ownership	Carrying Value			
The Company	Yulon Nissan	Miaoli, Taiwan	Sales of cars	$ 7,062,225	$ 7,062,225	143,500	47.83	$ 12,755,908	$ 6,523,759	$ 3,167,722	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	810,409	810,409	111,480	8.05	4,338,960	2,558,290	192,876	-
	TAC	Taipei, Taiwan	Sale and lease of cars and parts	512,150	512,150	125,657	47.93	3,248,853	1,514,421	745,971	-
	Tai-Yuen Textiles	Taipei, Taiwan	Manufacturing and sales of spinning, dyeing or knitting fabrics and import and export of related products	44,956	44,956	170,685	20.85	7,069,330	321,356	(20,847)	-
	Yueki	Hsinchu, Taiwan	Manufacturing and sale of car components	60,700	60,700	9,847	50.58	440,814	10,668	4,806	-
	Yue Sheng	Miaoli, Taiwan	Car manufacture and furnishing; manufacture, installation and sale of car parts	106,965	106,965	14,681	50.98	223,526	14,624	7,790	-
	China Cast Iron Pipe	Taipei, Taiwan	Metal casting and related business	24,850	24,850	25	77.66	53,638	(3,139)	(2,437)	-
	Union & NKH Auto Parts	Taipei, Taiwan	Manufacturing and sale of springs for various motor vehicles and sale of nonmotorized vehicles	183,723	183,723	19,754	25.01	586,440	195,470	49,064	-
	Uni-calsonic	Miaoli, Taiwan	Production and sales of various kinds of radiators, heat transfer apparatus, geysers, water tank and car parts	39,372	39,372	3,448	17.68	78,538	30,495	5,332	-
	Leader	Taipei, Taiwan	Investments	-	149,850	-	-	-	(5,452)	(5,446)	-
	Yu Chang	Kaohsiung, Taiwan	Sale, maintenance and repair of cars and parts	114,096	114,107	13,999	65.00	78,873	31,680	21,595	-
	China Ogihara	Taoyuan, Taiwan	Design, manufacturing and sales of cars and various kinds of molds, fixtures, stamping parts and inspection implements	280,071	280,071	21,359	37.76	402,819	174,662	64,034	-
	Yuan Lon	Taoyuan, Taiwan	Sale, maintenance and repair of cars and parts	84,420	84,420	8,000	20.00	106,740	32,737	6,365	-
	Yu Ching	Taipei, Taiwan	Import and export and sale of cars and parts	1,749,940	1,749,940	175,000	100.00	1,955,788	141,837	125,676	-
	Yu Hong	Taipei, Taiwan	Investments	-	449,940	-	-	-	5,378	4,631	-
	Yu Pong	Taipei, Taiwan	Yulon basketball team management and related services	449,940	449,940	65,721	99.99	890,873	12,943	13,864	-
	Yung Hong	Taipei, Taiwan	Investments	507,498	599,940	215,855	100.00	2,261,052	2,696	3,744	-
	Yushin	Hsinchu, Taiwan	Sale, maintenance and repair of cars and parts	133,000	133,000	16,000	80.00	189,404	36,241	28,470	-
	China Engine	Taoyuan, Taiwan	Manufacturing of car engines and parts	320,000	320,000	32,000	18.95	185,116	11,966	1,276	-
	Cheng Long	Taipei, Taiwan	Sale, maintenance and repair of cars and parts	51,696	51,696	8,127	27.00	144,958	53,132	13,995	-
	Tai Yuen Venture Capital	Taipei, Taiwan	Investments	495,000	495,000	52,470	49.50	395,943	(28,686)	(14,200)	-
	Chi Ho	Taipei, Taiwan	Sale, maintenance and repair of cars and parts	59,940	59,940	3,600	20.00	99,438	20,440	2,479	-
	Yu Tang	Taichung, Taiwan	Sale, maintenance and repair of cars and parts	42,500	42,500	4,250	21.25	64,341	30,058	5,503	-
	ROC-Spicer	Taoyuan, Taiwan	Manufacturing and sales of cars and parts	567,589	567,589	1,005	20.48	703,558	321,168	66,017	-
	Car-plus Corporation	Taipei, Taiwan	Sales and lease of cars	106,372	106,372	2,595	3.46	61,245	370,530	12,807	-
	Singan	Taipei, Taiwan	Wholesale and retail of information software	99,935	171,177	10,213	35.62	150,340	113,087	40,277	-
	Yu Ming	Taichung, Taiwan	Sale, maintenance and repair of cars and parts	30,000	30,000	4,200	20.00	44,539	20,437	5,740	-
	Chan Yun	Taipei, Taiwan	Wholesale and retail of information software	40,680	40,680	8,332	43.85	22,405	993	436	-
	Sin Jiang	Taipei, Taiwan	Sale and brokerage of secondhand vehicles	85,895	85,895	8,568	20.01	95,291	23,975	4,797	-
	Sin Chi	Taipei, Taiwan	General advertising planning services	871,157	871,157	87,000	100.00	1,200,356	81,932	80,202	-
	Yu Sing	Taipei, Taiwan	Sale, maintenance and repair of cars and parts	325,199	325,200	32,519	90.33	(20,207)	(1,733)	(1,350)	-
	Y-Teks	Taoyuan, Taiwan	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	42,183	29,014	357	28.29	249,172	172,877	43,073	-
	Yulon Overseas	B.V.I.	Investments	9,755,697	9,623,812	312,640	100.00	5,371,700	(1,890,670)	(1,923,684)	-
	Tokio Marine Newa Insurance	Taipei, Taiwan	Property insurance	796,956	796,956	52,010	17.39	1,151,330	837,245	145,612	-
	Yulon GM	Miaoli, Taiwan	Wholesale of cars and parts	99,000	99,000	9,900	100.00	107,691	4,852	6,136	-
	Qinton	Tainan, Taiwan	Sales maintenance and repair of cars and parts	67,459	67,459	6,746	100.00	84,416	11,696	11,209	-
	Haitec	New Taipei City, Taiwan	Product design	2,007,456	2,007,456	200,000	40.00	(88,392)	33,498	(231,495)	-
	Hui-Lian	Changhua, Taiwan	Sale, maintenance and repair of cars and parts	74,375	74,375	6,117	20.35	48,976	22,988	4,175	-
	DXMEDIA	Taipei, Taiwan	Publication	10,000	10,000	400	20.00	473	(2,715)	(543)	-
	Luxgen	Miaoli, Taiwan	Sales and producing of cars and related parts	4,740,000	2,740,000	200,000	100.00	249,552	(2,454,739)	(2,348,142)	-
	Yulon TOBE	New Taipei City, Taiwan	Sale, maintenance and repair of cars and parts	500,000	500,000	30,000	100.00	24,254	(1,735)	(252)	-
	Peidu TOBE	New Taipei City, Taiwan	Sale, maintenance and repair of cars and parts	67,600	18,000	4,960	80.00	2,281	(630)	(195)	-
	Yulon Management	New Taipei City, Taiwan	Investment advisor and temporary labor services	32,991	33,000	3,299	32.99	23,313	(11,586)	(4,244)	-
	Yulon Energy	New Taipei City, Taiwan	Wholesale and retail sale of batteries	300,000	300,000	30,000	100.00	121,732	(73,873)	(71,329)	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2014			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				December 31, 2014	December 31, 2013	Shares	Percentage of Ownership	Carrying Value			
TAC	Car-plus Corporation	Taipei, Taiwan	Sales and lease of cars	$ 757,288	$ 757,288	51,492	68.57	$ 1,222,292	$ 370,530	$ -	-
	SCC	Taipei, Taiwan	Installment financing services for cars and trucks	419,808	419,808	71,720	100.00	1,790,189	304,158	-	-
	TAC Global	Samoa	Shareholding company	1,433,452	778,732	46,537	100.00	2,047,662	206,095	-	-
	Tokio Marine Newa Insurance	Taipei, Taiwan	Property insurance	58,070	58,070	5,807	1.94	127,438	837,245	-	-
	Yu Ming	Taichung, Taiwan	Sale, maintenance and repair of cars and parts	48,843	48,843	5,670	27.00	63,944	20,437	-	-
	Sin Jiang	Taipei, Taiwan	Sale and brokerage of secondhand vehicles	181,731	181,731	17,128	40.00	190,473	23,975	-	-
Car-plus Corporation	Diamond Leasing	Taipei, Taiwan	Sales and lease of cars	85,000	85,000	8,500	100.00	89,494	(12,196)	-	-
	Car-Plus Samoa	Samoa	Shareholding company	378,187	241,747	12,000	100.00	541,892	47,638	-	-
	Sin Jiang	Taipei, Taiwan	Sale and brokerage of secondhand vehicles	90,811	90,822	8,559	19.99	95,179	23,975	-	-
Diamond Leasing	H. K. Manpower	Taipei, Taiwan	Temporary labor services	10,000	10,000	1,000	100.00	15,776	1,930	-	-
Sin Jiang	Sinjang International Investment (Samoa) Co., Ltd.	Samoa	Shareholding company	24,243	-	810	60.00	20,764	(7,440)	-	-
Car-Plus Samoa	Car-Plus China	Samoa	Shareholding company	193,004	193,004	6,000	60.00	344,082	68,581	-	-
	Car-Plus Shanghai	Samoa	Shareholding company	185,183	48,743	6,000	60.00	197,775	10,815	-	-
TAC Global	Car-Plus China	Samoa	Shareholding company	128,647	128,647	4,000	40.00	229,388	68,581	-	-
	Car-Plus Shanghai	Samoa	Shareholding company	123,455	32,495	4,000	40.00	131,850	10,815	-	-
	Yu Rong International	Samoa	Shareholding company	1,165,130	617,590	38,000	100.00	1,672,579	177,312	-	-
	Sinjang International Investment (Samoa) Co., Ltd.	Samoa	Shareholding company	16,220	-	540	40.00	13,843	(7,440)	-	-
Yueki	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	408	408	27	-	747	2,558,290	-	-
	Uni-calsonic	Miaoli, Taiwan	Production and sales of various kinds of radiators, heat transfer apparatus, geysers, water tank and car parts	17,328	17,328	800	4.10	17,328	30,495	-	-
	Yue Ki Samoa	Samoa	Investments	123,058	123,058	4,126	100.00	610,171	(1,915)	-	-
	Yue Ki HK	Hong Kong	Investments	120,016	120,016	-	100.00	87,853	(4,202)	-	-
Yue Sheng	Y-Teks	Taoyuan, Taiwan	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	18,430	15,550	151	12.00	107,561	172,877	-	-
Y-Teks	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	435	435	28	-	766	2,558,290	-	-
	Yu-Hsin Intl	B.V.I.	Investments	65,854	65,854	2,208	66.67	925,209	264,302	-	-
Yu-Hsin Intl	Yu-Hsin Intl HK	Hong Kong	Investments	311,194	311,194	10,274	100.00	551,034	75,372	-	-
Union & NKH Auto Parts	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	640	640	64	-	1,734	2,558,290	-	-
	Uni Investment	B.V.I.	Investments	289,287	289,287	8,403	100.00	2,012,634	159,456	-	-
Sin Chi	Yulon Nissan	Miaoli, Taiwan	Sales of cars	311,853	311,853	3,050	1.02	274,353	6,523,759	-	-
	Yu Chia	Taipei, Taiwan	Sales, maintenance and repair of heavy vehicles and related products	50,100	50,100	5,010	100.00	19,221	(18,466)	-	-
	Chanchen	Taipei, Taiwan	Management consulting, leases of real estate and general advertising	10,000	10,000	1,000	100.00	15,328	4,825	-	-
Singan	Singgual Travel	New Taipei City, Taiwan	Sales of car parts	130,591	130,591	13,000	100.00	221,389	36,723	-	-
	Hsiang Shou	New Taipei City, Taiwan	Towing	128,400	128,400	10,000	100.00	183,993	58,343	-	-
	Hong Shou Culture	New Taipei City, Taiwan	Publication	64,100	64,100	5,000	100.00	52,184	1,099	-	-
Yu Yuen	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	1,690	1,690	32	-	930	2,558,290	-	-
Yu Ching	Tokio Marine Newa Insurance	Taipei, Taiwan	Property insurance	55,467	55,467	3,500	1.17	69,255	837,245	-	-
	Yulon Nissan	Miaoli, Taiwan	Sales of cars	336,923	336,923	3,500	1.17	314,831	6,523,759	-	-
	Yu Yuen	Taipei, Taiwan	Construction	358,514	358,514	40,324	33.30	719,317	59,777	-	-
	Singan	Taipei, Taiwan	Wholesale and retail of information software	19,914	39,042	2,742	9.56	41,076	113,087	-	-
	Chinh-Ling	Taipei, Taiwan	Product design	36,098	36,098	5,000	100.00	18,408	17	-	-
	ID Solution Co., Ltd	Cayman	Wireless communications, machinery related business and manufacturing industries	99,908	99,908	10,000	27.20	-	-	-	-
	Yulon Management	New Taipei City, Taiwan	Investment advisor and temporary labor services	9	-	1	0.01	9	(11,586)	-	-
Yu Pong	Yu Yuen	Taipei, Taiwan	Construction	89,058	89,058	39,543	32.65	705,377	59,777	-	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	42,080	42,080	1,135	0.08	30,762	2,558,290	-	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2014			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				December 31, 2014	December 31, 2013	Shares	Percentage of Ownership	Carrying Value			
Yu Hong	Yu Yuen	Taipei, Taiwan	Construction	$ -	$ 745,292	-	-	$ -	$ 59,777	$ -	-
	Shin Sheng 3	Taipei, Taiwan	Investments	-	80,000	-	-	-	(81,804)	-	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	-	855	-	-	-	2,558,290	-	-
Leader	Prosperity	B.V.I.	Investments in the manufacturing, service and financial industries	-	38,012	-	-	-	30	-	-
	Shin Sheng 3	Taipei, Taiwan	Investments	-	80,000	-	-	-	(81,804)	-	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	-	14,444	-	-	-	2,558,290	-	-
Yung Hong	Blue Water	B.V.I.	Investments in the manufacturing, service and financial industries	208,252	208,252	10	100.00	182,430	167	-	-
	Prosperity	B.V.I.	Investments in the manufacturing, service and financial industries	38,012	-	15,000	100.00	20,669	(198)	-	-
	Yu Yuen	Taipei, Taiwan	Construction	745,292	-	39,543	32.65	705,930	59,777	-	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	253,834	238,535	9,994	0.72	254,847	2,558,290	-	-
	Shin Sheng 3	Taipei, Taiwan	Investments	280,000	120,000	8,736	20.58	-	(81,804)	-	-
Tai Yuen Venture Capital	Haitec	New Taipei City, Taiwan	Product design	112,418	112,418	11,200	2.24	131,251	33,498	-	-
Yu Sing	Ding Long	Taipei, Taiwan	Sales, maintenance and repair of cars and parts	37,800	37,800	3,780	45.00	34,110	14,509	-	-
	Luxgen Taipei	New Taipei City, Taiwan	Sales, maintenance and repair of cars and related products	22,050	22,050	239	1.29	-	30,237	-	-
	Yu-Jan	Taipei, Taiwan	Sales and arrangement of cars and related products	5,000	5,000	500	100.00	8,866	1,050	-	-
Yushin	Yu Pool	Miaoli, Taiwan	Supply of and providing services on information software and retail trade of spare parts of vehicles	7,000	7,000	1,000	100.00	28,074	2,355	-	-
	Luxgen Taoyuan	Taoyuan, Taiwan	Sales, maintenance and repair of cars and related products	12,250	12,250	2,100	20.00	15,686	17,797	-	-
	Yu Shin Investment	Samoa	Investments	46,331	46,331	-	100.00	51,585	73	-	-
Yu Ming	Chunmin	Taichung, Taiwan	Comprehensive retail of car parts	8,000	8,000	800	100.00	10,325	216	-	-
	Hong Yen	Samoa	Investments	47,082	47,082	45,995	100.00	85,855	(9,294)	-	-
	Luxgen Taichung	Taichung, Taiwan	Sales, maintenance and repair of cars and related products	27,446	27,446	2,120	20.00	10,164	8,431	-	-
	Yu Ming Insurance	Taichung, Taiwan	Property insurance	3,000	3,000	300	100.00	3,439	434	-	-
Yu Chang	Tian Wang	Kaohsiung, Taiwan	Secondhand cars and car related products	17,000	17,000	1,700	100.00	30,993	11,249	-	-
	Yu Chang China	Samoa	Investments	47,422	47,422	1,564	100.00	19,608	(3,099)	-	-
	Luxgen Kaohsiung	Kaohsiung, Taiwan	Sales, maintenance and repair of cars and related products	26,450	26,450	1,420	20.00	6,601	9,610	-	-
Luxgen	Luxgen Taipei	New Taipei City, Taiwan	Sales, maintenance and repair of cars and related products	157,632	157,632	13,636	73.71	75,834	30,237	-	-
	Luxgen Taoyuan	Taoyuan, Taiwan	Sales, maintenance and repair of cars and related products	64,892	64,892	6,300	60.00	44,623	17,797	-	-
	Luxgen Taichung	Taichung, Taiwan	Sales, maintenance and repair of cars and related products	71,630	71,630	6,360	60.00	26,630	8,431	-	-
	Luxgen Tainan	Tainan, Taiwan	Sales, maintenance and repair of cars and related products	101,400	101,400	6,240	60.00	15,133	(9,543)	-	-
	Luxgen Kaohsiung	Kaohsiung, Taiwan	Sales, maintenance and repair of cars and related products	58,350	58,350	4,260	60.00	18,006	9,610	-	-
	Luxgen Overseas Holdings	Singapore	Investments	148,031	148,031	30,342	100.00	(350,975)	(1,014,596)	-	-
	Singan	Taipei, Taiwan	Wholesale and retail of information software	81,191	-	5,670	19.78	84,934	113,087	-	-
Luxgen Overseas Holdings	Luxgen Limited Liability	Russia	Sale, maintenance and repair of cars and parts	397,561	95,384	-	99.99	(466,432)	(895,913)	-	-
Yulon Energy	Power Engineering	New Taipei City, Taiwan	Construction project contracting	2,000	2,000	200	100.00	1,502	(147)	-	-
Yulon Overseas	Yulon Philippine	Cayman	Investments	1,131,005	1,037,835	32,791	100.00	(371,904)	(115,928)	-	-
	Yulon China	B.V.I.	Investments	9,240,661	9,196,351	290,564	100.00	5,820,885	(1,736,352)	-	-
Yulon Philippine	UMPI & SCIC	Philippine	Manufacturing of cars and factory lease	923,990	923,990	-	100.00	(391,106)	(120,211)	-	-
	NPI	Philippine	Sale, maintenance and repair of cars and parts	74,446	-	12	24.50	63,869	(45,676)	-	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2014			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				December 31, 2014	December 31, 2013	Shares	Percentage of Ownership	Carrying Value			
Yulon China	Qing Yi	Samoa	Investments	$ 501,653	$ 501,653	15,850	100.00	$ 587,227	$ 1,182	$ -	-
	Wen Yang	Samoa	Investments	509,565	509,565	16,100	100.00	603,664	3,940	-	-
	Tai Xin	Samoa	Investments	620,340	620,340	19,600	100.00	790,655	(2,728)	-	-
	Tai Xin HK	Hong Kong	Investments	-	32	-	-	-	-	-	-
	Weu Yang (Hong Kong) Investment Co., Ltd.	Hong Kong	Investments	-	32	-	-	-	-	-	-
	Qing Yi (Hong Kong) Investment Co., Ltd.	Hong Kong	Investments	-	32	-	-	-	-	-	-
	Yulon China (Hong Kong) Investment Limited	Hong Kong	Investments	6,681,315	6,681,315	-	100.00	4,077,182	(856,721)	-	-
	Mega Elegant	Hong Kong	Investments	58,869	58,869	-	100.00	660,203	(142,256)	-	-
	Yulon China Holding	Cayman	Investments	712,125	712,125	22,500	100.00	(1,025,865)	(740,770)	-	-
	Feng Hua	Hong Kong	Investments	88,620	44,310	-	40.00	96,402	4,924	-	-
Yulon China Holding	Yulon Motor Investment	Hong Kong	Investments	712,125	712,125	-	100.00	(1,025,872)	(740,776)	-	-

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

INVESTMENT IN MAINLAND CHINA
FOR THE YEAR ENDED DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2014	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2014	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of December 31, 2014	Accumulated Repatriation of Investment Income as of December 31, 2014	Note
					Outward	Inward							
Xiamen Young Chang	Cars, electronics, textiles and related business investment consulting services; advanced technology, products and equipment import consulting	$ 80,035	b.	58,869	$ -	$ -	$ 58,869	$ (142,254)	100.00	$ (142,254)	$ 660,497	$ -	2.b.
Ke Yu	Computer software maintenance and computer system integration	797,063	b.	617,175	-	-	617,175	(2,660)	100.00	(2,660)	787,940	-	2.b.
Tai Feng	Computer software maintenance and computer system integration	590,761	b.	470,003	-	-	470,003	1,169	100.00	1,169	553,601	-	2.b.
Qing Tai	Computer software maintenance and computer system integration	622,061	b.	485,828	-	-	485,828	56	100.00	56	570,583	-	2.b.
Dong Feng Yulon Motors	Manufacturing of key car components, electric cars and related parts	14,224,138	b.	6,612,764	-	-	6,612,764	(1,713,251)	50.00	(856,626)	4,073,331	-	2.a.
Su Zhou Chen Long	Sale, maintenance and repair of cars and parts	228,406	b.	44,310	44,310	-	88,620	4,924	40.00	1,970	241,003	-	2.b.
Yulon Motor Investment	Investment, shareholding and related business	731,758	b.	712,125	-	-	712,125	(740,775)	100.00	(740,775)	(1,025,871)	-	2.b.
Hang Zhou Haitec Company	Product design	159,669	b.	15,825	-	-	15,825	5,562	10.00	1,074	166,583	-	2.a.
Hang Zhou Jian Tai	Tailpipe, catalyzer assembling, chassises, connection arms, crossrails of engines and other stamping and welding parts	165,479	b.	3,165	-	-	3,165	36,244	2.00	-	3,165	-	-
Hang Zhou Chun Yu	Tire monitors, blue tooth communication device, keyless entry system	70,688	b.	3,165	-	-	3,165	7,050	5.00	-	3,165	-	-
Hang Zhou Xian Bo	Manufacturing and design of fixtures and jigs of vehicles, mechanical and electrical products; inner and external fittings and furnishing	88,896	b.	3,165	-	-	3,165	(3,293)	4.00	-	3,165	-	-
Hang Zhou Yong Ren	Manufacturing of machinery, car accessory and seat parts	97,600	b.	2,374	-	-	2,374	15,674	3.00	-	2,374	-	-
Hang Zhou Yo Zhan	Manufacturing of car models and related parts, fixtures and jigs, stamping, and related metal products	410,169	b.	3,165	-	-	3,165	17,029	1.00	-	3,165	-	-
Hui Zhou Deng Feng Yi Jing	Manufacturing of car parts	775,862	b.	-	-	-	-	(8,462)	17.00	(1,438)	594,091	-	2.c.
Hangchow Yue Wan	Manufacturing of car parts	157,466	b.	-	-	-	-	(4,175)	51.00	(2,129)	102,779	-	2.c.

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2014	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2014	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of December 31, 2014	Accumulated Repatriation of Investment Income as of December 31, 2014	Note
					Outward	Inward							
Hangchow Y-Teks	Manufacturing and sales of car interior furnishing and related business	$ 308,843	b.	$ -	$ -	$ -	$ -	$ 29,243	23.00	$ 6,726	$ 319,935	$ -	2.c.
Changzhou Y-TEKS	Manufacturing and sales of car interior furnishing and related business	60,229	b.	-	-	-	-	20,883	12.00	2,506	83,535	-	2.c.
Liu Zhou Yu Xin Fang Sheng	Manufacturing and sales of car interior furnishing and related business	158,250	b.	-	-	-	-	197,342	5.00	9,867	133,336	-	2.c.
Guang Zhou He Xi	Manufacturing and sales of car interior furnishing and related business	208,890	b.	-	-	-	-	903,727	5.00	45,186	831,638	-	2.c.
Fuzhou Lianghong	Manufacturing of car seats	537,745	b.	-	-	-	-	31,305	17.00	5,322	544,923	-	2.c.
Hangchow Liangrun	Manufacturing of car seats	505,030	b.	-	-	-	-	25,978	25.00	6,495	310,504	-	2.c.
Guang Zhou Ri Zheng Spring	Manufacturing of vibration damper springs	846,638	b.	-	-	-	-	346,158	10.00	34,616	1,105,365	-	2.c.
Shang Hai Jing-Huei	Sales of car parts	58,340	b.	-	-	-	-	30,560	45.00	13,752	69,321	-	2.c.
Car-Plus (Suzhou)	Lease of cars and related services	316,500	b.	-	-	-	-	68,581	40.97	28,096	572,286	-	2.c.
Car-Plus Leasing (Shanghai)	Lease of cars and related services	316,500	b.	-	-	-	-	10,815	40.97	4,431	329,604	-	2.c.
TAC Leasing (Suzhou)	Equipments and cars leasing business	949,500	b.	-	-	-	-	191,894	47.93	91,975	1,433,613	-	2.c.
Tac Finance Company	Equipments and cars leasing business	316,500	b.	-	-	-	-	(18,227)	58.34	(10,634)	238,944	-	2.c.
Zhe Jiang Cheng Yi Company	Sale and brokerage of secondhand vehicles	103,654	b.	-	-	-	-	(18,393)	28.82	(5,300)	33,667	-	2.c.
Dong Feng Yulon Sales Company	Sales of cars and car parts	253,494	b.	-	-	-	-	(1,323,497)	50.00	(661,748)	(1,195,831)	-	2.a.
Sheng Qing	Investments	2,255,355	b.	-	-	-	-	(171,361)	100.00	(171,361)	1,534,593	-	2.b.
Mei De	Computer software maintenance and computer system integration	403,055	b.	-	-	-	-	(4,648)	100.00	(4,648)	416,364	-	2.b.
Shi Cheng	Computer software maintenance and computer system integration	214,608	b.	-	-	-	-	(2,729)	100.00	(2,729)	191,250	-	2.b.
Jin Ce	Computer software maintenance and computer system integration	99,725	b.	-	-	-	-	(227)	100.00	(227)	99,822	-	2.b.
Yi Ding	Computer software maintenance and computer system integration	279,858	b.	-	-	-	-	(1,702)	100.00	(1,702)	270,786	-	2.b.
Dong Tai	Investments	221,554	b.	-	-	-	-	(4,258)	100.00	(4,258)	189,931	-	2.b.
Gao Te	Investments	294,053	b.	-	-	-	-	(3,064)	100.00	(3,064)	277,914	-	2.b.
Shen Jun Yu Peng	Sales of cars	60,839	b.	-	-	-	-	(16,989)	65.00	(11,043)	(18,481)	-	2.b.
Su Zhou Feng Shen	Sales of cars	243,354	b.	-	-	-	-	37,702	40.00	15,081	259,280	-	2.b.

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2014	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2014	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of December 31, 2014	Accumulated Repatriation of Investment Income as of December 31, 2014	Note
					Outward	Inward							
Guang Zhou Yuan Du	Sales of cars	$ 177,445	b.	$ -	$ -	$ -	$ -	$ 34,505	67.00	$ 23,118	$ 124,864	$ -	2.b.
Zhu Hai Fu Te En	Sales of cars	25,349	b.	-	-	-	-	11,250	100.00	11,250	93,781	-	2.b.
Nanjing Hanhong	Sales of cars	356,173	b.	-	-	-	-	(17,141)	100.00	(17,141)	329,545	-	2.b.
Wuhan Yu Hsin	Sales of cars	141,957	b.	-	-	-	-	(29,847)	100.00	(29,847)	(92,131)	-	2.b.
HangZhou Yu Zhong	Trading	50,698	b.	-	-	-	-	34,100	100.00	34,100	84,859	-	2.b.
Shanghai Yuexing	Sales of cars	132,842	b.	-	-	-	-	(40,184)	100.00	(40,184)	(10,733)	-	2.b.
Jiangmen Junxing	Sales of cars	102,422	b.	-	-	-	-	(6,518)	100.00	(6,518)	39,450	-	2.b.
Jiangmen Yuli	Sales of cars	51,724	b.	-	-	-	-	(3,577)	100.00	(3,577)	47,974	-	2.b.
Qingdao Yuanhuang	Sales of cars	152,096	b.	-	-	-	-	(52,920)	100.00	(52,920)	3,212	-	2.b.
Shanghai Yuming	Sales of cars	194,707	b.	-	-	-	-	(17,393)	67.14	(11,678)	136,236	-	2.b.
Guang Zhou Yuan Zhi	Sales of cars	50,698	b.	-	-	-	-	(3,903)	100.00	(3,903)	29,571	-	2.b.
Ning Bo Yu Cheng	Sales of cars	101,398	b.	-	-	-	-	(18,291)	82.85	(16,984)	37,847	-	2.b.
Fu Jian Yu Xin	Sales of cars	101,398	b.	-	-	-	-	(12,015)	100.00	(12,015)	63,802	-	2.b.
Hang Zhou Hua Zhi	Sales of cars	101,398	b.	-	-	-	-	(23,191)	80.00	(18,553)	(26,007)	-	2.b.
Chang Sha Yu Lu	Sales of cars	101,398	b.	-	-	-	-	1,313	100.00	1,313	84,528	-	2.b.
Hang Zhou Tang Yu	Investments	50,698	b.	-	-	-	-	217	100.00	217	52,045	-	2.b.
HangZhou Qien Yu	Investments	50,698	b.	-	-	-	-	(829)	100.00	(829)	47,255	-	2.b.
Zhuhai Yuhsin	Sales of cars	25,349	b.	-	-	-	-	10,544	100.00	10,544	(31,966)	-	2.b.
Shenzhen Yu Zhi	Sales of cars	50,698	b.	-	-	-	-	7,382	100.00	7,382	4,971	-	2.b.
Xiao Gan Yu Feng	Sales of cars	81,118	b.	-	-	-	-	(11,590)	100.00	(11,590)	41,493	-	2.b.
Su Zhou Feng Shun	Sales of cars	127,465	b.	-	-	-	-	10,510	40.00	4,204	179,803	-	2.b.
Suzhou Yueshun	Sales of cars	50,698	b.	-	-	-	-	4,890	40.00	1,956	62,012	-	2.b.
Su Chou Cheng Pin	Sales of cars	204,846	b.	-	-	-	-	(1,865)	40.00	(746)	204,941	-	2.b.
Wu Jiang Lian Cheng	Sales of cars	50,698	b.	-	-	-	-	5,995	40.00	2,398	73,257	-	2.b.
Su Zhou Cheng Li	Sales of cars	50,698	b.	-	-	-	-	(4,855)	40.00	(1,942)	28,174	-	2.b.
Hang Zhou Hsiao Yu	Investments	50,698	b.	-	-	-	-	(804)	99.00	(796)	46,849	-	2.b.
Nan Jing Yu Shang	Sales of cars	40,559	b.	-	-	-	-	(11,867)	100.00	(11,867)	(6,719)	-	2.b.

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2014	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2014	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of December 31, 2014	Accumulated Repatriation of Investment Income as of December 31, 2014	Note
					Outward	Inward							
Hang Zhou Hua You	Sales of cars	$ 40,559	b.	$ -	$ -	$ -	$ -	$ (15,074)	80.00	$ (12,059)	$ (51,709)	$ -	2.b.
Su Zhou Cheng Pang	Sales of cars	50,698	b.	-	-	-	-	(8,951)	40.00	(3,580)	40,929	-	2.b.
Nan Jing Yu Hua	Sales of cars	152,096	b.	-	-	-	-	5	100.00	5	155,167	-	2.b.
Ka Shing Yu Da	Sales of cars	62,069	b.	-	-	-	-	(8,220)	67.14	(5,519)	53,452	-	2.b.
Su Zhou Cheng Guo	Sales of cars	51,724	b.	-	-	-	-	5	40.00	2	51,729	-	2.b.
Su Zhou Cheng Hung	Sales of cars	51,724	b.	-	-	-	-	-	40.00	-	51,724	-	2.b.
Tai Chang Cheng Mau	Sales of cars	51,724	b.	-	-	-	-	(123)	40.00	(49)	51,595	-	2.b.

Accumulated Investment in Mainland China as of December 31, 2014	Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2014	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
Yulon Motor Company Ltd.	$9,706,243	$15,706,223	$48,089,232

Note 1: Method of investment have following type:

a. Direct investment in Mainland China.
b. Indirect investment in the Company of Mainland China through a third place.
c. Other

Note 2: The amounts of investment gain (loss) was recognized on following bases:

a. Based on the financial statements audited by an international CPA firm cooperating with a ROC CPA firm.
b. Based on the financial statements audited by the auditor of parent company.
c. Other

Note 3: The upper limit on investment was calculated in accordance with the regulations of the Investment Commission of the Ministry of Economic Affairs for 60% of the net equity or consolidated net equity.

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

BUSINESS RELATIONSHIP AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE YEAR ENDED DECEMBER 31, 2014
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
1	The Company	UMPI	1	Other receivables from related parties	$ 10,670	Based on regular terms	-
		UMPI	1	Operating revenue, net	9,460	Based on regular terms	-
		Luxgen Taichung	1	Operating costs	95	Based on regular terms	-
		Luxgen Taichung	1	Operating costs	2,674	Based on regular terms	-
		Luxgen Taipei	1	Operating revenue, net	16,044	Based on regular terms	-
		Luxgen Taipei	1	Operating costs	100	Based on regular terms	-
		Luxgen Taipei	1	Operating costs	5,036	Based on regular terms	-
		The Company	1	Long term investment	17,390	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	17,390	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	15,796	Based on regular terms	-
		The Company	1	Long term investment	11,693	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	11,693	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	14,716	Based on regular terms	-
		The Company	1	Long term investment	376	Based on regular terms	-
		The Company	1	Long term investment	394	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	771	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	3,153	Based on regular terms	-
		The Company	1	Long term investment	13,204	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	13,204	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	5,488	Based on regular terms	-
		The Company	1	Long term investment	169	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	169	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	1,011	Based on regular terms	-
		Singan	1	Operating revenue, net	6,765	Based on regular terms	-
		Singan	1	Operating revenue, net	4,546	Based on regular terms	-
		Luxgen Tainan	1	Operating costs	51	Based on regular terms	-
		Luxgen Tainan	1	Operating costs	2,208	Based on regular terms	-
		Chanchen	1	Operating revenue, net	19,747	Based on regular terms	-
		Luxgen Taoyuan	1	Operating costs	69	Based on regular terms	-
		Luxgen Taoyuan	1	Operating costs	1,089	Based on regular terms	-
		Luxgen	1	Notes and trade receivables, net	252,335	Based on regular terms	-
		Luxgen	1	Other receivables from related parties	55,898	Based on regular terms	-
		Luxgen	1	Operating revenue, net	11,173,377	Based on regular terms	9
		Luxgen	1	Non-operating revenue and expense	19,790	Based on regular terms	-
		Luxgen Kaohsiung	1	Operating costs	79	Based on regular terms	-
		Luxgen Kaohsiung	1	Operating costs	2,198	Based on regular terms	-
		Yu Yuen	1	Operating revenue, net	68,935	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
		Yu Ming	1	Operating revenue, net	$ 2,416,634	Based on regular terms	2
		Yu Ming	1	Operating revenue, net	25,044	Based on regular terms	-
		Yu Ming	1	Operating revenue, net	170,811	Based on regular terms	-
		Yu Ming	1	Operating revenue, net	10,033	Based on regular terms	-
		Yu Chia	1	Operating revenue, net	26,109	Based on regular terms	-
		Yu Chia	1	Operating costs	169	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	4,126,947	Based on regular terms	3
		Yu Chang	1	Operating revenue, net	106,854	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	224,110	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	21,089	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	2,925,052	Based on regular terms	2
		Yu Sing	1	Operating revenue, net	158,619	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	203,404	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	18,009	Based on regular terms	-
		Yu Ching	1	Operating revenue, net	25,722	Based on regular terms	-
		Yushin	1	Operating revenue, net	2,248,340	Based on regular terms	2
		Yushin	1	Operating revenue, net	83,838	Based on regular terms	-
		Yushin	1	Operating revenue, net	154,463	Based on regular terms	-
		Yushin	1	Operating revenue, net	12,733	Based on regular terms	-
		TAC	1	Operating revenue, net	137,400	Based on regular terms	-
		TAC	1	Operating costs	376	Based on regular terms	-
2	Luxgen Overseas Holdings	Luxgen Limited Liability	3	Other receivables from related parties	190,964	Based on regular terms	-
		Luxgen Limited Liability	3	Non-operating revenue and expense	13,048	Based on regular terms	-
3	Shanghai Yuming	Dong Feng Yulon Sales Company	3	Notes and trade receivables, net	22,730	Based on regular terms	-
4	Luxgen Taichung	Car-plus Corporation	3	Operating revenue, net	90,910	Based on regular terms	-
		Luxgen	3	Notes and trade receivables, net	14,517	Based on regular terms	-
		Luxgen	3	Operating revenue, net	61,110	Based on regular terms	-
		TAC	3	Other current assets	11,274	Based on regular terms	-
5	Diamond Leasing	Yueki	3	Other current assets	203,650	Based on regular terms	-
		Y-Teks	3	Other current assets	28,070	Based on regular terms	-
6	Union & NKH Auto Parts	Uni Investment	3	Other receivables from related parties	22,326	Based on regular terms	-
		The Company	2	Notes and trade receivables, net	155,674	Based on regular terms	-
		The Company	2	Operating revenue, net	1,240,229	Based on regular terms	1
		Hangchow Liangrun	3	Notes and trade receivables, net	57,313	Based on regular terms	-
		Hangchow Liangrun	3	Other receivables from related parties	229,426	Based on regular terms	-
		Hangchow Liangrun	3	Operating revenue, net	184,609	Based on regular terms	-
		Fuzhou Lianghong	3	Other receivables from related parties	14,843	Based on regular terms	-
		Fuzhou Lianghong	3	Operating revenue, net	11,029	Based on regular terms	-
7	Luxgen Taipei	Car-plus Corporation	3	Operating revenue, net	357,837	Based on regular terms	-
		Luxgen	3	Notes and trade receivables, net	38,224	Based on regular terms	-
		Luxgen	3	Operating revenue, net	119,616	Based on regular terms	-
		Luxgen	3	Non-operating revenue and expense	12,084	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
8	Chan Yun	The Company	2	Operating revenue, net	$ 31,954	Based on regular terms	-
9	Sin Chi	Yu Sing	3	Operating revenue, net	58,789	Based on regular terms	-
10	Singgual Travel	Luxgen Taichung	3	Operating revenue, net	65,518	Based on regular terms	-
		Luxgen Taipei	3	Operating revenue, net	106,972	Based on regular terms	-
		The Company	2	Notes and trade receivables, net	26,421	Based on regular terms	-
		The Company	2	Operating revenue, net	184,143	Based on regular terms	-
		Singan	3	Other receivables from related parties	15,150	Based on regular terms	-
		Singan	3	Operating revenue, net	12,031	Based on regular terms	-
		Luxgen Tainan	3	Operating revenue, net	26,678	Based on regular terms	-
		Luxgen Taoyuan	3	Operating revenue, net	54,175	Based on regular terms	-
		Luxgen	3	Operating revenue, net	11,394	Based on regular terms	-
		Luxgen Kaohsiung	3	Operating revenue, net	37,762	Based on regular terms	-
11	Jiangmen Yuli	Jiangmen Junxing	3	Other receivables from related parties	36,207	Based on regular terms	-
12	Jiangmen Junxing	Jiangmen Yuli	3	Other receivables from related parties	10,484	Based on regular terms	-
13	Singan	The Company	2	Notes and trade receivables, net	29,268	Based on regular terms	-
		The Company	2	Operating revenue, net	173,056	Based on regular terms	-
14	Sin Jiang	TAC	3	Operating revenue, net	38,620	Based on regular terms	-
15	Hong Shou Culture	Singan	3	Other receivables from related parties	15,000	Based on regular terms	-
16	H. K. Manpower	Car-plus Corporation	3	Operating revenue, net	22,994	Based on regular terms	-
17	Hang Zhou Hua You	Dong Feng Yulon Sales Company	3	Notes and trade receivables, net	17,611	Based on regular terms	-
18	Hang Zhou Hua Zhi	Hang Zhou Hua You	3	Other receivables from related parties	62,069	Based on regular terms	-
		Hang Zhou Hua You	3	Operating revenue, net	13,546	Based on regular terms	-
19	Hang Zhou Tang Yu	Shenzhen Yu Zhi	3	Other receivables from related parties	10,345	Based on regular terms	-
		Sheng Qing	3	Other receivables from related parties	23,276	Based on regular terms	-
		Yulon Motor Investment	3	Other receivables from related parties	10,429	Based on regular terms	-
20	HangZhou Yu Zhong	Hang Zhou Hua You	3	Other receivables from related parties	21,207	Based on regular terms	-
		Hang Zhou Hsiao Yu	3	Other receivables from related parties	20,690	Based on regular terms	-
		Sheng Qing	3	Other receivables from related parties	470,479	Based on regular terms	-
		Sheng Qing	3	Non-operating revenue and expense	49,094	Based on regular terms	-
21	Hangchow Yue Wan	Yueki	3	Operating revenue, net	19,191	Based on regular terms	-
22	Hangchow Liangrun	Union & NKH Auto Parts	3	Notes and trade receivables, net	14,989	Based on regular terms	-
		Union & NKH Auto Parts	3	Operating revenue, net	27,471	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
23	Dong Feng Yulon Sales Company	Shanghai Yuming	3	Operating revenue, net	$ 553,917	Based on regular terms	-
		Jiangmen Yuli	3	Operating revenue, net	50,986	Based on regular terms	-
		Hang Zhou Hua You	3	Notes and trade receivables, net	45,299	Based on regular terms	-
		Hang Zhou Hua You	3	Operating revenue, net	287,345	Based on regular terms	-
		Hang Zhou Hua Zhi	3	Notes and trade receivables, net	44,668	Based on regular terms	-
		Hang Zhou Hua Zhi	3	Operating revenue, net	270,657	Based on regular terms	-
		Chang Sha Yu Lu	3	Operating revenue, net	307,568	Based on regular terms	-
		Zhuhai Yuhsin	3	Operating revenue, net	331,540	Based on regular terms	-
		Shenzhen Yu Zhi	3	Operating revenue, net	692,288	Based on regular terms	1
		Ka Shing Yu Da	3	Operating revenue, net	28,335	Based on regular terms	-
		Ning Bo Yu Cheng	3	Operating revenue, net	293,903	Based on regular terms	-
		Fu Jian Yu Xin	3	Operating revenue, net	412,727	Based on regular terms	-
		Guang Zhou Yuan Zhi	3	Operating revenue, net	379,573	Based on regular terms	-
		Suzhou Yueshun	3	Operating revenue, net	258,631	Based on regular terms	-
24	Dong Tai	Sheng Qing	3	Other receivables from related parties	130,134	Based on regular terms	-
25	Wuhan Yu Hsin	Xiao Gan Yu Feng	3	Other receivables from related parties	143,464	Based on regular terms	-
26	Chang Sha Yu Lu	Wuhan Yu Hsin	3	Other receivables from related parties	25,862	Based on regular terms	-
27	Jin Ce	Gao Te	3	Other receivables from related parties	38,793	Based on regular terms	-
28	Nan Jing Yu Hua	Nanjing Hanhong	3	Other receivables from related parties	131,845	Based on regular terms	-
		Yulon Motor Investment	3	Other receivables from related parties	23,276	Based on regular terms	-
29	Nanjing Hanhong	Wuhan Yu Hsin	3	Other receivables from related parties	25,862	Based on regular terms	-
		Nan Jing Yu Shang	3	Other receivables from related parties	71,465	Based on regular terms	-
		Zhu Hai Fu Te En	3	Other receivables from related parties	25,927	Based on regular terms	-
		Sheng Qing	3	Other receivables from related parties	31,034	Based on regular terms	-
30	Luxgen Tainan	Car-plus Corporation	3	Operating revenue, net	71,217	Based on regular terms	-
		Luxgen	3	Operating revenue, net	29,728	Based on regular terms	-
31	Ke Yu	Sheng Qing	3	Other receivables from related parties	517,241	Based on regular terms	-
		Sheng Qing	3	Non-operating revenue and expense	15,499	Based on regular terms	-
32	Mei De	Gao Te	3	Other receivables from related parties	349,138	Based on regular terms	-
		Xiamen Young Chang	3	Other receivables from related parties	46,552	Based on regular terms	-
33	Yue Ki HK	Hangchow Yue Wan	3	Other assets	57,270	Based on regular terms	-
34	Car-plus Corporation	Diamond Leasing	3	Notes and trade receivables, net	93,885	Based on regular terms	-
		Luxgen	3	Operating revenue, net	16,826	Based on regular terms	-
35	Luxgen Taoyuan	Car-plus Corporation	3	Operating revenue, net	89,553	Based on regular terms	-
		Luxgen	3	Notes and trade receivables, net	14,490	Based on regular terms	-
		Luxgen	3	Operating revenue, net	56,382	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
36	Zhuhai Yuhsin	Dong Feng Yulon Sales Company	3	Other current assets	$ 30,668	Based on regular terms	-
37	Zhu Hai Fu Te En	Zhuhai Yuhsin	3	Other receivables from related parties	64,579	Based on regular terms	-
		Shen Jun Yu Peng	3	Other receivables from related parties	15,673	Based on regular terms	-
		Sheng Qing	3	Other receivables from related parties	15,517	Based on regular terms	-
38	Luxgen	Luxgen Overseas Holdings	3	Other receivables from related parties	83,366	Based on regular terms	-
		Luxgen Taichung	3	Operating revenue, net	131,076	Based on regular terms	-
		Luxgen Taipei	3	Operating revenue, net	278,346	Based on regular terms	-
		The Company	2	Other receivables from related parties	32,259	Based on regular terms	-
		The Company	2	Operating revenue, net	12,098	Based on regular terms	-
		Singgual Travel	3	Operating revenue, net	14,516	Based on regular terms	-
		Luxgen Tainan	3	Operating revenue, net	83,217	Based on regular terms	-
		Car-plus Corporation	3	Notes and trade receivables, net	10,009	Based on regular terms	-
		Car-plus Corporation	3	Operating revenue, net	165,664	Based on regular terms	-
		Luxgen Taoyuan	3	Operating revenue, net	134,697	Based on regular terms	-
		Luxgen Kaohsiung	3	Operating revenue, net	105,113	Based on regular terms	-
		Yulon Energy	3	Operating revenue, net	22,856	Based on regular terms	-
		Yueki	3	Operating revenue, net	42,153	Based on regular terms	-
		TAC	3	Notes and trade receivables, net	18,969	Based on regular terms	-
		TAC	3	Operating revenue, net	12,764,786	Based on regular terms	11
39	Gao Te	Tai Feng	3	Other receivables from related parties	144,052	Based on regular terms	-
		Sheng Qing	3	Other receivables from related parties	208,531	Based on regular terms	-
		Qing Tai	3	Other receivables from related parties	67,241	Based on regular terms	-
40	Luxgen Kaohsiung	Car-plus Corporation	3	Operating revenue, net	92,062	Based on regular terms	-
		Luxgen	3	Notes and trade receivables, net	22,503	Based on regular terms	-
		Luxgen	3	Operating revenue, net	55,274	Based on regular terms	-
41	Shenzhen Yu Zhi	Zhu Hai Fu Te En	3	Other receivables from related parties	25,862	Based on regular terms	-
42	Tian Wang	Yu Chang	3	Operating revenue, net	65,051	Based on regular terms	-
43	Sheng Qing	Shanghai Yuexing	3	Other receivables from related parties	77,586	Based on regular terms	-
		Shi Cheng	3	Other receivables from related parties	258,621	Based on regular terms	-
		Xiao Gan Yu Feng	3	Other receivables from related parties	25,862	Based on regular terms	-
		Hang Zhou Hua You	3	Other receivables from related parties	12,529	Based on regular terms	-
		Hang Zhou Hua Zhi	3	Other receivables from related parties	72,414	Based on regular terms	-
		Wuhan Yu Hsin	3	Other receivables from related parties	314,652	Based on regular terms	-
		Wuhan Yu Hsin	3	Non-operating revenue and expense	10,030	Based on regular terms	-
		Qingdao Yuanhuang	3	Other receivables from related parties	199,138	Based on regular terms	-
		Nanjing Hanhong	3	Other receivables from related parties	133,448	Based on regular terms	-
		Zhu Hai Fu Te En	3	Other receivables from related parties	239,483	Based on regular terms	-
		Zhu Hai Fu Te En	3	Non-operating revenue and expense	11,374	Based on regular terms	-
		Shen Jun Yu Peng	3	Other receivables from related parties	214,552	Based on regular terms	-
		Ning Bo Yu Cheng	3	Other receivables from related parties	51,724	Based on regular terms	-
		Fu Jian Yu Xin	3	Other receivables from related parties	52,646	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
		Guang Zhou Yuan Du	3	Other receivables from related parties	$ 129,310	Based on regular terms	-
		Guang Zhou Yuan Du	3	Non-operating revenue and expense	10,236	Based on regular terms	-
		Guang Zhou Yuan Zhi	3	Other receivables from related parties	75,753	Based on regular terms	-
44	Hsiang Shou	Singan	3	Other receivables from related parties	60,300	Based on regular terms	-
		Luxgen	3	Operating revenue, net	18,584	Based on regular terms	-
45	Yu Yuen	The Company	2	Guarantee deposits	41,770	Based on regular terms	-
46	Yu Ming	Car-plus Corporation	3	Operating revenue, net	28,793	Based on regular terms	-
		Chunmin	3	Operating revenue, net	15,041	Based on regular terms	-
		Yu Chang	3	Operating revenue, net	12,894	Based on regular terms	-
47	Yu Chia	The Company	2	Other current assets	33,800	Based on regular terms	-
		SCC	3	Operating revenue, net	13,660	Based on regular terms	-
48	Yu Chang	Car-plus Corporation	3	Operating revenue, net	53,814	Based on regular terms	-
		Tian Wang	3	Operating revenue, net	24,189	Based on regular terms	-
		Yu Ming	3	Operating revenue, net	32,446	Based on regular terms	-
		Yu Sing	3	Operating revenue, net	38,837	Based on regular terms	-
		Yushin	3	Operating revenue, net	84,258	Based on regular terms	-
49	Yu Pong	The Company	2	Operating revenue, net	20,571	Based on regular terms	-
50	Yu Sing	The Company	2	Other receivables from related parties	16,412	Based on regular terms	-
		The Company	2	Operating revenue, net	133,860	Based on regular terms	-
		Car-plus Corporation	3	Operating revenue, net	298,228	Based on regular terms	-
		Yu Ming	3	Operating revenue, net	10,012	Based on regular terms	-
		Yu-Jan	3	Other receivables from related parties	24,995	Based on regular terms	-
		Yu-Jan	3	Operating revenue, net	24,645	Based on regular terms	-
		Yu-Jan	3	Non-operating revenue and expense	32,849	Based on regular terms	-
51	Yu-Hsin Intl	Hangchow Y-Teks	3	Other receivables from related parties	15,825	Based on regular terms	-
52	Yu-Jan	Yu Sing	3	Operating revenue, net	138,359	Based on regular terms	-
53	Yue Sheng	The Company	2	Notes and trade receivables, net	68,877	Based on regular terms	-
		The Company	2	Operating revenue, net	297,990	Based on regular terms	-
54	Yulon Motor Investment	Shanghai Yuexing	3	Other receivables from related parties	21,093	Based on regular terms	-
		Jiangmen Yuli	3	Other receivables from related parties	36,253	Based on regular terms	-
		Jiangmen Junxing	3	Other receivables from related parties	78,578	Based on regular terms	-
		Hang Zhou Hua You	3	Other receivables from related parties	99,567	Based on regular terms	-
		Dong Feng Yulon Sales Company	3	Notes and trade receivables, net	20,845	Based on regular terms	-
		Dong Feng Yulon Sales Company	3	Operating revenue, net	33,317	Based on regular terms	-
		Wuhan Yu Hsin	3	Other receivables from related parties	156,344	Based on regular terms	-
		Chang Sha Yu Lu	3	Other receivables from related parties	25,934	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
		Nan Jing Yu Shang	3	Other receivables from related parties	$ 21,221	Based on regular terms	-
		Shen Jun Yu Peng	3	Other receivables from related parties	52,171	Based on regular terms	-
		Shenzhen Yu Zhi	3	Other receivables from related parties	112,607	Based on regular terms	-
		Sheng Qing	3	Other receivables from related parties	826,358	Based on regular terms	-
		Sheng Qing	3	Non-operating revenue and expense	31,471	Based on regular terms	-
		Fu Jian Yu Xin	3	Other receivables from related parties	48,881	Based on regular terms	-
55	Yulon GM	Qinton	3	Operating revenue, net	44,454	Based on regular terms	-
56	Yulon Energy	Car-plus Corporation	3	Operating revenue, net	30,352	Based on regular terms	-
		Luxgen	3	Other current assets	13,504	Based on regular terms	-
57	Yushin	The Company	2	Guarantee deposits	49,000	Based on regular terms	-
		Car-plus Corporation	3	Operating revenue, net	24,478	Based on regular terms	-
		Yu Ming	3	Operating revenue, net	22,126	Based on regular terms	-
		Yu Chang	3	Operating revenue, net	67,175	Based on regular terms	-
		Yu Sing	3	Operating revenue, net	35,159	Based on regular terms	-
		Yu Pool	3	Non-operating revenue and expense	30,963	Based on regular terms	-
58	Yue Ki Samoa	Yue Ki HK	3	Other receivables from related parties	15,826	Based on regular terms	-
59	Yueki	Diamond Leasing	3	Operating revenue, net	26,306	Based on regular terms	-
		The Company	2	Notes and trade receivables, net	292,767	Based on regular terms	-
		The Company	2	Operating revenue, net	1,202,980	Based on regular terms	1
		Hangchow Yue Wan	3	Notes and trade receivables, net	161,225	Based on regular terms	-
		Hangchow Yue Wan	3	Other receivables from related parties	154,554	Based on regular terms	-
		Hangchow Yue Wan	3	Operating revenue, net	111,840	Based on regular terms	-
		Luxgen	3	Operating revenue, net	68,990	Based on regular terms	-
60	Yu Pool	Yushin	3	Operating revenue, net	91,252	Based on regular terms	-
61	TAC	Yu Chang	3	Notes and trade receivables, net	35,203	Based on regular terms	-
62	Fuzhou Lianghong	Union & NKH Auto Parts	3	Operating revenue, net	18,848	Based on regular terms	-
63	Fu Jian Yu Xin	Dong Feng Yulon Sales Company	3	Other current assets	19,403	Based on regular terms	-
		Dong Feng Yulon Sales Company	3	Operating revenue, net	14,647	Based on regular terms	-
64	Guang Zhou Yuan Du	Qingdao Yuanhuang	3	Other receivables from related parties	105,528	Based on regular terms	-
		Sheng Qing	3	Other receivables from related parties	51,223	Based on regular terms	-
65	Guang Zhou Yuan Zhi	Qingdao Yuanhuang	3	Other receivables from related parties	28,448	Based on regular terms	-
66	Qing Tai	Sheng Qing	3	Other receivables from related parties	232,759	Based on regular terms	-
67	Y-Teks	The Company	2	Notes and trade receivables, net	53,250	Based on regular terms	-
		The Company	2	Operating revenue, net	346,945	Based on regular terms	-
		Su Zhou Cheng Pang	3	Operating revenue, net	66,957	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
69	Su Zhou Feng Shun	Su Zhou Cheng Li	3	Other receivables from related parties	$ 13,966	Based on regular terms	-
70	Su Zhou Cheng Hung	Su Zhou Cheng Li	3	Other receivables from related parties	15,517	Based on regular terms	-
		Su Chou Cheng Pin	3	Other receivables from related parties	31,034	Based on regular terms	-
71	Su Chou Cheng Pin	Su Zhou Feng Shen	3	Other receivables from related parties	20,690	Based on regular terms	-
		Su Zhou Cheng Li	3	Other receivables from related parties	10,345	Based on regular terms	-
		Su Zhou Chen Long	3	Other receivables from related parties	36,207	Based on regular terms	-
72	Su Zhou Cheng Guo	Su Zhou Cheng Pang	3	Other receivables from related parties	12,931	Based on regular terms	-
		Su Chou Cheng Pin	3	Other receivables from related parties	17,069	Based on regular terms	-
		Su Zhou Chen Long	3	Other receivables from related parties	15,517	Based on regular terms	-

Note 1: From the parent company to a subsidiary.

Note 2: From a subsidiary to the parent company.

Note 3: Between subsidiaries.

(Concluded)