

SEQ_NO	3.	Date of announcement	2004/07/06	Time of announcement
Subject	Board of directors of subsidiary CTCB approved the bid for Feng-Shan Credit Cooperative with NT\$1.1bn compensate from the RTC Fund.			
Date of events	2004/07/06	To which item it meets	article 2 paragraph 11	
Statement	<p>1. Kind of merger/acquisition (e.g. merger, consolidation, spin-off ,acquisition, or receiving assignment of shares): P&A</p> <p>2. Date of occurrence of the event: 2004/07/06</p> <p>3. Names of companies participating in the merger (e.g. name of the other company participating in the merger or consolidation, newly established company in a spin-off, acquired company, or company whose shares are taken assignment of): Feng-Shan Credit Cooperative</p> <p>4. Counterparty (e.g. name of the other company participating in the merger or consolidation, company taking assignment of the spin-off, or counterparty to the acquisition or assignment of shares): none</p> <p>5. Relationship between the counterparty and the Company (investee company in which the Company has re-invested and has shareholding of XX%), and explanation of the reasons for the decision to acquire, or take assignment of the shares of, an affiliated enterprise or related person, and whether it will affect shareholders' equity: n/a</p> <p>6. Purpose/objective of the merger / acquisitionation : Extend branch network for CTCB</p> <p>7. Anticipated benefits of the merger/acquisition: Through providing more convenient services, cross-selling other products to further strengthen wealth magt. business profitability.</p> <p>8. Effect of the merger or consolidation on net worth per share and earnings per share: no significant effect</p> <p>9. Share exchange ratio and basis of its calculation: n/a</p> <p>10. Scheduled timetable for consummation: Est. Sep 1, 2004 depending on administration's permission.</p> <p>11. Matters related to assumption by the existing company or new company of rights and obligations of the extinguished (or spun-off) company: Purchasing & assuming all business and related assets/liabilities of Feng-Shan Credit Cooperative</p> <p>12. Basic information of companies participating in the merger: Feng-Shan Credit Cooperative was held in Mar. 11, 1957 which is approved to conduct businesses in the following areas: Savings accounts, Short- and medium-term loans, Rent of safe-deposit boxes, Agency</p>			

collection and payment.

13. Matters related to the spin-off (including estimated value of the business and assets planned to be assigned to the existing company or new company; the total number and the types and volumes of the shares to be acquired by the split company or its shareholders; matters related to the reduction, if any, in capital of the split company) (note: not applicable other than where there is announcement of a spin-off): n/a

14. Conditions and restrictions on future transfers of shares resulting from the merger or acquisition: n/a

15. Other important stipulations: Bound by the contract signed bilaterally.

16. Do the directors have any objection to the present transaction?: No.