EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS AND REVIEW REPORT OF INDEPENDENT ACCOUNTANTS

JUNE 30, 2015 AND 2014

REVIEW REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Evergreen Marine Corporation (Taiwan) Ltd.

We have reviewed the accompanying consolidated balance sheets of Evergreen Marine Corporation (Taiwan) Ltd. and subsidiaries as of June 30, 2015 and 2014, and the related consolidated statements of comprehensive income for the three-month periods and six-month periods then ended as well as the consolidated statements of changes in equity and of cash flows for the six-month periods then ended. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these consolidated financial statements based on our reviews. We did not review the financial statements of all the consolidated subsidiaries. Those financial statements and the information disclosed in Note 13 were reviewed by other independent accountants whose reports thereon have been furnished to us, and our opinion expressed herein is based solely on the review reports of other independent accountants. The statements reflect total assets of NT$64,969,875 thousand and NT$68,578,186 thousand, constituting 34.53% and 38.04% of total consolidated assets as of June 30, 2015 and 2014, respectively, and operating revenues of NT$13,274,195 thousand, NT$14,534,953 thousand, NT$26,357,041 thousand and NT$27,078,773 thousand, constituting 38.14%, 41.32%, 37.60% and 38.96% of the total consolidated operating revenues for the three-month periods and six-month periods ended June 30, 2015 and 2014, respectively. In addition, we did not review the financial statements of all the investee companies accounted for using equity method. Those statements were reviewed by other independent accountants, whose reports thereon have been furnished to us, and our opinion expressed herein, insofar as it relates to the amounts included for those investee companies accounted for using equity method and information disclosed in Note 13 relating to these long-term equity investments, is based solely on the review reports of other independent accountants. Long-term investments in these investee companies amounted to NT$13,969,209 thousand and NT$14,338,107 thousand, constituting 7.42% and 7.95% of total consolidated assets as of June 30, 2015 and 2014, respectively, and comprehensive loss (including share of profit or loss and share of other comprehensive income of associates and joint ventures accounted for using equity method) was NT$9,407 thousand, NT$167,987 thousand and NT$896,695 thousand for the three-month periods ended June 30, 2015 and 2014, and six-month period ended June 30, 2014, respectively, and comprehensive income was NT$113,417 thousand for the six-month period ended June 30, 2015.

Except as explained in the following paragraph, we conducted our reviews in accordance with the Statement of Auditing Standards No. 36, “Engagements to Review Financial Statements” in the Republic of China. A review consists primarily of inquiries of company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards in the Republic of China, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

As described in Note 6(7) to the consolidated financial statements, we did not review all the financial statements of investee companies accounted for using equity method, which statements reflect investments accounted for using equity method of NT$80,712 thousand, 0.04% of total consolidated assets as of June 30, 2015, and comprehensive income (including share of profit or loss and share of other comprehensive income of associates and joint ventures accounted for using equity method) was NT$2,975 thousand and NT$7,700 thousand for the three-month and six-month periods ended June 30, 2015, respectively. These amounts and the related information disclosed in Note 13 were also based on the unreviewed financial statements of such investees companies.

Based on our reviews and the reports of the other independent accountants, except for the effect on the consolidated financial statements and related disclosures of such adjustments, if any, as might have been determined to be necessary had the financial statements of these investees companies accounted for using equity method been reviewed by independent accountants as explained in the preceding paragraph and disclosed in Note 13, we are not aware of any material modifications that should be made to the consolidated financial statements referred to in the first paragraph for them to be in conformity with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers", and International Accounting Standards No. 34 "Interim Financial Reporting", as endorsed by the Financial Supervisory Commission.

PricewaterhouseCoopers, Taiwan
August 14, 2015
Taipei, Taiwan
Republic of China

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.
As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of New Taiwan Dollars)
(The consolidated balance sheets as of June 30, 2015 and 2014 are reviewed, not audited)

		June 30, 2015		December 31, 2014		June 30, 2014	
Assets	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets							
Cash and cash equivalents	6(1)	$ 33,333,852	18	$ 32,826,541	17	$ 30,642,903	17
Financial assets at fair value through profit or loss - current		-	-	-	-	57	-
Held-to-maturity financial assets - current	6(3)	200,000	-	-	-	-	-
Derivative financial assets for hedging - current		314	-	-	-	-	-
Notes receivable, net		46,463	-	68,095	-	77,478	-
Accounts receivable, net	6(4)	11,577,879	6	14,167,175	8	12,613,639	7
Accounts receivable, net - related parties	7	941,671	1	451,085	-	308,364	-
Other receivables		372,146	-	441,545	-	790,002	1
Other receivables - related parties	7	665,666	-	318,063	-	515,801	-
Current income tax assets		28,023	-	2,788	-	13,944	-
Inventories	6(5)	4,040,629	2	4,492,807	2	5,151,855	3
Prepayments		785,990	1	1,005,630	1	758,592	-
Other current assets	6(6), 7 and 8	2,529,316	1	3,495,230	2	2,744,995	2
Current assets		54,521,949	29	57,268,959	30	53,617,630	30
Non-current assets							
Available-for-sale financial assets - non-current	6(2)	2,953,577	2	2,211,369	1	2,003,520	1
Held-to-maturity financial assets - non-current	6(3)	170,000	-	370,000	-	370,000	-
Investments accounted for using equity method	6(7)	23,964,518	13	23,550,100	13	23,834,018	13
Property, plant and equipment, net	6(8), 7 and 8	102,635,624	54	99,524,289	53	91,603,828	51
Investment property, net	6(9)	1,975,365	1	1,987,214	1	1,996,658	1
Intangible assets		22,218	-	22,578	-	8,973	-
Deferred income tax assets		392,379	-	386,009	-	486,263	-
Other non-current assets	6(10) and 8	1,506,631	1	3,614,489	2	6,341,193	4
Non-current assets		133,620,312	71	131,666,048	70	126,644,453	70
Total assets		$ 188,142,261	100	$ 188,935,007	100	$ 180,262,083	100

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EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of New Taiwan Dollars)
(The consolidated balance sheets as of June 30, 2015 and 2014 are reviewed, not audited)

		June 30, 2015		December 31, 2014		June 30, 2014	
Liabilities and Equity	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%
Current liabilities							
Short-term loans	6(11)	$ -	-	$ -	-	$ 1,194,540	1
Derivative financial liabilities for hedging - current		18,361	-	-	-	-	-
Accounts payable		15,197,507	8	14,385,345	8	11,618,598	7
Accounts payable - related parties	7	601,377	1	667,569	-	255,982	-
Other payables		1,941,303	1	2,399,967	1	1,967,468	1
Other payables - related parties	7	109,494	-	118,835	-	125,258	-
Current income tax liabilities		432,862	-	900,973	1	295,889	-
Other current liabilities	6(12) and 7	22,104,918	12	22,180,734	12	22,300,666	12
Current liabilities		40,405,822	22	40,653,423	22	37,758,401	21
Non-current liabilities							
Corporate bonds payable	6(13)	3,000,000	1	3,000,000	1	3,000,000	2
Long-term loans	6(14)	60,617,599	32	61,022,348	32	61,116,056	34
Deferred income tax liabilities		1,201,223	1	1,196,839	1	1,173,922	-
Other non-current liabilities	6(15)(16)	16,773,073	9	18,226,064	10	18,248,606	10
Non-current liabilities		81,591,895	43	83,445,251	44	83,538,584	46
Total liabilities		121,997,717	65	124,098,674	66	121,296,985	67
Equity attributable to owners of the parent							
Capital	6(18)						
Common stock		34,775,802	18	34,775,802	18	34,749,523	19
Stock dividends to be distributed		347,758	-	-	-	-	-
Capital surplus	6(19)						
Capital surplus		7,985,713	4	7,292,458	4	7,271,957	4
Retained earnings	6(20)						
Legal reserve		9,233,242	5	9,115,638	5	9,115,638	5
Special reserve		-	-	828,940	-	828,940	-
Unappropriated retained earnings		8,629,330	5	7,240,507	4	4,552,186	3
Other equity interest	6(21)						
Other equity interest		1,144,404	1	1,627,440	1	(634,399)	-
Equity attributable to owners of the parent		62,116,249	33	60,880,785	32	55,883,845	31
Non-controlling interest		4,028,295	2	3,955,548	2	3,081,253	2
Total equity		66,144,544	35	64,836,333	34	58,965,098	33
Significant Contingent Liabilities And Unrecognized Contract Commitments	9						
Significant Events After The Balance Date	11						
Total liabilities and equity		$ 188,142,261	100	$ 188,935,007	100	$ 180,262,083	100

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated August 14, 2015.

EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan Dollars, except (loss) earnings per share)
(Reviewed, not audited)

		Three-month periods ended June 30				Six-month periods ended June 30			
		2015		2014		2015		2014	
	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
Operating revenue	6(22) and 7	$ 34,800,478	100	$ 35,178,947	100	$ 70,104,478	100	$ 69,499,661	100
Operating costs	6(27)(28) and 7	(33,166,253)	(96)	(33,277,837)	(94)	(65,304,314)	(93)	(67,773,929)	(97)
Gross profit		1,634,225	4	1,901,110	6	4,800,164	7	1,725,732	3
Unrealized profit from sales		(29,371)	-	-	-	(45,315)	-	-	-
Realized profit on from sales		1,053	-	-	-	1,371	-	-	-
Gross profit, net		1,605,907	4	1,901,110	6	4,756,220	7	1,725,732	3
Operating expenses	6(27)(28) and 7	(1,469,240)	(4)	(1,430,955)	(4)	(2,842,741)	(4)	(2,830,250)	(4)
Other gains, net	6(23)	212,236	1	136,759	-	258,618	-	330,343	-
Operating profit (loss)		348,903	1	606,914	2	2,172,097	3	(774,175)	(1)
Non-operating income and expenses									
Other income	6(24)	203,623	1	539,494	1	354,266	1	765,348	1
Other gains and losses	6(25)	(189,370)	(1)	(231,271)	(1)	(9,531)	-	(167,710)	-
Finance costs	6(26)	(221,933)	(1)	(147,778)	-	(439,405)	(1)	(275,865)	(1)
Share of (loss) income of associates and joint ventures accounted for using equity method		(20,682)	-	(141,308)	-	133,624	-	(827,967)	(1)
Total non-operating income and expenses		(228,362)	(1)	19,137	-	38,954	-	(506,194)	(1)
Profit (loss) before income tax		120,541	-	626,051	2	2,211,051	3	(1,280,369)	(2)
Income tax expense	6(29)	(170,529)	-	(213,767)	(1)	(404,477)	(1)	(233,598)	-
(Loss) profit for the period		($ 49,988)	-	$ 412,284	1	$ 1,806,574	2	($ 1,513,967)	(2)

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EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan Dollars, except (loss) earnings per share)
(Reviewed, not audited)

		Three-month periods ended June 30				Six-month periods ended June 30			
		2015		2014		2015		2014	
	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
Other comprehensive income (loss), net									
Components of other comprehensive income that will be reclassified to profit or loss									
Exchange differences on translating the financial statements of foreign operations		($ 626,159)	(2)	($ 518,137)	(1)	($ 1,588,293)	(2)	$ 195,081	-
Unrealized gain on valuation of available-for-sale financial assets		223,905	1	65,324	-	767,252	1	70,471	-
Cash flow hedges		(12,012)	-	-	-	(18,193)	-	-	-
Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method		(37,693)	-	(27,941)	-	22,445	-	57,162	-
Income tax relating to the components of other comprehensive income (loss)		(12,710)	-	(2,756)	-	(27,071)	-	(3,900)	-
Components of other comprehensive income that will be reclassified to profit or loss		(464,669)	(1)	(483,510)	(1)	(843,860)	(1)	318,814	-
Other comprehensive (loss) income for the period, net of income tax		($ 464,669)	(1)	($ 483,510)	(1)	($ 843,860)	(1)	$ 318,814	-
Total comprehensive (loss) income for the period		($ 514,657)	(1)	($ 71,226)	-	$ 962,714	1	($ 1,195,153)	(2)
(Loss) profit, attributable to:									
Owners of the parent		($ 152,949)	-	$ 150,429	-	$ 1,373,003	1	($ 1,543,406)	(2)
Non-controlling interest		$ 102,961	-	$ 261,855	1	$ 433,571	1	$ 29,439	-
Comprehensive (loss) income attributable to:									
Owners of the parent		($ 446,733)	(1)	($ 582,099)	(2)	$ 889,967	1	($ 1,348,865)	(2)
Non-controlling interest		($ 67,924)	-	$ 510,873	1	$ 72,747	-	$ 153,712	-
(Loss) earnings per share (in dollars)	6(30)								
Basic (loss) earnings per share		($ 0.04)		$ 0.04		$ 0.39		($ 0.44)	
Diluted (loss) earnings per share		($ 0.04)		$ 0.04		$ 0.39		($ 0.44)	

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated August 14, 2015.

EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2015 AND 2014
(Expressed in thousands of New Taiwan Dollars)
(Reviewed, not audited)

		Equity attributable to owners of the parent											
		Capital			Retained Earnings			Other equity interest					
	Notes	Common stock	Stock dividends to be distributed	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translating the financial statements of foreign operations	Unrealized gain or loss on available-for -sale financial assets	Hedging instrument gain (loss) on effective hedge of cash flow hedges	Total	Non-controlling interest	Total equity
Year 2014													
Balance at January 1, 2014		$ 34,749,523	$ -	$ 7,271,957	$ 9,115,638	$ 5,814,993	$ 1,109,539	($ 804,815)	($ 36,456)	$ 12,331	$ 57,232,710	$ 2,927,541	$ 60,160,251
Appropriation of 2013 earnings													
Reversal of special reserve		-	-	-	-	(4,986,053)	4,986,053	-	-	-	-	-	-
Net (loss) income for the period		-	-	-	-	-	(1,543,406)	-	-	-	(1,543,406)	29,439	(1,513,967)
Other comprehensive income for the period	6(21)	-	-	-	-	-	-	80,183	97,623	16,735	194,541	124,273	318,814
Balance at June 30, 2014		$ 34,749,523	$ -	$ 7,271,957	$ 9,115,638	$ 828,940	$ 4,552,186	($ 724,632)	$ 61,167	$ 29,066	$ 55,883,845	$ 3,081,253	$ 58,965,098
Year 2015													
Balance at January 1, 2015		$ 34,775,802	$ -	$ 7,292,458	$ 9,115,638	$ 828,940	$ 7,240,507	$ 1,356,698	$ 636,519	($ 365,777)	$ 60,880,785	$ 3,955,548	$ 64,836,333
Appropriation of 2014 earnings													
Reversal of special reserve		-	-	-	-	(828,940)	828,940	-	-	-	-	-	-
Legal reserve		-	-	-	117,604	-	(117,604)	-	-	-	-	-	-
Stock dividends		-	347,758	-	-	-	(347,758)	-	-	-	-	-	-
Cash dividends		-	-	-	-	-	(347,758)	-	-	-	(347,758)	-	(347,758)
Adjustments to share of changes in equity of associates and joint ventures	6(19)	-	-	693,255	-	-	-	-	-	-	693,255	-	693,255
Net income for the period		-	-	-	-	-	1,373,003	-	-	-	1,373,003	433,571	1,806,574
Other comprehensive income (loss) for the period	6(21)	-	-	-	-	-	-	(1,326,664)	662,739	180,889	(483,036)	(360,824)	(843,860)
Balance at June 30, 2015		$ 34,775,802	$ 347,758	$ 7,985,713	$ 9,233,242	$ -	$ 8,629,330	$ 30,034	$ 1,299,258	($ 184,888)	$ 62,116,249	$ 4,028,295	$ 66,144,544

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated August 14, 2015.

EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30
(Expressed in thousands of New Taiwan Dollars)
(Reviewed, not audited)

	Notes	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES			
Consolidated profit (loss) before tax for the period		$ 2,211,051	($ 1,280,369)
Adjustments			
Income and expenses having no effect on cash flows			
Financial assets at fair value through profit or loss	6(25)	-	5,115
Depreciation	6(8)(9)	4,011,949	3,758,946
Amortization	6(27)	7,641	6,239
Bad debts expense	6(4)	11,185	2,643
Amortization of bond discounts		-	6,317
Interest income	6(24)	(117,492)	(181,989)
Interest expense	6(26)	439,405	275,865
Dividend income	6(24)	(112,447)	(89,510)
Loss on disposal of investments accounted for using equity method		7,550	-
Share of (income) loss of associates and joint ventures accounted for using equity method		(133,624)	827,967
Net gain on disposal of property, plant and equipment		(258,618)	(330,343)
Gain on disposal of investments		-	(69,585)
Realized income with affiliated companies		(5,837)	(4,466)
Unrealized income with affiliated companies		45,315	-
Changes in assets/liabilities relating to operating activities			
Net changes in assets relating to operating activities			
Notes receivable, net		19,997	24,845
Accounts receivable		2,289,179	113,918
Accounts receivable, net - related parties		(498,218)	29,566
Other receivables		64,217	(286,344)
Other receivables - related parties		(355,058)	(171,115)
Inventories		359,393	33,131
Prepayments		199,259	148,046
Other current assets		888,085	195,704
Other non-current assets		(1,212)	4,984
Net changes in liabilities relating to operating activities			
Accounts payable		1,101,518	(584,458)
Accounts payable - related parties		(51,454)	(465,381)
Other payables		(469,584)	(91,067)
Other current liabilities		(724,003)	(252,627)
Other non-current liabilities		33,406	8,132
Cash generated from operations		8,961,603	1,634,164
Interest received		117,492	181,989
Interest paid		(480,110)	(363,082)
Income tax paid		(921,148)	(212,842)
Net cash provided by operating activities		7,677,837	1,240,229

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EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30
(Expressed in thousands of New Taiwan Dollars)
(Reviewed, not audited)

	Notes	2015	2014
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of investments accounted for using equity method		($ 46,336)	($ 894,871)
Proceeds from disposal of investments accounted for using equity method		-	5,760
Disposal of subsidiaries		-	(151,429)
Acquisition of property, plant and equipment	6(31)	(1,705,894)	(3,293,546)
Proceeds from disposal of property, plant and equipment		344,789	397,344
Acquisition of intangible assets		(7,952)	(3,954)
Increase in other non-current assets	6(31)	(5,605,480)	(8,603,371)
Dividend received		404,808	381,214
Net cash used in investing activities		(6,616,065)	(12,162,853)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase in short-term loans		-	1,075,086
Decrease in short-term loans		-	(477,816)
(Decrease) increase in other payables	7	(2,132)	147
Increase in long-term loans		18,930,737	13,718,951
Decrease in long-term loans		(17,457,877)	(5,305,231)
Decrease in other non-current liabilities		(1,154,355)	(1,125,026)
Net cash provided by financing activities		316,373	7,886,111
Effect of exchange rate changes		(870,834)	176,974
Increase (decrease) in cash and cash equivalents		507,311	(2,859,539)
Cash and cash equivalents at beginning of period		32,826,541	33,502,442
Cash and cash equivalents at end of period		$ 33,333,852	$ 30,642,903

The accompanying notes are an integral part of these consolidated financial statements.
See review report of independent accountants dated August 14, 2015.

EVERGREEN MARINE CORPORATION (TAIWAN) LTD. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
(Expressed in thousands of New Taiwan Dollars, except as otherwise indicated)
(Reviewed, not audited)

1. HISTORY AND ORGANIZATION

Evergreen Marine Corporation (Taiwan) Ltd. (the "Company") was established in the Republic of China. The Company and its subsidiaries (collectively referred herein as the "Group") are mainly engaged in domestic and international marine transportation, shipping agency services, and the distribution of containers. The Company was approved by the Securities and Futures Bureau (SFB), Financial Supervisory Commission, Executive Yuan, R.O.C. to be a public company on November 2, 1982 and was further approved by the SFB to be a listed company on July 6, 1987. The Company's shares have been publicly traded on the Taiwan Stock Exchange since September 21, 1987.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorised by the Board of Directors on August 14, 2015.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRS") as endorsed by the Financial Supervisory Commission ("FSC")

According to Financial-Supervisory-Securities-Auditing No. 1030010325 issued by FSC on April 3, 2014, commencing 2015, companies with shares listed on the TWSE or traded on the Taipei Exchange or Emerging Stock Market shall adopt the 2013 version of IFRS (not including IFRS 9, 'Financial instruments') as endorsed by the FSC and Regulations Governing the Preparation of Financial Reports by Securities Issuers effective January 1, 2015 (collectively referred herein as the "2013 version of IFRS") in preparing the consolidated financial statements. The impact of adopting the 2013 version of IFRS is listed below:

A.IAS 19 (revised), 'Employee benefits'

The revised standard makes amendments that net interest amount, calculated by applying the discount rate to the net defined benefit asset or liability, replaces the finance charge and expected return on plan assets. The revised standard eliminates the accounting policy choice that the actuarial gains and losses could be recognised based on corridor approach or recognised in profit or loss. The revised standard requires that the actuarial gains and losses can only be recognised immediately in other comprehensive income when incurred. Past service cost will be recognised immediately in the period incurred and will no longer be amortised using straight-line basis over the average period until the benefits become vested. An entity is required to recognise termination benefits at the earlier of when the entity can no longer withdraw an offer of those benefits and when it recognises any related restructuring costs, rather than when the entity is demonstrably committed to a termination. Additional disclosures are required for defined benefit plans.

The Group expected to recognise previously unrecognised past service cost. Net interest expense or income, calculated by applying the discount rate to the net defined benefit asset or liability, replace the finance charge and expected return on plan assets. The Group increased deferred tax assets by $1,913 and accrued pension liabilities by $11,251 and decreased unappropriated earnings by $9,338 at Janaury 1, 2014. The Group increased accounts payable by $170, deferred tax liabilities by $2 and unappropriated earnings by $511 and decreased investment accounted for using equity method by $20, deferred tax assets by $147 and accrued pension liabilities by $850 at June 30, 2014. The Group increased deferred tax assets by $6,735, accounts payable by $339, accrued pension liabilities by $26,507 and exchange differences on translation of foreign financial statements by $989 and decreased deferred tax liabilities by $939 and unappropriated earnings by $20,161 at December 31, 2014.

The Group increased share of loss of associates and joint ventures accounted for using equity method by $10 and income tax expense by $77 and decreased operating costs by $108 and operating expenses by $234 for the three-month period ended June 30, 2014.

The Group increased share of loss of associates and joint ventures accounted for using equity method by $20 and income tax expense by $149, and decreased operating costs by $213 and operating expenses by $467 for the six-month period ended June 30, 2014.

B.IAS 1, ‘Presentation of financial statements’

The amendment requires entities to separate items presented in OCI classified by nature into two groups on the basis of whether they are potentially reclassifiable to profit or loss subsequently when specific conditions are met. If the items are presented before tax then the tax related to each of the two groups of OCI items (those that might be reclassified and those that will not be reclassified) must be shown separately. Accordingly, the Group will adjust its presentation of the statement of comprehensive income.

C.IFRS 12, ‘Disclosure of interests in other entities’

The standard integrates the disclosure requirements for subsidiaries, joint arrangements, associates and unconsolidated structured entities. Also, the Group will disclose additional information about its interests in consolidated entities and unconsolidated entities accordingly.

D.IFRS 13, ‘Fair value measurement’

The standard defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The standard sets out a framework for measuring fair value from market participants’ perspective, and requires disclosures about fair value measurements. For non-financial assets only, fair value is determined based on the highest and best use of the asset. Based on the Group’s assessment, the adoption of the standard has no significant impact on its consolidated financial statements, and the Group will disclose additional information about fair value measurements accordingly.

(2) Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

None.

(3) Effect of IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the 2013 version of IFRS as endorsed by the FSC:

New Standards, Interpretations and Amendments	Effective Date by International Accounting Standards Board
IFRS 9, 'Financial instruments'	January 1, 2018
Sale or contribution of assets between an investor and its associate or joint venture (amendments to IFRS 10 and IAS 28)	January 1, 2016
Investment entities: applying the consolidation exception (amendments to IFRS 10, IFRS 12 and IAS 28)	January 1, 2016
Accounting for acquisition of interests in joint operations (amendment to IFRS 11)	January 1, 2016
IFRS 14, 'Regulatory deferral accounts'	January 1, 2016
IFRS 15, 'Revenue from contracts with customers'	January 1, 2018
Disclosure initiative (amendment to IAS 1)	January 1, 2016
Clarification of acceptable methods of depreciation and amortisation (amendments to IAS 16 and IAS 38)	January 1, 2016
Agriculture: bearer plants (amendments to IAS 16 and IAS 41)	January 1, 2016
Defined benefit plans: employee contributions (amendment to IAS 19R)	July 1, 2014
Equity method in separate financial statements (amendment to IAS 27)	January 1, 2016
Recoverable amount disclosures for non-financial assets (amendment to IAS 36)	January 1, 2014
Novation of derivatives and continuation of hedge accounting (amendment to IAS 39)	January 1, 2014
IFRIC 21, 'Levies'	January 1, 2014
Improvements to IFRSs 2010-2012	July 1, 2014
Improvements to IFRSs 2011-2013	July 1, 2014
Improvements to IFRSs 2012-2014	January 1, 2016

The Group is assessing the potential impact of the new standards, interpretations and amendments above. The impact will be disclosed when the assessment is complete.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

These consolidated financial statements of the Group 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.

(2) Basis of preparation

A. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention:

(a)Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(b)Available-for-sale financial assets measured at fair value.

(c)Liabilities on cash-settled share-based payment arrangements measured at fair value.

(d)Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the FSC (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements

(a)All subsidiaries are included in the Group's consolidated financial statements. Subsidiaries are all entities (including special purpose entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.

(b)Inter-company transactions, balances and unrealised gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

(c)Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

(d)Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity.

(e)When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognised in profit or loss. All amounts previously recognised in other comprehensive income in relation to the subsidiary are reclassified to profit or loss, on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognised in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

			Ownership (%)			
Name of Investor	Name of Subsidiary	Main business activities	June 30, 2015	December 31, 2014	June 30, 2014	Description
The Company	TTSC	Cargo loading and discharging	55.00	55.00	55.00	
The Company	Peony	Investments in transport-related business	100.00	100.00	100.00	
The Company	ETS	Terminal Services	100.00	100.00	100.00	
Peony	GMS	Container Shipping	100.00	100.00	100.00	
Peony	Clove	Investments in container yards and port terminals	100.00	100.00	100.00	
Peony	Vigor	Investment activities	-	-	100.00	(a)
Peony	EMU	Container shipping	51.00	51.00	51.00	

Name of Investor	Name of Subsidiary	Main business activities	Ownership (%) June 30, 2015	December 31, 2014	June 30, 2014	Description
Peony	EHIC(M)	Manufacturing of dry steel containers and container parts	84.44	84.44	84.44	
Peony	Armand N.V.	Investments in container yards and port terminals	70.00	70.00	70.00	
Peony	KTIL	Loading, discharging, storage, repairs and cleaning of containers	20.00	20.00	20.00	(b)
Peony	MBPI	Containers storage and inspections of containers at the customs house	95.03	95.03	95.03	
Peony	MBT	Inland transportation, repairs and cleaning of containers	17.39	17.39	17.39	
Peony	EGS	Agency services dealing with port formalities	51.00	51.00	51.00	
Peony	EGK	Agency services dealing with port formalities	100.00	100.00	100.00	
Peony	EGT	Agency services dealing with port formalities	51.00	51.00	51.00	
Peony	EGI	Agency services dealing with port formalities	99.99	99.99	99.99	
Peony	EMA	Agency services dealing with port formalities	67.50	67.50	67.50	
Peony	EIT	Agency services dealing with port formalities	55.00	55.00	55.00	
Peony	EES	Agency services dealing with port formalities	55.00	55.00	55.00	
Peony	ERU	Agency services dealing with port formalities	51.00	51.00	51.00	
Peony	EGD	Agency services dealing with port formalities	100.00	100.00	100.00	
Peony	EGUD	Agency services dealing with port formalities	100.00	100.00	100.00	
Peony	EGD-WWX	Agency services dealing with port formalities	100.00	100.00	100.00	
Peony	EGF	Agency services dealing with port formalities	100.00	100.00	100.00	
Peony	EGN	Agency services dealing with port formalities	100.00	100.00	100.00	

Name of Investor	Name of Subsidiary	Main business activities	Ownership (%) June 30, 2015	December 31, 2014	June 30, 2014	Description
Peony	EGV	Agency services dealing with port formalities	51.00	51.00	51.00	
Peony	ESA	Agency services dealing with port formalities	55.00	55.00	55.00	
Peony	EGB	Real estate leasing	95.00	95.00	95.00	
EMU	Island	Investments in operating machinery and equipment of port terminals	15.00	15.00	15.00	
EMU	KTIL	Loading, discharging, storage, repairs and cleaning of containers	20.00	20.00	20.00	(b)
EMU	EGU	Agency services dealing with port formalities	100.00	100.00	100.00	
EGD	EGDL	Agency services dealing with port formalities	100.00	100.00	100.00	
EGD	EGDV	Agency services dealing with port formalities	100.00	100.00	100.00	
Clove	Island	Investments in operating machinery and equipment of port terminals	36.00	36.00	36.00	
Armand N.V.	Armand B.V.	Investments in container yards and port terminals	100.00	100.00	100.00	
Island	Whitney	Investments and leases of operating machinery and equipment of port terminals	100.00	100.00	100.00	
Island	Hemlock	Investments and leases of operating machinery and equipment of port terminals	100.00	100.00	100.00	
MBPI	MBT	Inland transportation, repairs and cleaning of containers	72.95	72.95	72.95	

(a)On December 31, 2014, the shareholders have resolved to liquidate the indirect subsidiary – Vigor and the liquidation was completed on that date.

(b)The Group shall present consolidated financial statements in which it consolidates its investments in KTIL since control is presumed to exist when the Group merely owns 40% interests of the entity and when there is power to cast the majority of votes at meetings of the Board of Directors.

C. Subsidiary not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As of June 30, 2015, December 31, 2014 and June 30, 2014, the non-controlling interest amounted to \$4,028,295, \$3,955,548 and \$3,081,253, respectively. The information of non-controlling interest and respective subsidiaries is as follows:

		Non-controlling interest				
		June 30, 2015		December 31, 2014		
Name of subsidiary	Principal place of business	Amount	Ownership (%)	Amount	Ownership (%)	Description
EMU	U.K.	$ 2,672,062	49%	$ 2,477,021	49%	

		Non-controlling interest		
		June 30, 2014		
Name of subsidiary	Principal place of business	Amount	Ownership (%)	Description
EMU	U.K.	$ 1,701,058	49%	

Summarised financial information of the subsidiaries:

Balance sheets

	EMU		
	June 30, 2015	December 31, 2014	June 30, 2014
Current assets	$ 9,899,895	$ 10,405,522	$ 11,241,039
Non-current assets	42,206,129	44,244,897	40,213,690
Current liabilities	(13,661,806)	(14,677,522)	(14,437,885)
Non-current liabilities	(32,991,030)	(34,917,752)	(33,545,297)
Total net assets	$ 5,453,188	$ 5,055,145	$ 3,471,547

Statements of comprehensive income

	EMU	
	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Revenue	$ 12,559,998	$ 13,658,546
Profit before income tax	$ 53,389	$ 379,718
Income tax expense	(11,010)	(15,204)
Profit for the period from continuing operations	42,379	364,514
Other comprehensive income, net of tax	5,504	4,695
Total comprehensive income for the period	$ 47,883	$ 369,209
Comprehensive income attributable to non-controlling interest	$ 23,463	$ 180,912

	EMU	
	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Revenue	$ 24,839,697	25,529,744
Profit (loss) before income tax	$ 532,610	(242,358)
Income tax expense	(13,810)	(6,318)
Profit (loss) for the period from continuing operations	518,800	(248,676)
Other comprehensive income, net of tax	4,879	5,829
Total comprehensive income (loss) for the period	$ 523,679	($ 242,847)
Comprehensive income (loss) attributable to non-controlling interest	$ 256,603	($ 118,995)

Statements of cash flows

	EMU	
	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Net cash provided by (usd in) operating activiteis	$ 2,150,137	($ 4,699,596)
Net cash used in investing activities	(123,666)	(10,872)
Net cash (used in) provided by financing activities	(1,113,157)	4,729,580
Effect of exchange rates on cash and cash equivalents	(39,800)	1,374
Increase in cash and cash equivalents	873,514	20,486
Cash and cash equivalents, beginning of period	1,370,292	1,576,345
Cash and cash equivalents, end of period	$ 2,243,806	$ 1,596,831

(4) Foreign currency translation

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The consolidated financial statements are presented in New Taiwan Dollars, which is the Company's functional and the Group's presentation currency.

A. Foreign currency transactions and balances

(a)Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognised in profit or loss in the period in which they arise, except when deferred in other comprehensive income as qualifying cash flow hedges and qualifying net investment hedges.

(b)Monetary assets and liabilities denominated in foreign currencies at the period end are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognised in profit or loss.

(c)Non-monetary assets and liabilities denominated in foreign currencies held at fair value through profit or loss are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognised in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognised in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.

(d)All other foreign exchange gains and losses based on the nature of those transactions are presented in the statement of comprehensive income within ‘other gains and losses’.

B. Translation of foreign operations

(a)The operating results and financial position of all the group entities and associates that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

i. Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;

ii. Income and expenses for each statement of comprehensive income are translated at average exchange rates of that period; and

iii. All resulting exchange differences are recognised in other comprehensive income.

(b)When the foreign operation partially disposed of or sold is an associate, exchange differences that were recorded in other comprehensive income are proportionately reclassified to profit or loss as part of the gain or loss on sale. In addition, even when the Group still retains partial interest in the former foreign associate after losing significant influence over the former foreign associate, such transactions should be accounted for as disposal of all interest in these foreign operations.

(c)When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interest in this foreign operation. In addition, even when the Group still retains partial interest in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in the foreign operation.

(5) <u>Classification of current and non-current items</u>

A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:

(a)Assets arising from operating activities that are expected to be realised, or are intended to be sold or consumed within the normal operating cycle;

(b)Assets held mainly for trading purposes;

(c)Assets that are expected to be realised within twelve months from the balance sheet date;

(d)Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to pay off liabilities more than twelve months after the balance sheet date.

B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:

(a)Liabilities that are expected to be paid off within the normal operating cycle;

(b)Liabilities arising mainly from trading activities;

(c)Liabilities that are to be paid off within twelve months from the balance sheet date;

(d)Liabilities for which the repayment date cannot be extended unconditionally to more than twelve months after the balance sheet date. 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.

(6) Cash equivalents

Cash equivalents refer to short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Time deposits with original maturities of one year or less that meet the definition above and are held for the purpose of meeting short-term cash commitments in operations are classified as cash equivalents.

(7) Financial assets at fair value through profit or loss

A. Financial assets at fair value through profit or loss are financial assets held for trading or financial assets designated as at fair value through profit or loss on initial recognition. Financial assets are classified in this category of held for trading if acquired principally for the purpose of selling in the short-term. Derivatives are also categorized as financial assets held for trading unless they are designated as hedges. Financial assets that meet one of the following criteria are designated as at fair value through profit or loss on initial recognition:

a)Hybrid (combined) contracts; or

b)They eliminate or significantly reduce a measurement or recognition inconsistency; or

c)They are managed and their performance is evaluated on a fair value basis, in accordance with a documented risk management or investment strategy.

B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognised and derecognised using trade date accounting.

C. Financial assets at fair value through profit or loss are initially recognised at fair value. Related transaction costs are expensed in profit or loss. These financial assets are subsequently remeasured and stated at fair value, and any changes in the fair value of these financial assets are recognised in profit or loss.

(8) Available-for-sale financial assets

A. Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories.

B. On a regular way purchase or sale basis, available-for-sale financial assets are recognised and derecognised using trade date accounting.

C. Available-for-sale financial assets are initially recognised at fair value plus transaction costs. These financial assets are subsequently remeasured and stated at fair value, and any changes in the fair value of these financial assets are recognised in other comprehensive income.

Investments in equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are presented in ‘financial assets carried at cost’.

(9) Held-to-maturity financial assets

A. Held-to-maturity financial assets are non-derivative financial assets with fixed or determinable payments and fixed maturity date that the Group has the positive intention and ability to hold to maturity other than those that meet the definition of loans and receivables and those that are designated as at fair value through profit or loss or as available-for-sale on initial recognition.

B. On a regular way purchase or sale basis, held-to-maturity financial assets are recognised and derecognised using trade date accounting.

C. Held-to-maturity financial assets are initially recognised at fair value on the trade date plus transaction costs and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Amortisation of a premium or a discount on such assets is recognised in profit or loss.

(10) Notes, accounts and other receivables

Notes and accounts receivable are claims resulting from the sale of goods or services. Receivables arising from transactions other than the sale of goods or services are classified as other receivables. Notes, accounts and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. However, short-term accounts receivable without bearing interest are subsequently measured at initial invoice amount as effect of discounting is immaterial.

(11) Impairment of financial assets

A. The Group assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired as a result of one or more events that occurred after the initial recognition of the asset (a ‘loss event’) and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

B. The criteria that the Group uses to determine whether there is objective evidence of an impairment loss is as follows:

(a) Significant financial difficulty of the issuer or debtor;

(b) A breach of contract, such as a default or delinquency in interest or principal payments;

(c) The Group, for economic or legal reasons relating to the borrower’s financial difficulty, granted the borrower a concession that a lender would not otherwise consider;

(d) It becomes probable that the borrower will enter bankruptcy or other financial reorganisation;

(e) The disappearance of an active market for that financial asset because of financial difficulties;

(f) Observable data indicating that there is a measurable decrease in the estimated future cash flows from a group of financial assets since the initial recognition of those assets, although the decrease cannot yet be identified with the individual financial asset in the group, including adverse changes in the payment status of borrowers in the group or national or local economic conditions that correlate with defaults on the assets in the group;

(g) Information about significant changes with an adverse effect that have taken place in the technology, market, economic or legal environment in which the issuer operates, and indicates that the cost of the investment in the equity instrument may not be recovered; or

(h) A significant or prolonged decline in the fair value of an investment in an equity instrument below its cost.

C. When the Group assesses that there has been objective evidence of impairment and an impairment loss has occurred, accounting for impairment is made as follows according to the category of financial assets:

(a) Financial assets measured at cost

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 discounted at current market return rate of similar financial assets, and is recognised in profit or loss. Impairment loss recognised for this category shall not be reversed subsequently. Impairment loss is recognised by adjusting the carrying amount of the asset through the use of an impairment allowance account.

(b) Available-for-sale financial assets

The amount of the impairment loss is measured as the difference between the asset's acquisition cost (less any principal repayment and amortisation) and current fair value, less any impairment loss on that financial asset previously recognised in profit or loss, and is reclassified from 'other comprehensive income' to 'profit or loss'. If, in a subsequent period, the fair value of an investment in a debt instrument increases, and the increase can be related objectively to an event occurring after the impairment loss was recognised, then such impairment loss is reversed through profit or loss. Impairment loss of an investment in an equity instrument recognised in profit or loss shall not be reversed through profit or loss. Impairment loss is recognised and reversed by adjusting the carrying amount of the asset through the use of an impairment allowance account.

(12) <u>Derecognition of financial assets</u>

The Group derecognises a financial asset when one of the following conditions is met:

A. The contractual rights to receive cash flows from the financial asset expire.

B. The contractual rights to receive cash flows from the financial asset have been transferred and the Group has transferred substantially all risks and rewards of ownership of the financial asset.

C. The contractual rights to receive cash flows from the financial asset have been transferred; however, the Group has not retained control of the financial asset.

(13) Leases (lessor)

Lease income from an operating lease (net of any incentives given to the lessee) is recognised in profit or loss on a straight-line basis over the lease term.

(14) Inventories

Inventories refer to fuel inventories and steel inventories. Fuel inventories are physically measured by the crew of each ship and reported back to the Head Office through telegraph for recording purposes at balance sheet date. Valuation of inventories is based on the exchange rate prevailing at balance sheet date.

The perpetual inventory system is adopted for steel inventory recognition. Steel inventories are stated at cost. The cost is determined using the weighted-average method. At the end of period, inventories are evaluated at the lower of cost or net realisable value, and the individual item approach is used in the comparison of cost and net realisable value. The calculation of net realisable value should be based on the estimated selling price in the normal course of business, net of estimated costs of completion and estimated selling expenses.

(15) Investments accounted for using equity method / associates

A. Associates are all entities over which the Group has significant influence but not control. In general, it is presumed that the investor has significant influence, if an investor holds, directly or indirectly 20 percent or more of the voting power of the investee. Investments in associates are accounted for using the equity method and are initially recognised at cost.

B. The Group's share of its associates' post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.

C. When changes in an associate's equity that are not recognised in profit or loss or other comprehensive income of the associate and such changes not affecting the Group's ownership percentage of the associate, the Group recognises the Group's share of change in equity of the associate in 'capital surplus' in proportion to its ownership.

D. Unrealised gains and loss on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

E. In the case that an associate issues new shares and the Group does not subscribe or acquire new shares proportionately, which results in a change in the Group's ownership percentage of the associate but maintains significant influence on the associate, then 'capital surplus' and 'investments accounted for using equity method' shall be adjusted for the increase or decrease of its share of equity interest. If the above condition causes a decrease in the Group's ownership percentage of the associate, in addition to the above adjustment, the amounts previously recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately on the same basis as would be required if the relevant assets or liabilities were disposed of.

F. Upon loss of significant influence over an associate, the Group remeasures any investment retained in the former associate at its fair value. Any difference between fair value and carrying amount is recognised in profit or loss.

G. When the Group disposes its investment in an associate, if it loses significant influence over this associate, the amounts previously recognised in other comprehensive income in relation to the associate, are reclassified to profit or loss, on the same basis as would be required if the relevant assets or liabilities were disposed of. If it still retains significant influence over this associate, then the amounts previously recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately in accordance with the aforementioned approach.

H. When the Group disposes its investment in an associate, if it loses significant influence over this associate, the amounts previously recognised as capital surplus in relation to the associate are transferred to profit or loss. If it still retains significant influence over this associate, then the amounts previously recognised as capital surplus in relation to the associate are transferred to profit or loss proportionately.

(16) Property, plant and equipment

A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalised.

B. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

C. Land is not depreciated. Other property, plant and equipment apply cost model and are depreciated using the straight-line method to allocate their cost over their estimated useful lives. Each part of an item of property, plant, and equipment with a cost that is significant in relation to the total cost of the item must be depreciated separately.

D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each balance sheet date. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change. The estimated useful lives of property, plant and equipment are as follows:

Buildings	20 ~ 60 years
Loading and unloading equipment	2 ~ 20 years
Ships	18 ~ 25 years
Transportation equipment	6 ~ 10 years
Leased assets	3 ~ 90 years
Other equipment	1 ~ 15 years

(17) Leased assets/ leases (lessee)

A. Based on the terms of a lease contract, a lease is classified as a finance lease if the Group assumes substantially all the risks and rewards incidental to ownership of the leased asset.

(a) A finance lease is recognised as an asset and a liability at the lease's commencement at the lower of the fair value of the leased asset or the present value of the minimum lease payments.

(b) The minimum lease payments are apportioned between the finance charges and the reduction of the outstanding liability. The finance charges are allocated to each period over the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

(c) Property, plant and equipment held under finance leases are depreciated over their estimated useful lives. If there is no reasonable certainty that the Group will obtain ownership at the end of the lease, the asset shall be depreciated over the shorter of the lease term and its useful life.

B. Payments made under an operating lease (net of any incentives received from the lessor) are recognised in profit or loss on a straight-line basis over the lease term.

C. The accounting treatment of sale and leaseback transactions depends on the substance of the transaction. If sale and finance leaseback is in substance a financing transaction, the difference between the sales proceeds and the carrying value of the asset is deferred and amortised to the income statement over the lease term. If the sale price is below the fair value, the difference between sale price and carrying amount should be recognised immediately except that, if a loss arising is compensated by future rent at below market price, it should be deferred and amortised in proportion to the rent payments over the period for which the asset is expected to be used. If the sale price is above the fair value, the excess of proceeds over fair value should be deferred and amortised over the period for which the asset is expected to be used.

(18) Investment property

An investment property is stated initially at its cost and measured subsequently using the cost model. Except for land, investment property is depreciated on a straight-line basis over its estimated useful life of 50 ~ 60 years.

(19) Intangible assets

Computer software is stated at cost and amortised on a straight-line basis over its estimated useful life of 3 years.

(20) Impairment of non-financial assets

The Group assesses at each balance sheet date the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. When the circumstances or reasons for recognizing impairment loss for an asset in prior years no longer exist or diminish, the impairment loss is reversed. The increased carrying amount due to reversal should not be more than what the depreciated or amortised historical cost would have been if the impairment had not been recognised.

(21) Loans

A. Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in profit or loss over the period of the borrowings using the effective interest method.

B. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a pre-payment for liquidity services and amortised over the period of the facility to which it relates.

(22) Accounts payable

Notes and accounts payable are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. They are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method. However, short-term accounts payable without bearing interest are subsequently measured at initial invoice amount as effect of discounting is immaterial.

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

A. Financial liabilities at fair value through profit or loss are financial liabilities held for trading or financial liabilities designated as at fair value through profit or loss on initial recognition. Financial liabilities are classified in this category of held for trading if acquired principally for the purpose of repurchasing in the short-term. Derivatives are also categorized as financial liabilities held for trading unless they are designated as hedges. Financial liabilities that meet one of the following criteria are designated as at fair value through profit or loss on initial recognition:

(a)Hybrid (combined) contracts; or

(b)They eliminate or significantly reduce a measurement or recognition inconsistency; or

(c)They are managed and their performance is evaluated on a fair value basis, in accordance with a documented risk management policy.

B. Financial liabilities at fair value through profit or loss are initially recognised at fair value. Related transaction costs are expensed in profit or loss. These financial liabilities are subsequently remeasured and stated at fair value, and any changes in the fair value of these financial liabilities are recognised in profit or loss. Derivative liabilities that are linked to equity instruments which do not have a quoted market price in an active market and whose fair value cannot be reliably measured, and that must be settled by delivery of such unquoted equity instruments are presented in 'financial liabilities measured at cost'.

(24) Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability specified in the contract is discharged or cancelled or expires.

(25) Offsetting financial instruments

Financial assets and liabilities are offset and reported in the net amount in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

(26) Financial liabilities and equity instruments

A. Ordinary corporate bonds issued by the Group are initially recognised at fair value, net of transaction costs incurred. Ordinary corporate bonds are subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is accounted for as the premium or discount on bonds payable and presented as an addition to or deduction from bonds payable, which is amortised in profit or loss as an adjustment to the 'finance costs' over the period of bond circulation using the effective interest method.

B. Convertible corporate bonds issued by the Group contain conversion options (that is, the bondholders have the right to convert the bonds into the Group's common shares by exchanging a fixed amount of cash for a fixed number of common shares), call options and put options. The Group classifies the bonds payable and derivative features embedded in convertible corporate bonds on initial recognition as a financial asset, a financial liability or an equity instrument. Convertible corporate bonds are accounted for as follows:

(a) Call options and put options embedded in convertible corporate bonds are recognised initially at net fair value as 'financial assets or financial liabilities at fair value through profit or loss'. They are subsequently remeasured and stated at fair value on each balance sheet date; the gain or loss is recognised as 'gain or loss on valuation of financial assets or financial liabilities at fair value through profit or loss'.

(b)Bonds payable of convertible corporate bonds is initially recognised at fair value and subsequently stated at amortised cost. Any difference between the proceeds and the redemption value is accounted for as the premium or discount on bonds payable and presented as an addition to or deduction from bonds payable, which is amortised in profit or loss as an adjustment to the 'finance costs' over the period of bond circulation using the effective interest method.

(c) Conversion options embedded in convertible corporate bonds issued by the Group, which meet the definition of an equity instrument, are initially recognised in 'capital surplus—stock warrants' at the residual amount of total issue price less amounts of 'financial assets or financial liabilities at fair value through profit or loss' and 'bonds payable—net' as stated above. Conversion options are not subsequently remeasured.

(d) Any transaction costs directly attributable to the issuance of convertible corporate bonds are allocated to the liability and equity components in proportion to the allocation of proceeds.

(e) When bondholders exercise conversion options, the liability component of the bonds (including 'bonds payable' and 'financial assets or financial liabilities at fair value through profit or loss') shall be remeasured on the conversion date. The book value of common shares issued due to the conversion shall be based on the adjusted book value of the above-mentioned liability component plus the book value of capital surplus - stock warrants.

(27) <u>Derivative financial instruments and hedging activities</u>

A. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured at their fair value. Any changes in the fair value are recognised in profit or loss.

B. The Group designates certain derivatives as hedges of a particular risk associated with a recognised asset or liability or a highly probable forecast transaction (cash flow hedge).

C. The Group documents at the inception of the transaction the relationship between hedging instruments and hedged items, as well as its risk management objectives and strategy for undertaking various hedging transactions. The Group also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions are highly effective in offsetting changes in fair values or cash flows of hedged items.

D. The full fair value of a hedging derivative is classified as a non-current asset or liability when the remaining maturity of the hedged item is more than 12 months, and as a current asset or liability when the remaining maturity of the hedged item is less than 12 months. Trading derivatives are classified as current assets or liabilities.

E. Cash flow hedge

(a) The effective portion of changes in the fair value of derivatives that are designated and qualified as cash flow hedges is recognised in other comprehensive income. The gain or loss relating to the ineffective portion is recognised immediately in the statement of comprehensive income within 'other gains and losses'.

(b) Amounts accumulated in other comprehensive income are reclassified into profit or loss in the periods when the hedged item affects profit or loss. The gain or loss relating to the effective portion of interest rate swaps hedging variable rate borrowings is recognised in the statement of comprehensive income within 'finance costs'. However, when the forecast transaction that is hedged results in the recognition of a non-financial asset or financial liability, the gains and losses previously deferred in other comprehensive income are reclassified into profit or loss in the periods when the asset acquired or the liability assumed affects profit or loss. The deferred amounts are ultimately recognised in operating costs.

(c) When a hedging instrument expires, or is sold, cancelled or executed, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss existing in other comprehensive income at that time remains in other comprehensive income. When a forecast transaction occurs or is no longer expected to occur, the cumulative gain or loss that was reported in other comprehensive income is transferred to profit or loss in the periods when the hedged forecast cash flow affects profit or loss.

(28) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognised as expenses in that period when the employees render service.

B. Pensions

(a) Defined contribution plans

For defined contribution plans, the contributions are recognised as pension expenses when they are due on an accrual basis. Prepaid contributions are recognised as an asset to the extent of a cash refund or a reduction in the future payments.

(b) Defined benefit plans

i. Net obligation under a defined benefit plan is defined as the present value of an amount of pension benefits that employees will receive on retirement for their services with the Group in current period or prior periods. The liability recognised in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The defined benefit net obligation is calculated annually by independent actuaries using the projected unit credit method. The rate used to discount is determined by using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension liability; when there is no deep market in high-quality corporate bonds, the Group uses interest rates of government bonds (at the balance sheet date) instead.

ii. Actuarial gains and losses arising on defined benefit plans are recognised in other comprehensive income in the period in which they arise and adjust to undistributed earnings.

iii. Past service costs are recognised immediately in profit or loss.

iv. Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation 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-off events. And, the related information is disclosed accordingly.

C. Termination benefits

Termination benefits are employee benefits provided in exchange for the termination of employment as a result from either the Group's decision to terminate an employee's employment before the normal retirement date, or an employee's decision to accept an offer of redundancy benefits in exchange for the termination of employment. The Group recognises termination benefits when it is demonstrably committed to a termination, when it has a detailed formal plan to terminate the employment of current employees and when it can no longer withdraw the plan. In the case of an offer made by the Group to encourage voluntary termination of employment, the termination benefits are recognised as expenses only when it is probable that the employees are expected to accept the offer and the number of the employees taking the offer can be reliably estimated. Benefits falling due more than 12 months after balance sheet date are discounted to their present value.

D. Employees', directors' and supervisors' remuneration

Employees' remuneration and directors' and supervisors' remuneration are recognised as expenses and liabilities, provided that such recognition is required under legal obligation or constructive obligation and those amounts can be reliably estimated. However, if the accrued amounts for employees' remuneration and directors' and supervisors' remuneration are different from the actual distributed amounts as resolved by the stockholders at their stockholders' meeting subsequently, the differences should be recognised based on the accounting for changes in estimates.

(29) Income tax

A. The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or items recognised directly in equity, in which cases the tax is recognised in other comprehensive income or equity.

B. The current income tax expense is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Company and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional 10% tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the stockholders resolve to retain the earnings.

C. Deferred income tax is recognised, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. Deferred income tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred income tax is determined using tax rates and laws that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

D. Deferred income tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized. At each balance sheet date, unrecognised and recognised deferred income tax assets are reassessed.

E. Current income tax assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. Deferred income tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realise the asset and settle the liability simultaneously.

F. A deferred tax asset shall be recognised for the carryforward of unused tax credits resulting from acquisitions of equipment or technology, research and development expenditures and equity investments to the extent that it is possible that future taxable profit will be available against which the unused tax credits can be utilised.

G. The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

(30) Dividends

Dividends are recorded in the Company's financial statements in the period in which they are approved by the Company's shareholders. Cash dividends are recorded as liabilities; stock dividends are recorded as stock dividends to be distributed and are reclassified to ordinary shares on the effective date of new shares issuance.

(31) Revenue recognition

A. Sales of goods

Revenue is measured at the fair value of the consideration received or receivable taking into account of business tax, returns, rebates and discounts for the sale of goods to external customers in the ordinary course of the Group's activities. Revenue arising from the sales of goods should be recognised when the Group has delivered the goods to the customer, the amount of sales revenue can be measured reliably and it is probable that the future economic benefits associated with the transaction will flow to the entity. The delivery of goods is completed when the significant risks and rewards of ownership have been transferred to the customer, the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold, and the customer has accepted the goods based on the sales contract or there is objective evidence showing that all acceptance provisions have been satisfied.

B. Sales of services

Revenue from delivering services is recognised under the percentage-of-completion method when the outcome of services provided can be estimated reliably. The stage of completion of a service contract is measured by the percentage of the actual services performed as of the financial reporting date to the total services to be performed. If the outcome of a service contract cannot be estimated reliably, contract revenue should be recognised only to the extent that contract costs incurred are likely to be recoverable.

(32) Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is responsible for allocating resources and assessing performance of the operating segments.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year; and the related information is addressed below:

(1) Critical judgements in applying the Group's accounting policies

Financial assets—impairment of equity investments

The Group follows the guidance of IAS 39 to determine whether a financial asset—equity investment is impaired. This determination requires significant judgement. In making this judgement, the Group evaluates, among other factors, the duration and extent to which the fair value of an equity investment is less than its cost and the financial health of and short-term business outlook for the investee, including factors such as industry and sector performance, changes in technology and operational and financing cash flow.

If the decline of the fair value of an individual equity investment below cost was considered significant or prolonged, the Group would transfer the accumulated fair value adjustments recognised in other comprehensive income on the impaired available-for-sale financial assets to profit or loss or being the recognition of the impairment loss on the impaired financial assets measured at cost in profit or loss. The Group did not recognise any impairment loss on financial assets-equity investment in these financial statements.

(2) Critical accounting estimates and assumptions

A. Revenue recognition

Revenue from delivering services and related costs are recognised under the percentage-of-completion method when the outcome of services provided can be estimated reliably. The stage of completion of a service contract is measured by the percentage of the actual services performed as of the financial reporting date to the total services to be performed.

B. Impairment assessment of tangible and intangible assets (excluding goodwill)

The Group assesses impairment based on its subjective judgement and determines the separate cash flows of a specific group of assets, useful lives of assets and the future possible income and expenses arising from the assets depending on how assets are utilized and industrial characteristics. Any changes of economic circumstances or estimates due to the change of Group strategy might cause material impairment on assets in the future.

C. Impairment assessment of investments accounted for using equity method

The Group assesses the impairment of an investment accounted for using equity method as soon as there is any indication that it might have been impaired and its carrying amount cannot be recoverable. The Group assesses the recoverable amounts of an investment accounted for using equity method based on the present value of the Group's share of expected future cash flows of the investee, and analyzes the reasonableness of related assumptions.

D. Realisability of deferred income tax assets

Deferred income tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences can be utilised. Assessment of the realisability of deferred income tax assets involves critical accounting judgements and estimates of the management, including the assumptions of expected future sales revenue growth rate and profit rate, available tax credits, tax planning, etc. Any variations in global economic environment, industrial environment, and laws and regulations might cause material adjustments to deferred income tax assets.

As of June 30, 2015, the Group recognised deferred income tax assets amounting to $392,379.

E. Calculation of accrued pension obligations

When calculating the present value of defined pension obligations, the Group must apply judgements and estimates to determine the actuarial assumptions on balance sheet date, including discount rates and future salary growth rate. Any changes in these assumptions could significantly impact the carrying amount of defined pension obligations.

As of June 30, 2015, the carrying amount of accrued pension obligations was $2,881,786.

F. Financial assets—fair value measurement of unlisted stocks without active market

The fair value of unlisted stocks held by the Group that are not traded in an active market is determined considering those companies' recent funding raising activities, fair value assessment of other companies of the same type, market conditions and other economic indicators existing on balance sheet date. Any changes in these judgements and estimates will impact the fair value measurement of these unlisted stocks. Please refer to Note 12(3) for the financial instruments fair value information.

As of June 30, 2015, the carrying amount of unlisted stocks without active market was $1,595,358.

G. Impairment assessment of financial assets without active markets

When there is an impairment indication that a financial instrument is impaired so the carrying amount of such investment may not be recoverable, the Group would assess the impairment loss of the investment accordingly. For a financial asset without an active market, the Group assesses its impairment based on the present value of estimated future cash flows from the expected cash dividends and disposal value discounted using the market rate of return at the balance sheet date for a similar financial instrument to determine its recoverable amount as well as by analysing the reasonableness of the related assumptions used.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	June 30, 2015	December 31, 2014	June 30, 2014
Cash on hand and petty cash	$ 16,527	$ 16,994	$ 18,191
Checking accounts and demand deposits	5,484,571	8,404,158	5,408,287
Time deposits	27,562,813	24,075,581	25,216,425
Cash equivalents	269,941	329,808	-
	$ 33,333,852	$ 32,826,541	$ 30,642,903

A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote. The Group's maximum exposure to credit risk at balance sheet date is the carrying amount of all cash and cash equivalents.

B. The Group has no cash and cash equivalents pledged to others.

(2) Available-for-sale financial assets

Items	June 30, 2015	December 31, 2014	June 30, 2014
Non-current items:			
Listed (TSE and OTC) stocks	$ 490,801	$ 490,801	$ 490,801
Emerging stocks	1,250,000	1,250,000	1,250,000
Unlisted stocks	264,670	268,972	258,986
	2,005,471	2,009,773	1,999,787
Valuation adjustment	949,950	203,440	5,577
Accumulated impairment	(1,844)	(1,844)	(1,844)
	$ 2,953,577	$ 2,211,369	$ 2,003,520

A. The Group recognised $213,730, $58,762, 746,510 and $70,010 in other comprehensive income for fair value change for the three-month and six-month periods ended June 30, 2015 and 2014, respectively.

B. The Group recognised impairment loss of $1,844 on unlisted stocks.

C. The Group has no available-for-sale financial assets held by the Group pledged to others.

(3) Held-to-maturity financial assets

Items	June 30, 2015	December 31, 2014	June 30, 2014
Current items:			
Financial bonds	$ 200,000	$ -	$ -
Non-current items:			
Financial bonds	$ 170,000	$ 370,000	$ 370,000

A. The Group recognised interest income of $2,575, $2,571, $5,121 and $5,110 for amortised cost in profit or loss for the three-month and six-month periods ended June 30, 2015 and 2014, respectively.

B. The counterparties of the Group's investments have good credit quality.

C. The Group has no held-to-maturity financial assets held by the Group pledged to others.

(4) Accounts receivable, net

	June 30, 2015	December 31, 2014	June 30, 2014
Accounts receivable	$ 11,601,032	$ 14,204,264	$ 12,636,794
Less: allowance for bad debts	(23,153)	(37,089)	(23,155)
	$ 11,577,879	$ 14,167,175	$ 12,613,639

A. The credit quality of accounts receivable that were neither past due nor impaired was in the following categories based on the Group's credit quality control policy.

	June 30, 2015	December 31, 2014	June 30, 2014
Group 1	$ 794,495	$ 1,340,048	$ 681,786
Group 2	9,980,732	11,353,551	10,859,464
	$ 10,775,227	$ 12,693,599	$ 11,541,250

Note:

Group 1: Low risk: The Group's ten largest customers, with sound performance and high transparency of financial information, are approved based on the Group's credit quality control policy.

Group 2: General risk.

B. The ageing analysis of accounts receivable that were past due but not impaired is as follows:

	June 30, 2015	December 31, 2014	June 30, 2014
Up to 30 days	$ 700,791	$ 1,166,474	$ 892,837
31 to 180 days	101,861	307,102	179,552
	$ 802,652	$ 1,473,576	$ 1,072,389

The above ageing analysis was based on past due date.

C. Movement analysis of financial assets that were impaired is as follows:

(a) As of June 30, 2015, December 31, 2014 and June 30, 2014, the Group's accounts receivable that were impaired amounted to $23,153, $37,089 and $23,155, respectively.

(b) Movements on the Group provision for impairment of accounts receivable are as follows:

	2015		
	Individual provision	Group provision	Total
At January 1	($ 37,089)	$ -	($ 37,089)
Provision for impairment	(11,185)	-	(11,185)
Reversal of impairment	22,061	-	22,061
Net exchange differences	3,060	-	3,060
At June 30	($ 23,153)	$ -	($ 23,153)

	2014		
	Individual provision	Group provision	Total
At January 1	($ 34,284)	$ -	($ 34,284)
Provision for impairment	13,657	-	13,657
Reversal of impairment	(2,643)	-	(2,643)
Net exchange differences	115	-	115
At June 30	($ 23,155)	$ -	($ 23,155)

D. The Group does not hold any collateral as security.

(5) Inventories

	June 30, 2015		
	Cost	Allowance for valuation loss	Book value
Ship fuel	$ 3,536,600	$ -	$ 3,536,600
Steel and others	504,029	-	504,029
	$ 4,040,629	$ -	$ 4,040,629

	December 31, 2014		
	Cost	Allowance for valuation loss	Book value
Ship fuel	$ 4,560,526	$ -	$ 4,560,526
Steel and others	591,329	-	591,329
	$ 5,151,855	$ -	$ 5,151,855

	June 30, 2014		
	Cost	Allowance for valuation loss	Book value
Ship fuel	$ 4,560,526	$ -	$ 4,560,526
Steel and others	591,329	-	591,329
	$ 5,151,855	$ -	$ 5,151,855

(6) Other current assets

	June 30, 2015	December 31, 2014	June 30, 2014
Shipowner's accounts	$ 1,477,244	$ 2,161,105	$ 1,339,053
Agency accounts	572,399	728,386	766,092
Other financial assets	173,470	275,244	274,431
Temporary debits	306,203	330,495	365,419
	$ 2,529,316	$ 3,495,230	$ 2,744,995

A. Shipowner’s accounts:

(a) Temporary accounts, between the Group and other related parties – Evergreen International S.A., Gaining Enterprise S.A., Italia Marittima S.p.A., Evergreen Marine (Hong Kong) Ltd. and Evergreen Marine (Singapore) Pte. Ltd. incurred due to foreign port formalities and pier rental expenses.

(b) In response to market competition and enhancement of global transportation network to provide better logistics services to customers, the Group has joined Cosco Container Lines Co., Ltd., Kawasaki Kisen Kaisha, Ltd., Yang Ming (UK), Ltd. and Hanjin Shipping Co., Ltd. to form the new CKYHE Alliance Transactions for trading of shipping spaces.

B. Agency accounts:

The Group entered into agency agreements with its related parties, whereby the related parties act as the Group's agents to deal with domestic and foreign port formalities, such as arrival and departure of the Group's ships, cargo stevedoring and forwarding, freight collection, and payment of expenses incurred in domestic and foreign ports.

(7) Investments accounted for using equity method

A.Details of long-term equity investments accounted for using equity method are set forth below:

	June 30, 2015	December 31, 2014
Evergreen International Storage and Transport Corporation	$ 8,138,338	$ 8,323,749
EVA Airways Corporation	8,021,495	6,544,364
Taipei Port Container Terminal Corporation	1,458,514	1,469,596
Charng Yang Development Co., Ltd.	486,678	484,175
Luanta Investment (Netherlands) N.V.	2,326,873	2,439,505
Balsam Investment (Netherlands) N.V.	-	696,474
Colon Container Terminal S.A.	2,627,639	2,671,525
Others	904,981	920,712
	$ 23,964,518	$ 23,550,100

	June 30, 2014
Evergreen International Storage and Transport Corporation	$ 7,742,509
EVA Airways Corporation	6,823,215
Taipei Port Container Terminal Corporation	1,455,619
Charng Yang Development Co., Ltd.	451,837
Luanta Investment (Netherlands) N.V.	2,451,243
Balsam Investment (Netherlands) N.V.	1,589,404
Colon Container Terminal S.A.	2,482,578
Others	837,633
	$ 23,834,038

B.Associates

(a)The basic information of the associates that are material to the Group is as follows:

Company name	Principal place of business	Ownership(%)			Nature of relationship	Methods of measurement
		June 30, 2015	December 31, 2014	June 30, 2014		
Evergreen International Storage and Transport Corporation	TW	39.74%	39.74%	39.74%	with a right over 20% to vote	Equity method
EVA Airways Corporation	TW	16.31%	19.32%	19.32%	have a right to vote in the Board of Directors	Equity method

(b)The summarised financial information of the associates that are material to the Group is as follows:

Balance sheet

	Evergreen International Storage and Transport Corporation		
	June 30, 2015	December 31, 2014	June 30, 2014
Current assets	$ 5,418,666	$ 5,204,483	$ 6,190,085
Non-current assets	28,182,841	26,898,034	21,495,563
Current liabilities	(2,401,048)	(1,176,033)	(3,753,345)
Non-current liabilities	(10,389,713)	(9,750,657)	(4,226,467)
Total net assets	$ 20,810,746	$ 21,175,827	$ 19,705,836
Share in associate's net assets	$ 8,184,281	$ 8,325,748	$ 7,742,509
Unrealized income with affiliated companies	(45,843)	(1,999)	-
Carrying amount of the associate	$ 8,138,438	$ 8,323,749	$ 7,742,509

	EVA Airways Corporation		
	June 30, 2015	December 31, 2014	June 30, 2014
Current assets	$ 54,736,670	$ 50,095,894	$ 44,069,719
Non-current assets	132,396,844	117,464,306	117,014,594
Current liabilities	(54,332,836)	(51,352,783)	(42,756,780)
Non-current liabilities	(78,214,455)	(76,530,416)	(78,486,183)
Total net assets	$ 54,586,223	$ 39,677,001	$ 39,841,350
Share in associate's net assets	$ 8,021,495	$ 6,544,364	$ 6,823,215

Statement of comprehensive income

	Evergreen International Storage and Transport Corporation	
	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Revenue	$ 1,868,132	$ 1,632,389
Profit for the period from continuing operations	$ 231,652	$ 106,762
Other comprehensive loss, net of tax	(415,992)	(179,265)
Total comprehensive loss	($ 184,340)	($ 72,503)
Dividends received from associates	$ 148,422	$ 127,219

	Evergreen International Storage and Transport Corporation	
	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Revenue	$ 3,634,117	$ 3,103,992
Profit for the period from continuing operations	428,596	224,441
Other comprehensive (loss) income, net of tax	(414,641)	9,723
Total comprehensive income	$ 13,955	$ 234,164
Dividends received from associates	$ 148,422	$ 127,219

	EVA Airways Corporation	
	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Revenue	$ 32,686,440	$ 31,938,491
Profit for the period from continuing operations	$ 1,758,269	$ 237,519
Other comprehensive income, net of tax	778,531	222,166
Total comprehensive income	$ 2,536,800	$ 459,685
Dividends received from associates	$ -	$ -

	EVA Airways Corporation	
	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Revenue	$ 66,060,931	$ 62,330,589
Profit (loss) for the period from continuing operations	$ 3,899,702	($ 543,602)
Other comprehensive income, net of tax	1,109,930	286,609
Total comprehensive income (loss)	$ 5,009,632	($ 256,993)
Dividends received from associates	$ -	$ -

(c) The carrying amount of the Group's interests in all individually immaterial associates and the Group's share of the operating results are summarised below:

As of June 30, 2015, December 31, 2014 and June 30, 2014, the carrying amount of the Group's individually immaterial associates amounted to $7,804,685, $8,681,987 and $9,268,294, respectively.

	Six-month period ended June 30, 2015		Six-month period ended June 30, 2014	
Profit (loss) for the period from continuing operations	$	258,497	($	1,456,239)
Other comprehensive income, net of tax		-		-
Total comprehensive income (loss)	$	258,497	($	1,456,239)

C. The fair value of the Group's associates which have quoted market price was as follows:

	June 30, 2015		December 31, 2014		June 30, 2014	
Evergreen International Storage and Transport Corporation	$	6,488,153	$	7,781,544	$	7,823,950
EVA Airways Corporation		13,250,622		13,943,054		9,033,084
	$	19,738,775	$	21,724,598	$	16,857,034

D. The Board of Directors has resolved that the subsidiary - Peony Investment S.A. participated in Greenpen Properties Sdn. Bhd.'s capital increase as the original shareholder, and the investment amount was MYR 1,200 thousand as of Jaunary 14, 2015. The shareholding ratio remained at 30% after the capital increase and Greenpen Properties Sdn. Bhd. is accounted for using equity method.

E. The Board of Directors has resolved that the subsidiary - Peony Investment S.A. participated in Luanta Investment (Netherlands) N.V.'s capital increase as the original shareholder, and the investment amount was EUR 1,000 thousand and EUR 1,600 thousand for the six-month period ended June 30, 2015 and for the year ended December 31, 2014, respectively. The shareholding ratio remained at 50% after the capital increase and Luanta Investment (Netherlands) N.V. is accounted for using equity method.

F. The Board of Directors has resolved that the subsidiary - Peony Investment S.A. participated in Balsam Investment (Netherlands) N.V.'s capital increase as the original shareholder, and the investment amount was EUR 19,600 thousand for the year ended December 31, 2014. The shareholding ratio remained at 49% after the capital increase and Balsam Investment (Netherlands) N.V. is accounted for using equity method.

(8) Property, plant and equipment, net

	Land	Buildings	Machinery equipment	Loading and unloading equipment	Computer and communication equipment	Transportation equipment	Ships	Office equipment	Leased assets	Leasehold improvements	Construction in progress and equipment for inspection	Total
At January 1, 2015												
Cost	$ 843,655	$ 1,846,873	$ 757,910	$ 7,521,651	$ 256,551	$ 17,894,326	$ 99,827,604	$ 513,386	$ 22,761,125	$ 228,617	$ -	$ 152,451,698
Accumulated depreciation	-	(1,054,389)	(565,562)	(4,915,222)	(216,249)	(6,249,241)	(34,797,467)	(429,329)	(4,570,222)	(129,728)	-	(52,927,409)
	$ 843,655	$ 792,484	$ 192,348	$ 2,606,429	$ 40,302	$ 11,645,085	$ 65,030,137	$ 84,057	$ 18,190,903	$ 98,889	$ -	$ 99,524,289
2015												
Opening net book amount	$ 843,655	$ 792,484	$ 192,348	$ 2,606,429	$ 40,302	$ 11,645,085	$ 65,030,137	$ 84,057	$ 18,190,903	$ 98,889	$ -	$ 99,524,289
Additions	82	-	1	21,795	7,793	1,398,665	204,967	20,041	495	34,638	16,708	1,705,185
Disposals	-	-	(226)	(4,236)	(20)	(7,890)	(13,352)	(164)	(60,732)	-	-	(86,620)
Reclassifications	-	-	-	804,206	(13)	3,963	6,624,409	-	541	2,001	-	7,435,107
Depreciation	-	(27,013)	(14,595)	(186,836)	(9,993)	(717,155)	(2,096,226)	(15,963)	(914,332)	(19,984)	-	(4,002,097)
Net exchange differences	(26,393)	(32,383)	(18,071)	(38,848)	(1,672)	(214,597)	(1,169,388)	(3,618)	(434,043)	(1,092)	(135)	(1,940,240)
Closing net book amount	$ 817,344	$ 733,088	$ 159,457	$ 3,202,510	$ 36,397	$ 12,108,071	$ 68,580,547	$ 84,353	$ 16,782,832	$ 114,452	$ 16,573	$ 102,635,624
At June 30, 2015												
Cost	$ 817,344	$ 1,741,136	$ 682,265	$ 8,213,743	$ 247,059	$ 18,826,771	$ 103,401,178	$ 499,641	$ 22,057,812	$ 263,477	$ 16,573	$ 156,766,999
Accumulated depreciation	-	(1,008,048)	(522,808)	(5,011,233)	(210,662)	(6,718,700)	(34,820,631)	(415,288)	(5,274,980)	(149,025)	-	(54,131,375)
	$ 817,344	$ 733,088	$ 159,457	$ 3,202,510	$ 36,397	$ 12,108,071	$ 68,580,547	$ 84,353	$ 16,782,832	$ 114,452	$ 16,573	$ 102,635,624

	Land	Buildings	Machinery equipment	Loading and unloading equipment	Computer and communication equipment	Transportation equipment	Ships	Office equipment	Leased assets	Leasehold improvements	Total
At January 1, 2014											
Cost	$ 732,621	$ 1,860,505	$ 767,850	$ 6,496,491	$ 313,365	$ 19,892,061	$ 72,704,920	$ 542,631	$ 21,665,751	$ 215,363	$ 125,191,558
Accumulated depreciation	-	(1,018,845)	(545,501)	(4,987,724)	(264,008)	(9,800,923)	(29,338,110)	(449,761)	(2,516,746)	(100,857)	(49,022,475)
	$ 732,621	$ 841,660	$ 222,349	$ 1,508,767	$ 49,357	$ 10,091,138	$ 43,366,810	$ 92,870	$ 19,149,005	$ 114,506	$ 76,169,083
2014											
Opening net book amount	$ 732,621	$ 841,660	$ 222,349	$ 1,508,767	$ 49,357	$ 10,091,138	$ 43,366,810	$ 92,870	$ 19,149,005	$ 114,506	$ 76,169,083
Additions	-	-	10	99,043	7,006	3,232,632	158,429	8,911	-	6,173	3,512,204
Disposals	-	-	-	(2,738)	(12)	(87,479)	-	(353)	(12,507)	-	(103,089)
Reclassifications	-	-	-	-	(1,605)	-	15,743,909	-	-	-	15,742,304
Depreciation	-	(30,550)	(15,743)	(132,627)	(10,707)	(906,567)	(1,700,194)	(16,179)	(922,192)	(14,308)	(3,749,067)
Effect of consolidated entity's movement	-	-	-	-	-	-	(14,675)	(3,959)	-	-	(18,634)
Net exchange differences	1,143	(392)	5,418	40	228	(9,035)	35,403	432	17,495	295	51,027
Closing net book amount	$ 733,764	$ 810,718	$ 212,034	$ 1,472,485	$ 44,267	$ 12,320,689	$ 57,589,682	$ 81,722	$ 18,231,801	$ 106,666	$ 91,603,828
At June 30, 2014											
Cost	$ 733,764	$ 1,859,143	$ 786,887	$ 6,199,308	$ 309,842	$ 22,261,054	$ 88,634,916	$ 514,481	$ 21,658,785	$ 221,995	$ 143,180,175
Accumulated depreciation	-	(1,048,425)	(574,853)	(4,726,823)	(265,575)	(9,940,365)	(31,045,234)	(432,759)	(3,426,984)	(115,329)	(51,576,347)
	$ 733,764	$ 810,718	$ 212,034	$ 1,472,485	$ 44,267	$ 12,320,689	$ 57,589,682	$ 81,722	$ 18,231,801	$ 106,666	$ 91,603,828

A. The Group has issued a negative pledge to granting banks for drawing borrowings within the credit line to purchase the above transportation equipment.

B. Information about the property, plant and equipment that were pledged to others as collaterals is provided in Note 8.

(9) Investment property, net

	Land	Buildings	Total
At January 1, 2015			
Cost	$ 1,414,008	$ 1,005,858	$ 2,419,866
Accumulated depreciation	-	(432,652)	(432,652)
	$ 1,414,008	$ 573,206	$ 1,987,214
2015			
Opening net book amount	$ 1,414,008	$ 573,206	$ 1,987,214
Depreciation	-	(9,852)	(9,852)
Net exchange differences	-	(1,997)	(1,997)
Closing net book amount	$ 1,414,008	$ 561,357	$ 1,975,365
At June 30, 2015			
Cost	$ 1,414,008	$ 1,003,069	$ 2,417,077
Accumulated depreciation	-	(441,712)	(441,712)
	$ 1,414,008	$ 561,357	$ 1,975,365
At January 1, 2014			
Cost	$ 1,414,008	$ 1,012,695	$ 2,426,703
Accumulated depreciation	-	(414,697)	(414,697)
	$ 1,414,008	$ 597,998	$ 2,012,006
2014			
Opening net book amount	$ 1,414,008	$ 597,998	$ 2,012,006
Depreciation	-	(9,879)	(9,879)
Net exchange differences	-	(5,469)	(5,469)
Closing net book amount	$ 1,414,008	$ 582,650	$ 1,996,658
At June 30, 2014			
Cost	$ 1,414,008	$ 1,005,275	$ 2,419,283
Accumulated depreciation	-	(422,625)	(422,625)
	$ 1,414,008	$ 582,650	$ 1,996,658

A. Rental income from the investment property and direct operating expenses arising from the investment property are shown below:

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Rental revenue from the lease of the investment property	$ 24,953	$ 26,033
Direct operating expenses arising from the investment property that generated rental income in the period	$ 5,308	$ 5,169
Direct operating expenses arising from the investment property that did not generate rental income in the period	$ 599	$ 217

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Rental revenue from the lease of the investment property	$ 50,191	$ 52,043
Direct operating expenses arising from the investment property that generated rental income in the period	$ 10,693	$ 10,487
Direct operating expenses arising from the investment property that did not generate rental income in the period	$ 1,217	$ 457

B. The fair value of the investment property held by the Group as at June 30, 2015, December 31, 2014 and June 30, 2014 was $3,455,189, $3,467,369 and $3,200,132, respectively. The fair value measurements were based on the market prices of recently sold properties in the immediate vicinity of a certain property.

C. Information about the investment property that were pledged to others as collaterals is provided in Note 8.

(10) Other non-current assets

	June 30, 2015	December 31, 2014	June 30, 2014
Prepayments for equipment	$ 1,401,245	$ 3,508,591	$ 6,228,978
Refundable deposits	104,997	105,457	111,777
Others	389	441	438
	$ 1,506,631	$ 3,614,489	$ 6,341,193

Amount of borrowing costs capitalised as part of prepayment for equipment and the range of the interest rates for such capitalisation are as follows:

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Amount capitalised	$ 4,672	$ 33,902
Interest rate	1.22%~1.88%	1.07%~2.18%

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Amount capitalised	$ 13,795	$ 81,062
Interest rate	1.22%~1.88%	1.07%~2.18%

(11) Short-term loans

	June 30, 2015	December 31, 2014	June 30, 2015
Secured loans	$ -	$ -	$ 1,194,540
Interest rate			1.73%~2.23%

(12) Other current liabilities

	June 30, 2015	December 31, 2014
Receipt in advance	$ 31,586	$ 255,216
Long-term liabilities - current portion	15,006,944	14,170,541
Shipowner's accounts	1,835,380	1,950,409
Agency accounts	2,981,404	3,579,244
Long-term leases payable - current	2,227,219	2,195,524
Others	22,385	29,800
	$ 22,104,918	$ 22,180,734

	June 30, 2014
Receipt in advance	$ 33,617
Long-term liabilities - current portion	15,221,968
Shipowner's accounts	1,856,897
Agency accounts	2,845,684
Long-term leases payable - current	2,319,028
Others	23,472
	$ 22,300,666

(13) Corporate bonds payable

	June 30, 2015	December 31, 2014	June 30, 2014
Domestic unsecured convertible bonds	$ -	$ -	$ 568,400
Domestic secured corporate bonds	3,000,000	3,000,000	3,000,000
Less: discount on corporate bonds	-	-	(1,060)
	3,000,000	3,000,000	3,567,340
Less: current portion or exercise of put options	-	-	(567,340)
	$ 3,000,000	$ 3,000,000	$ 3,000,000

A. On August 7, 2009, the Company issued its third domestic unsecured convertible bonds (referred herein as the "Third Bonds") at face value, totaling $2,500,000. The major terms of the issuance are set forth below:

(a) Period: 5 years (August 7, 2009 to August 7, 2014)

(b) Coupon rate: 0% per annum

(c) Principal repayment and interest payment

Unless the Third Bonds are redeemed, repurchased, resold, converted or deregistered before maturity, or other events occur due to regulatory reasons, the principal of the Third Bonds shall be repaid in lump sum by cash at maturity based on the face value of the Bonds.

(d) Collaterals

The Third Bonds are unsecured. However, if the Company subsequently issues other convertible bonds secured with collaterals, the rights of the holders of the Third Bonds to claim their credits and the collaterals are set at the same rank as the holders of the convertible bonds issued subsequently.

(e) Redemption at the Company's option

i. During the period from one month after the issuance of the Third Bonds to 40 days before the maturity of the Third Bonds, if the closing price of the Company's common stock at the Taiwan Stock Exchange is equal to or more than 30% of the conversion price for a period of 30 consecutive trading days, the Company may redeem the outstanding bonds in cash at the face value of the Third Bonds within 30 trading days after the abovementioned 30 consecutive trading days.

ii. During the period from one month after the Third Bonds are issued to 40 days before the maturity of the Third Bonds, if the total amount of the Third Bonds outstanding after the conversion by the bondholders is less than $250,000 (10% of the total issued amount), the Company may redeem the outstanding bonds at their face value any time during the 40 days before the maturity of the Third Bond.

iii. When the Company issues its redemption notice, if the bondholders do not reply before the effective redemption date, the Company may convert the bonds held by those bondholders into common stock at the conversion price in effect at the expiration of the notice period.

(f) Redemption at the bondholders' option

During the period from 30 days before the 2-year maturity of the Third Bonds to the date of maturity, or from 30 days before the 3-year maturity of the Third Bonds to the date of maturity, the bondholders may require the Company to redeem their bonds in cash at the face value plus interest compensation. The redemption price for the former is 101.00% of the face value with a yield rate of 0.50% per annum, and 101.51% of the face value with a yield rate of 0.50% for the latter.

(g) Terms of conversion

i. Conversion period

The bondholders may convert the Third Bonds into the Company's common stock during the period from one month after the Third Bonds are issued to 10 days before the maturity of the Third Bonds.

The bondholders are prohibited from exercising their conversion right during the period from 3 trading days before the announcement of cash or stock dividends to the date of distribution of the cash or stock dividends.

ii. Conversion price

The base day for setting conversion price is July 30, 2009. The conversion price can be any of the three average closing prices of the Company's common stock during the 1, 3 and 5 trading days before the base day multiplied by 101.00%. If any cash or stock dividends are distributed before the base day, the closing price used in the computation of the conversion price must be adjusted for the effect of the dividend distribution. If any cash or stock dividends are distributed during the period from the date on which the conversion price is set to the date on which the Third Bonds are issued, the conversion price is required to be adjusted in accordance with the adjusting formula specified in the bond agreement. The conversion price at the issuance of the Third Bonds was set at $20.40 (in dollars).

(h) Entitlement to cash dividends or stock dividends

The bondholders who request to convert the Third Bonds during the period from January 1 of the current year to any date which is more than 3 trading days before the announcement of cash or stock dividends are entitled to the cash or stock dividends resolved by the stockholders in the current year. Conversion of the Third Bonds is prohibited during the period from 3 trading days before the announcement of cash or stock dividends to the ex-dividend date. The bondholders who request to convert the Third Bonds during the period from the date following the ex-dividend date to December 31 of the current year are not entitled to the cash or stock dividends resolved by the stockholders in the current year, but are entitled to the cash or stock dividends resolved by the stockholders in the following year.

B. On April 26, 2012, the Company issued its twelfth domestic secured corporate bonds (referred herein as the "Twelfth Bonds"), totaling $3,000,000. The Twelfth Bonds are categorized into Bond A and B, depending on the guarantee institution. Bond A totals $2,000,000, and Bond B totals $1,000,000. The major terms of the issuance are set forth below:

(a) Period: 5 years (April 26, 2012 to April 26, 2017)

(b) Coupon rate: 1.28% fixed per annum

(c) Principal repayment and interest payment

Repayments for the Twelfth Bonds are paid annually on coupon rate, starting a year from the issuing date. The principal of the Twelfth Bonds shall be repaid in lump sum at maturity.

(d) Collaterals

The Twelfth Bonds are secured. Bond A is guaranteed by Bank Sinopac, and Bond B is guaranteed by Far Eastern International Bank.

C. The conversion rights and debt component of the Third Bonds are recognised separately in accordance with IAS 39. The issuance cost of the Third Bonds is allocated to debt and equity components by the amount initially recognised. Accordingly, the account of “capital reserve from stock warrants” amounted to $256,205.

The net value of the rights of repurchase and resold embedded in bonds payable was separated from bonds payable, and was recognised in “financial liabilities at fair value through profit or loss” in accordance with IAS 39.

(14) Long-term loans

	June 30, 2015	December 31, 2014
Secured bank loans	$ 60,858,434	$ 56,900,307
Unsecured bank loans	14,430,556	17,721,811
Add : unrealised foreign exchange loss	363,189	603,840
Less: hosting fee credit	(27,636)	(33,069)
	75,624,543	75,192,889
Less: current portion	(15,006,944)	(14,170,541)
	$ 60,617,599	$ 61,022,348
Interest rate	0.88%~5.22%	0.80%~5.22%

	June 30, 2014
Secured bank loans	$ 56,148,086
Unsecured bank loans	19,591,652
Add : unrealised foreign exchange loss	65,944
Less: hosting fee credit	(34,998)
	75,770,684
Less: current portion	(14,654,628)
	$ 61,116,056
Interest rate	0.80%~5.22%

Please refer to Note 8 for details of the collaterals pledged for the above long-term loans.

(15) Other non-current liabilities

	June 30, 2015	December 31, 2014
Long-term leases payable - non-current	$ 13,697,068	$ 15,198,354
Accrued pension liabilities	2,881,786	2,878,564
Unrealised gain on sale and leaseback	81,896	105,778
Credit balance of investments accounted for using equity method	87,849	-
Guarantee deposits received	24,474	43,368
	$ 16,773,073	$ 18,226,064

	June 30, 2014
Long-term leases payable - non-current	$ 15,243,516
Accrued pension liabilities	2,869,942
Unrealised gain on sale and leaseback	95,329
Credit balance of investments accounted for using equity method	-
Guarantee deposits received	39,819
	$ 18,248,606

(16) Finance lease liabilities

The Group leases in loading and unloading equipment, ships and transportation equipment under finance lease, based on the terms of the lease contracts. Future minimum lease payments and their present values as at June 30, 2015, December 31, 2014 and June 30, 2014 are as follows:

	June 30, 2015		
	Total finance lease liabilities	Future finance charges	Present value of finance lease liabilities
Current			
Not later than one year	$ 2,767,357	($ 540,138)	$ 2,227,219
Non-current			
Later than one year but not later than five years	7,235,359	(1,574,964)	5,660,395
Over five years	8,609,855	(573,182)	8,036,673
	15,845,214	(2,148,146)	13,697,068
	$ 18,612,571	($ 2,688,284)	$ 15,924,287

	December 31, 2014		
	Total finance lease liabilities	Future finance charges	Present value of finance lease liabilities
Current			
Not later than one year	$ 2,752,339	($ 556,815)	$ 2,195,524
Non-current			
Later than one year but not later than five years	8,089,443	(1,639,034)	6,450,409
Over five years	9,450,625	(702,680)	8,747,945
	17,540,068	(2,341,714)	15,198,354
	$ 20,292,407	($ 2,898,529)	$ 17,393,878

	June 30, 2014		
	Total finance lease liabilities	Future finance charges	Present value of finance lease liabilities
Current			
Not later than one year	$ 2,912,437	($ 593,409)	$ 2,319,028
Non-current			
Later than one year but not later than five years	8,101,076	(1,739,824)	6,361,252
Over five years	9,736,608	(854,344)	8,882,264
	17,837,684	(2,594,168)	15,243,516
	$ 20,750,121	($ 3,187,577)	$ 17,562,544

(17) Pension

A. (a) In accordance with the Labor Pension Act ("the Act"), effective July 1, 2005, which adopted a defined contribution scheme, employees of the Company and its subsidiary-TTSC may choose to be subject to either the Act, maintaining their seniority before the enforcement of the Act, or the pension mechanism of the Labor Standard Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its subsidiary-TTSC contribute monthly an amount equal to 15% of the employees' monthly salaries and wages to the retirement fund deposited with the Trust Department of Bank of Taiwan under the name of the Labor Pension Fund Supervisory Committee.

(b) The employees with R.O.C. nationality of the Group's subsidiaries, Greencompass Marine S. A. and Evergreen Marine (UK) Limited, adopted the Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement.

(c) For the aforementioned pension plan, the Group recognised pension costs of $57,450, $60,300, $115,516 and $118,139 for the three-month and six-month periods ended June 30, 2015 and 2014 respectively.

(d) Expected contributions to the defined benefit pension plans of the Company and its subsidiary-TTSC for the year ended December 31, 2015 amounts to $60,920.

B.(a) Effective July 1, 2005, the Company and its domestic subsidiary-TTSC have established a defined contribution pension plan (the “New Plan”) under the Labor Pension Act (the “Act”), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiary-TTSC contribute monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) The pension costs under defined contribution pension plans of the Group for the three-month and six-month periods ended June 30, 2015 and 2014 were $37,047, $28,547, $74,498 and $71,096, respectively.

(18) Capital stock

A. As of June 30, 2015, the Company’s authorized capital was $36,000,000, and the paid-in capital was $34,775,802, consisting of 3,477,580 thousand shares of common stocks with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

B. The stockholders at their annual stockholders’ meeting on June 17, 2015 adopted a resolution to issue 34,776 thousand shares through capitalisation of unappropriated retained earnings of $347,758. In accordance with Jin-Guan-Zheng-Fa-Zi Letter No. 1040025135 as approved by the Financial Supervisory Commission, the Company will apply for registration of the capital increase through capitalisation of earnings after the record date of issuance of new shares.

(19) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

	Six-month period ended June 30, 2015			
	Share premium	Adjustments to share of changes in equity of associates and joint ventures	Donated assets	Others
At January 1, 2015	$ 5,895,171	$ 1,390,128	$ 446	$ 6,713
Recognition of change in equity of associates in proportion to the Company's ownership	-	693,255	-	-
At June 30, 2015	$ 5,895,171	$ 2,083,383	$ 446	$ 6,713

(20) Retained earnings

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
At January 1	$ 7,240,507	$ 1,109,539
Profit (loss) for the period	1,373,003	(1,543,406)
Appropriations and distribution of retained earnings	15,820	4,986,053
At June 30	$ 8,629,330	$ 4,552,186

A. According to the Company's Articles of Incorporation, if there is any profit for a fiscal year, the Company shall first make provision for all taxes and cover prior years' losses and then appropriate 10% of the residual amount as legal reserve. Dividends shall be proposed by the Board of Directors and resolved by the stockholders.

B. Dividend policy

The Company is currently at the stable growth stage. In order to facilitate future expansion plans, dividends to stockholders are distributed mutually in the form of both cash and stocks with the basic principle that the ratio of cash dividends to total stock dividends shall not be lower than 10%.

C. Legal reserve

Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.

D. (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

(b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Jin-Guan-Zheng-Fa-Zi Letter No. 1010012865, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently. Such amounts are reversed upon disposal or reclassified if the assets are investment property of land, and reversed over the use period if the assets are investment property other than land.

E. For information relating to employees' remuneration (bonuses) and directors' and supervisors' remuneration, please refer to Note 6(28).

F. The appropriation of 2014 earnings resolved by the Board of Directors on June 17, 2015 is as follows:

	Year ended December 31, 2014	
	Amount	Dividend per share (in dollars)
Accrual of legal reserve	$ 117,604	
Reversal of special reserve	$ 828,940	
Appropriate cash dividends to shareholders	$ 347,758	$ 0.1
Appropriate stock dividends to shareholders	$ 347,758	$ 0.1

(21) Other equity items

	Hedging reserve	Available-for-sale investment	Currency translation	Total
At January 1, 2015	($ 365,777)	$ 636,519	$ 1,356,698	$ 1,627,440
Revaluation – gross	-	767,252	-	767,252
Revaluation – tax	-	(27,860)	-	(27,860)
Revaluation – associates	-	(76,653)	-	(76,653)
Cash flow hedges:				
– Fair value loss in the period	(18,193)	-	-	(18,193)
– Fair value loss in the period – tax	773	-	-	773
– Associates	198,309	-	-	198,309
Currency translation differences:				
–Group	-	-	(1,227,469)	(1,227,469)
–Group – tax	-	-	16	16
–Associates	-	-	(99,211)	(99,211)
At June 30, 2015	($ 184,888)	$ 1,299,258	$ 30,034	$ 1,144,404

	Hedging reserve	Available-for-sale investment	Currency translation	Total
At January 1, 2014	$ 12,331	($ 36,456)	($ 804,815)	($ 828,940)
Revaluation – gross	-	70,471	-	70,471
Revaluation – tax	-	(3,900)	-	(3,900)
Revaluation – associates	-	31,052	-	31,052
Cash flow hedges:				
– Fair value gains in the period – associates	16,735	-	-	16,735
Currency translation differences:				
–Group	-	-	70,808	70,808
–Associates	-	-	9,375	9,375
At June 30, 2014	$ 29,066	$ 61,167	($ 724,632)	($ 634,399)

(22) Operating revenue

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Marine freight income	$ 31,740,018	$ 32,373,232
Container manufacturing income	603,736	589,205
Ship rental and slottage income	716,482	370,927
Commission income and agency service income	379,317	433,580
Container income and others	1,360,925	1,412,003
	$ 34,800,478	$ 35,178,947

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Marine freight income	$ 64,066,901	$ 64,226,277
Container manufacturing income	1,283,653	1,228,186
Ship rental income and slottage	1,268,481	580,656
Commission income and agency service income	762,076	763,164
Container income and others	2,723,367	2,701,378
	$ 70,104,478	$ 69,499,661

(23) Other gains, net

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Gains on disposal of property, plant and equipment	$ 212,236	$ 136,759

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Gains on disposal of property, plant and equipment	$ 258,618	$ 330,343

(24) Other income

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Rental revenue	$ 27,730	$ 28,525
Dividend income	73,625	57,980
Interest income:		
Interest income from bank deposits	55,247	82,573
Interest income from financial assets other than financial assets at fair value through profit or loss	2,575	2,571
Other income - other	44,446	367,845
	$ 203,623	$ 539,494

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Rental revenue	$ 55,322	$ 56,875
Dividend income	112,447	89,510
Interest income:		
Interest income from bank deposits	112,371	176,879
Interest income from financial assets other than financial assets at fair value through profit or loss	5,121	5,110
Other income - other	69,005	436,974
	$ 354,266	$ 765,348

(25) Other gains and losses

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Net losses on financial assets at fair value through profit or loss	($ 692)	($ 2,155)
Net currency exchange losses	(156,921)	(174,528)
Gains on disposal of investments	1,366	675
Other non-operating expenses	(33,123)	(55,263)
	($ 189,370)	($ 231,271)

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Net losses on financial assets at fair value through profit or loss	$ -	($ 5,115)
Net currency exchange gains (losses)	47,559	(162,228)
(Losses) gains on disposal of investments	(5,470)	71,181
Other non-operating expenses	(51,620)	(71,548)
	($ 9,531)	($ 167,710)

(26) Finance costs

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Interest expense:		
Bank loans	$ 217,031	$ 168,938
Corporate bonds	9,574	12,742
	226,605	181,680
Less: capitalisation of qualifying assets	(4,672)	(33,902)
Finance costs	$ 221,933	$ 147,778

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Interest expense:		
Bank loans	$ 434,158	$ 331,567
Corporate bonds	19,042	25,360
	453,200	356,927
Less: capitalisation of qualifying assets	(13,795)	(81,062)
Finance costs	$ 439,405	$ 275,865

(27) Expenses by nature

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Employee benefit expense	$ 1,624,955	$ 1,591,262
Depreciation on property, plant and equipment	2,002,718	1,916,693
Amortisation on intangible assets	3,778	3,329
Other operating costs and expenses	31,004,042	31,197,508
	$ 34,635,493	$ 34,708,792

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Employee benefit expense	$ 3,225,875	$ 3,120,349
Depreciation charges on property, plant and equipment	4,002,097	3,749,067
Amortisation on intangible assets	7,641	6,239
Other operating costs and expenses	60,911,442	63,728,524
	$ 68,147,055	$ 70,604,179

(28) Employee benefit expense

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Wages and salaries	$ 1,353,090	$ 1,331,419
Labor and health insurance fees	90,685	90,246
Pension costs	94,497	88,847
Other personnel expenses	86,683	80,750
	$ 1,624,955	$ 1,591,262

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Wages and salaries	$ 2,694,701	$ 2,596,738
Labor and health insurance fees	172,492	178,734
Pension costs	190,014	189,235
Other personnel expenses	168,668	155,642
	$ 3,225,875	$ 3,120,349

A. According to the Articles of Incorporation of the Company, when distributing earnings, the Company shall distribute bonus to the employees that account for no less than 0.5% and pay remuneration to the directors and supervisors that account for no more than 5% of the total distributed amount.

However, in accordance with the Company Act amended in May 20, 2015, a company shall distribute employee remuneration, based on the current year's profit condition, in a fixed amount or a proportion of profits. If a company has accumulated deficit, earnings should be channeled to cover losses. Aforementioned employee remuneration could be paid by cash or stocks. Specifics of the compensation are to be determined in a board meeting that registers two-thirds of directors in attendance, and the resolution must receive support from half of participating members. The resolution should be reported to the shareholders' meeting. Qualification requirements of employees, including the employees of subsidiaries of the company meeting certain specific requirements, entitled to receive aforementioned stock or cash may be specified in the Articles of Incorporation.

B. For the six-month periods ended June 30, 2015 employees' remuneration (bonus) was accrued at $6,156 which was recognised in salary expenses. The expenses recognised for the year of 2015 were accrued based on the earnings of current year and the percentage specified in the Articles of Incorporation of the Company, taking into account other factors such as legal reserve.

Employees' remuneration (bonus) and directors' and supervisors' remuneration of 2014 as resolved by the stockholders were in agreement with those amounts recognised in the 2014 financial statements.

Information about the appropriation of employees' remuneration (bonus) and directors' and supervisors' remuneration by the Company as proposed by the Board of Directors and resolved by the stockholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(29) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Current tax:		
Current tax on profits for the period	$ 164,951	$ 196,473
Tax on unappropriated earnings	35,196	-
Adjustments in respect of prior years	5,313	14,245
Total current tax	205,460	210,718
Deferred tax:		
Origination and reversal of temporary differences	(34,931)	3,049
Total deferred tax	(34,931)	3,049
Income tax expense	$ 170,529	$ 213,767

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Current tax:		
Current tax on profits for the period	$ 390,285	$ 303,114
Tax on unappropriated earnings	35,196	-
Adjustments in respect of prior years	5,302	1,112
Total current tax	430,783	304,226
Deferred tax:		
Origination and reversal of temporary differences	(26,306)	(70,628)
Total deferred tax	(26,306)	(70,628)
Income tax expense	$ 404,477	$ 233,598

(b) The income tax (charge)/credit relating to components of other comprehensive income is as follows:

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Fair value gains/losses on available-for-sale financial assets	($ 13,228)	($ 2,768)
Exchange differences on translating the financial statements of foreign operations	8	12
Cash flow hedges	510	-
	($ 12,710)	($ 2,756)

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Fair value gains/losses on available-for-sale financial assets	($ 27,860)	($ 3,900)
Exchange differences on translating the financial statements of foreign operations	16	-
Cash flow hedges	773	-
	($ 27,071)	($ 3,900)

B. As of June 30, 2015, the Company's income tax returns through 2012 have been assessed and approved by the Tax Authority.

C. Unappropriated retained earnings:

	June 30, 2015	December 31, 2014	June 30, 2014
Earnings generated in and before 1997	$ 1,643,560	$ 1,673,273	$ 1,673,273
Earnings generated in and after 1998	6,985,770	5,567,234	2,878,913
	$ 8,629,330	$ 7,240,507	$ 4,552,186

D. As of June 30, 2015, December 31, 2014 and June 30, 2014 the balance of the imputation tax credit account was $2,508,552, $1,616,279 and $1,561,263, respectively. The creditable tax rate was 0% for 2013 and the estimated creditable tax rate is 35.78% for 2014.

(30) Earnings (loss) per share

	Three-month period ended June 30, 2015		
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Loss per share (in dollars)
Basic loss per share			
Net loss attributable to ordinary shareholders of the parent	($ 152,949)	3,512,356	($ 0.04)
Diluted loss per share			
Net loss attributable to ordinary shareholders of the parent	(152,949)	3,512,356	
Assumed conversion of all dilutive potential ordinary shares			
Employees' bonuses	Note 1	Note 1	
Net loss attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	($ 152,949)	3,512,356	($ 0.04)

	Three-month period ended June 30, 2014		
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Net income attributable to ordinary shareholders of the parent	$ 150,429	3,509,702	$ 0.04
Diluted earnings per share			
Net income attributable to ordinary shareholders of the parent	150,429	3,509,702	
Assumed conversion of all dilutive potential ordinary shares			
Convertible bonds	Note 2	Note 2	
Net income attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 150,429	3,509,702	$ 0.04

	Six-month period ended June 30, 2015		
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Net income attributable to ordinary shareholders of the parent	$ 1,373,003	3,512,356	$ 0.39
Diluted earnings per share			
Net income attributable to ordinary shareholders of the parent	1,373,003	3,512,356	
Assumed conversion of all dilutive potential ordinary shares			
Employees' bonus	-	1,355	
Net income attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 1,373,003	3,513,711	$ 0.39

	Six-month period ended June 30, 2014		
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Loss per share (in dollars)
Basic loss per share			
Net loss attributable to ordinary shareholders of the parent	($ 1,543,406)	3,509,702	($ 0.44)
Diluted loss per share			
Net loss attributable to ordinary shareholders of the parent	(1,543,406)	3,509,702	
Assumed conversion of all dilutive potential ordinary shares			
Convertible bonds	Note 3	Note 3	
Net loss attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	($ 1,543,406)	3,509,702	($ 0.44)

Note 1:

According to IAS 33 "Earnings per share", the potential common stock should not be considered in calculation of basic loss per share, due to net loss from continuing operation for the three-month period ended June 30, 2015, which leads to anti-dilutive effect.

Note 2:

According to IAS 33 "Earnings per share", the potential common stock should not be considered in calculation of basic earnings per share, due to net income from continuing operation the three-month period ended June 30, 2014, which leads to anti-dilutive effect.

Note 3:

According to IAS 33 "Earnings per share", the potential common stock should not be considered in calculation of basic loss per share, due to net loss from continuing operation for the six-month period ended June 30, 2014, which leads to anti-dilutive effect.

On July 6, 2015, the Board of Directors has resolved the record date for distribution of dividend and share as July 31, 2015. The abovementioned weighted average number of outstanding shares was retrospectively adjusted to the Company's shares of capital increase through capitalisation of earnings as of June 30, 2015.

(31) Supplemental cash flow information

A. Investing activities with partial cash payments

(a) Property, plant and equipment

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Purchase of property, plant and equipment	$ 1,705,185	$ 3,512,204
Add: opening balance of payable on equipment	1,557	1,119
Less: ending balance of payable on equipment	(848)	(219,777)
Cash paid during the period	$ 1,705,894	$ 3,293,546

(b) Prepayments for equipment (recorded as other non-current assets)

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Purchase of prepayments for equipment	$ 5,344,560	$ 8,700,257
Add: opening balance of payable on prepayments for equipment	277,413	4,597
Less: ending balance of payable on prepayments for equipment	(2,698)	(20,421)
capitalisation of qualifying assets	(13,795)	(81,062)
Cash paid during the period	$ 5,605,480	$ 8,603,371

B. Financing activities with no cash flow effects

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Cash dividend declared	$ 347,758	$ -

7. RELATED PARTY TRANSACTIONS

(1) Significant related party transactions and balances

A. Operating revenue:

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Sales of services:		
Associates	$ 814,127	$ 783,973
Other related parties	2,948,972	2,078,678
	$ 3,763,099	$ 2,862,651

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Sales of services:		
Associates	$ 1,618,993	$ 1,550,462
Other related parties	5,697,722	3,973,934
	$ 7,316,715	$ 5,524,396

The business terms on which the Group transacts with related parties are of no difference from those with non-related parties.

B. Purchases:

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Purchases of services:		
Associates	$ 593,273	$ 1,033,560
Other related parties	1,697,614	1,646,983
	$ 2,290,887	$ 2,680,543

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Purchases of services:		
Associates	$ 1,314,930	$ 2,223,756
Other related parties	3,212,659	3,319,286
	$ 4,527,589	$ 5,543,042

Goods and services are purchased from associates and other related parties on normal commercial terms and conditions.

C. Receivables from related parties:

	June 30, 2015	December 31, 2014	June 30, 2014
Accounts receivable:			
Associates	$ 168,055	$ 192,207	$ 89,761
Other related parties	773,616	258,878	218,603
Subtotal	$ 941,671	$ 451,085	$ 308,364
Other receivables:			
Associates	$ 179,682	$ 1,941	$ 170,870
Other related parties	179,038	7,384	51,711
Subtotal	358,720	9,325	222,581
Total	$ 1,300,391	$ 460,410	$ 530,945

The receivables from related parties arise mainly from sale transactions. The receivables are unsecured in nature and bear no interest. There are no provisions held against receivables from related parties.

D. Payables to related parties:

	June 30, 2015	December 31, 2014	June 30, 2014
Accounts payable:			
Associates	$ 144,956	$ 146,828	$ 103,192
Other related parties	456,421	520,741	152,790
Subtotal	$ 601,377	$ 667,569	$ 255,982
Other payables:			
Associates	$ 8,422	$ 6,535	$ 8,101
Other related parties	27,081	36,177	36,109
Subtotal	35,503	42,712	44,210
Total	$ 636,880	$ 710,281	$ 300,192

The payables to related parties arise mainly from purchase transactions. The payables bear no interest.

E. Property transactions:

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Acquisition of property, plant and equipment:		
Associates	$ 1,747	$ -

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Acquisition of property, plant and equipment:		
Associates	$ 2,291	$ 28
Other related parties	-	1
	$ 2,291	$ 29

	Six-month period ended June 30, 2015		Six-month period ended June 30, 2014	
	Disposal proceeds	Gain (loss) on disposal	Disposal proceeds	Gain (loss) on disposal
Disposal of property, plant and equipment:				
Other related parties	$ -	$ -	$ 40,338	$ 40,137

F. Agency accounts:

	June 30, 2015	December 31, 2014	June 30, 2014
Debit balance of agency accounts:			
Associates	$ -	$ 11,688	$ -
Other related parties	43,812	-	95,973
	$ 43,812	$ 11,688	$ 95,973

	June 30, 2015	December 31, 2014	June 30, 2014
Credit balance of agency accounts:			
Associates	($ 18,882)	($ 8,630)	($ 16,254)
Other related parties	-	(33,920)	-
	($ 18,882)	($ 42,550)	($ 16,254)

G. Shipowner's accounts:

	June 30, 2015	December 31, 2014	June 30, 2014
Debit balance of shipowner's accounts:			
Associates	$ 997,859	$ 106,445	$ -
Other related parties	24,721	1,312,578	1,193,861
	$ 1,022,580	$ 1,419,023	$ 1,193,861

	June 30, 2015	December 31, 2014	June 30, 2014
Credit balance of shipowner's accounts:			
Associates	$ -	$ -	($ 28,328)
Other related parties	(793,161)	(635,072)	(1,186,198)
	($ 793,161)	($ 635,072)	($ 1,214,526)

H. Loans to/from related parties:

(a)Loans to related parties:

i.Outstanding balance:

	June 30, 2015	December 31, 2014	June 30, 2014
Associates	$ 306,946	$ 308,738	$ 293,220

ii. Interest income

	Three-month period ended June 30, 2015	Three-month period ended March 31, 2014
Associates	$ 981	$ 1,066

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Associates	$ 1,963	$ 2,109

The loans to associates carry interest at floating rates for the three-month and six-month periods ended June 30, 2015 and 2014.

(b)Loans from related parties:

i.Outstanding balance:

	June 30, 2015	December 31, 2014	June 30, 2014
Associates	$ 46,388	$ 47,530	$ 44,795
Other related parties	27,603	28,593	36,253
	$ 73,991	$ 76,123	$ 81,048

ii.Interest expense:

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Associates	$ 161	$ 151

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Associates	$ 315	$ 305

The loans from associates carry interest at floating rates for the three-month and six-month periods ended June 30, 2015 and 2014.

I. Endorsements and guarantees provided to related parties:

	June 30, 2015	December 31, 2014	June 30, 2014
Associates	$ 1,345,878	$ 1,778,407	$ 2,311,491

(2) Key management compensation

	Three-month period ended June 30, 2015	Three-month period ended June 30, 2014
Salaries and other short-term employee benefits	$ 52,239	$ 37,969
Post-employment benefits	794	2,529
	$ 53,033	$ 40,498

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Salaries and other short-term employee benefits	$ 92,119	$ 77,754
Post-employment benefits	1,587	3,166
	$ 93,706	$ 80,920

8. PLEDGED ASSETS

The Group’s assets pledged as collateral are as follows:

	Book value			
Pledged assets	June 30, 2015	December 31, 2014	June 30, 2014	Purpose
Other financial assets				
- Pledged time deposits	$ 173,470	$ 275,244	$ 274,431	Performance guarantee
Refundable deposits				
- Pledged time deposits	2,000	2,000	2,000	〃
Property, plant and equipment				
- Land	514,312	514,312	514,312	Long-term loan
- Buildings	206,770	210,452	214,133	〃
- Loading and unloading equipment	2,648,820	1,277,922	1,085,630	〃
- Ships	60,233,472	55,950,332	48,539,963	〃
- Transportation equipment	992,893	1,092,935	1,101,733	〃
Investment property				
- Land	1,285,781	1,285,781	1,285,781	Long-term loan
- Buildings	516,926	526,129	535,332	〃
	$ 66,574,444	$ 61,135,107	$ 53,553,315	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

A. As of June 30, 2015, the Company had delegated ANZ Bank to issue Standby Letter of Credit amounting to USD 5,000 thousand.

B. A former stockholder of the Company sold some of its shares through issuance of global depository receipts (GDRs). The issuance of GDRs was approved by the SEC on June 19, 1996 as per Letter (85) Tai-Cai-Zheng (1) No. 35410. On August 2, 1996, the GDRs were approved by the UK governing authority to be listed on the London Stock Exchange and were issued in Asia, Europe and the US. The total amount of the issuance of GDRs was USD 115,000 thousand. The initial number of units issued was 5,449,592, representing 54,495,920 shares of the Company's common stock at $50.50 (in dollars) per share, and the number of supplementary units issued was 817,438. In total, the number of units issued was 6,267,030, representing 62,670,300 shares of the Company's common stock at $50.50 (in dollars) per share, and the GDRs issued amounted to USD115,000 thousand. Another 2,085,856 units, representing 20,858,634 shares of the Company's common stock, were issued during the period from 1997 to June 30, 2015. As of June 30, 2015, 8,032,374 units were redeemed and 320,512 units were outstanding, representing 3,205,194 shares of the Company's common stock.

C. As of June 30, 2015, the long-term and medium-term loan facilities granted by the financial institutions with the resolution from the Board of Directors to finance the Group's purchase of new ships and general working capital requirement amounted to $79,781,543 and the unutilized credit was $4,129,364.

D. Operating lease

The estimated amount of charter expense in the following years under long-term contracts is set forth as follows:

	June 30, 2015	
Within 1 year	USD	329,063
1~5 years		911,139
Over 5 years		333,333
	USD	1,573,535

E. As of June 30, 2015, the amount of guaranteed notes issued by the Company for loans borrowed was $47,243,103.

F. To meet operational needs, the Group signed shipbuilding contracts with Taiwan Shipbuilding Co., Ltd. As of June 30, 2015, the total price of shipbuilding contracts for undelivered ships amounted to USD103,000 thousand, USD61,800 thousand of which remain unpaid.

G. To meet operational needs, the subsidiary, Everport Terminal Services signed engine room building contracts and automatic equipment and engineering contracts with Strategic Service Solutions Inc., Cali-Lift Inc., APS Technology, Inc., Karmar USA, Inc. and Capacity Trucks Inc. As of June 30, 2015, the total price of the contracts amounted to USD23,028 thousand, USD17,352 thousand of which remain unpaid.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

A. On July 6, 2015, the Board of Directors has resolved that the Company signed contracts for five full container vessels with capacity of 2,800TEU with Taiwan Shipbuilding Co., Ltd. and Imabari Shipbuilding Co., Ltd. The total price of the contracts amounted to USD360,000~USD390,000 thousand and it remained unpaid as of the issuance of these financial statements.

B. On July 15, 2015, the Board of Directors has resolved that the Company's subsidiary, Peony Investment S.A., participated in the capital increase of Balsam Investment (Netherlands) N.V. as the original shareholder. The total amount of capital increase was USD9,800 thousand. After the capital increase, Peony Investment S.A.'s shareholding ratio became 49% and the investment is accounted for using equity method.

12. OTHERS

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders and issue new shares to maintain an optimal capital.

(2) Financial instruments

A. Fair value information of financial instruments

(a) Except for those listed in the table below, the book value of cash and cash equivalents and financial instruments measured at amortised cost (including notes receivable, accounts receivable, other receivables, other financial assets, refundable deposits, guarantee deposits received, held-to-maturity financial assets, short-term loans, accounts payable and other payables) are approximate to their fair values. The fair value information of financial instruments measured at fair value is provided in Note 12(3).

	June 30, 2015	
		Fair value
	Book value	Level 3
Financial liabilities:		
Bonds payable	$ 3,000,000	$ 3,022,132
Long-term loans (including current portion)	75,624,543	80,093,010
	$ 78,624,543	$ 83,115,142

	December 31, 2014	
	Book value	Fair value
Financial liabilities:		
Bonds payable	$ 3,000,000	$ 3,038,469
Long-term loans (including current portion)	75,192,889	79,405,440
	$ 78,192,889	$ 82,443,909

	June 30, 2014	
	Book value	Fair value
Financial liabilities:		
Bonds payable (including current portion)	$ 3,567,340	$ 3,681,516
Long-term loans (including current portion)	75,770,684	80,918,786
	$ 79,338,024	$ 84,600,302

(b)The methods and assumptions of fair value measurement are as follows:

i. Bonds payable: Corporate bonds issued by the Company, and the corporate bonds rate is equal to the market rate. This is due to the discounted value of the expected cash flows to estimate the fair value is equivalent with the carrying amount.

ii. Long-term loans: The Group estimates the fair value using the discounted value of the expected cash flows.

B. Financial risk management policies

(a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Group's financial position and financial performance.

(b) Risk management is carried out by the Group's Finance Department under policies approved by the Board of Directors. The Group's Finance Department identifies, evaluates and hedges financial risks in close co-operation with the Group's Operating Department. The Board of Directors provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

i. The Group operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD, RMB, GBP and EUR. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities and net investment in foreign operations.

ii. The Group's management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The group companies are required to hedge their entire foreign exchange risk exposure with the Group's Finance Department. To manage their foreign exchange risk arising from future commercial transactions and recognised assets and liabilities, entities in the Group use forward foreign exchange contracts, transacted with Group's Finance Department. Foreign exchange risk arises when future commercial transactions or recognised assets or liabilities are denominated in a foreign currency that is not the entity's functional currency.

iii. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: USD, EUR and others). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	June 30, 2015		
	Foreign currency amount (In Thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 732,334	30.9255	$ 22,647,795
EUR:USD	3,758	1.1189	130,036
Financial liabilities			
Monetary items			
USD:NTD	$ 432,249	30.9255	$ 13,367,516
GBP:USD	88,707	1.5723	4,313,304
EUR:USD	2,481	1.1189	85,849

	December 31, 2014		
	Foreign currency amount (In Thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 839,143	31.6865	$ 26,589,505
Financial liabilities			
Monetary items			
USD:NTD	$ 787,069	31.6865	$ 24,939,462
GBP:USD	90,242	1.5567	4,451,311

	June 30, 2014		
	Foreign currency amount (In Thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 324,073	29.8635	$ 9,677,954
EUR:USD	4,780	1.3646	194,793
RMB:USD	19,558	0.1608	93,919
Financial liabilities			
Monetary items			
USD:NTD	$ 331,419	29.8635	$ 9,897,331
GBP:USD	92,176	1.7030	4,687,845

iv. The total exchange gain (loss) , including realised and unrealised arising from significant foreign exchange variation on the monetary items held by the Group for the three-month and six-month periods ended June 30, 2015 and 2014 amounted to ($156,921), ($174,528), $47,559 and ($162,228), respectively.

v. Analysis of foreign currency market risk arising from significant foreign exchange variation:

	Six-month period ended June 30, 2015		
	Sensitivity analysis		
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	1%	$ 226,478	$ -
EUR:USD	1%	1,300	-
Financial liabilities			
Monetary items			
USD:NTD	1%	$ 133,675	$ -
GBP:USD	1%	43,133	-
EUR:USD	1%	858	-

	Six-month period ended June 30, 2014		
	Sensitivity analysis		
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	1%	$ 96,780	$ -
EUR:USD	1%	1,948	-
RMB:USD	1%	939	-
Financial liabilities			
Monetary items			
USD:NTD	1%	$ 98,973	$ -
GBP:USD	1%	46,878	-

Price risk

i. The Group is exposed to equity securities price risk because of investments held by the Group and classified on the consolidated balance sheet either as available-for-sale or at fair value through profit or loss. The Group is not exposed to commodity price risk. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.

ii. The Group's investments in equity securities comprise domestic listed and unlisted stocks. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1%

with all other variables held constant, equity would have increased/decreased by $28,856 and $19,751 for the six-month periods ended June 30, 2015 and 2014, respectively, as a result of gains/losses on equity securities classified as available-for-sale.

Interest rate risk

i. The Group's interest rate risk arises from long-term borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk which is partially offset by cash and cash equivalents held at variable rates. Borrowings issued at fixed rates expose the Group to fair value interest rate risk. During the six-month periods ended June 30, 2015 and 2014, the Group's borrowings at variable rate were denominated in the NTD, USD and GBP.

ii. At June 30, 2015 and 2014, if interest rates on borrowings had been 1% higher/lower with all other variables held constant, post-tax profit for six-month periods ended June 30, 2015 and 2014 would have been $642,981 and $577,881 lower/higher, respectively, mainly as a result of higher/lower interest expense on floating rate borrowings.

(b)Credit risk

i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored. Credit risk arises from cash and cash equivalents, derivative financial instruments and deposits with banks and financial institutions, as well as credit exposures to wholesale and retail customers, including outstanding receivables and committed transactions. For banks and financial institutions, only independently rated parties with high reputation are accepted.

ii. No credit limits were exceeded during the reporting periods, and management does not expect any significant losses from non-performance by these counterparties.

iii. For credit quality information of financial assets that are neither past due nor impaired, please refer to Note 6(4).

(c)Liquidity risk

i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.

ii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities.

Non-derivative financial liabilities:

June 30, 2015	Less than 3 months	Between 3 months and 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total
Accounts payable	$ 15,132,467	$ 65,009	$ 31	$ -	$ -	$15,197,507
Accounts payable - related parties	601,377	-	-	-	-	601,377
Other payables	1,650,667	289,314	-	-	1,322	1,941,303
Other payables - related parties	35,503	73,991	-	-	-	109,494
Bonds payable	-	-	3,000,000	-	-	3,000,000
Long-term loans (including current portion)	2,494,212	13,077,781	12,907,726	23,637,635	26,136,230	78,253,584
Long-term leases payable (including current portion)	703,925	1,523,294	1,454,696	4,205,699	8,036,673	15,924,287
Guarantee deposits received	335	100	11,555	1,015	11,469	24,474

Non-derivative financial liabilities:

December 31, 2014	Less than 3 months	Between 3 months and 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total
Accounts payable	$ 14,285,805	$ 99,506	$ 34	$ -	$ -	$14,385,345
Accounts payable - related parties	633,291	34,278	-	-	-	667,569
Other payables	1,875,653	519,013	3,939	-	1,362	2,399,967
Other payables - related parties	36,361	82,474	-	-	-	118,835
Bonds payable	-	38,400	38,400	3,038,400	-	3,115,200
Long-term loans (including current portion)	3,207,598	11,978,586	17,692,705	20,996,789	25,646,208	79,521,886
Long-term leases payable (including current portion)	693,251	1,502,273	1,877,805	4,572,603	8,747,946	17,393,878
Guarantee deposits received	345	5,401	27,189	879	9,554	43,368

Non-derivative financial liabilities:

June 30, 2014	Less than 3 months	Between 3 months and 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total
Short-term loans	$ 1,194,540	$ -	$ -	$ -	$ -	$ 1,194,540
Accounts payable	11,603,367	15,231	-	-	-	11,618,598
Accounts payable - related parties	255,982	-	-	-	-	255,982
Other payables	1,537,952	425,510	1,045	1,661	1,300	1,967,468
Other payables - related parties	65,071	60,187	-	-	-	125,258
Bonds payable (including current portion)	567,340	38,400	38,400	3,038,400	-	3,682,540
Long-term loans (including current portion)	2,141,934	13,656,330	15,004,136	23,873,237	26,316,243	80,991,880
Long-term leases payable (including current portion)	668,943	1,650,085	2,016,813	4,344,439	8,882,264	17,562,544
Guarantee deposits received	6,370	8,196	24,449	804	-	39,819

iii.The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis will be significantly earlier, nor expect the actual cash flow amount will be significantly different.

(3) Fair value estimation

A. Details of the fair value of the Group's financial assets and financial liabilities not measured at fair value are provided in Note 12(2)A. Details of the fair value of the Group's investment property measured at cost are provided in Note 6(9).

B. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1:

Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2:

Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3:

Unobservable inputs for the asset or liability.

C. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities at June 30, 2015, December 31, 2014 and June 30, 2014 is as follows:

June 30, 2015	Level 1	Level 2	Level 3	Total
Assets:				
Recurring fair value measurements				
Derivative financial assets for hedging	$ -	$ 314	$ -	$ 314
Available-for-sale financial assets				
Equity securities	1,358,219	-	1,595,358	2,953,577
Total	$ 1,358,219	$ 314	$ 1,595,358	$ 2,953,891
Liabilities:				
Recurring fair value measurements				
Derivative financial liabilities for hedging	$ -	$ 18,361	$ -	$ 18,361

December 31, 2014	Level 1	Level 2	Level 3	Total
Assets:				
Recurring fair value measurements				
Available-for-sale financial assets				
Equity securities	$ 1,266,490	$ -	$ 944,879	$ 2,211,369

June 30, 2014	Level 1	Level 2	Level 3	Total
Assets:				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Beneficiary certificates Embedded derivatives	$ -	$ -	$ 57	$ 57
Available-for-sale financial assets				
Equity securities	1,368,011	-	635,509	2,003,520
	$ 1,368,011	$ -	$ 635,566	$ 2,003,577

D. The methods and assumptions the Group used to measure fair value are as follows:

(a) The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	Listed shares
Market quoted price	Closing price

(b) Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date (i.e. yield curves on the Taipei Exchange, average commercial paper interest rates quoted from Reuters).

(c) When assessing non-standard and low-complexity financial instruments, for example, debt instruments without active market, interest rate swap contracts, foreign exchange swap contracts and options, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.

(d) The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate. Structured interest derivative instruments are measured by using appropriate option pricing models (i.e. Black-Scholes model) or other valuation methods, such as Monte Carlo simulation.

(e) The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.

(f) The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.

E. For the six-month periods ended June 30, 2015 and 2014, there was no transfer between Level 1 and Level 2.

F. The following chart is the movement of Level 3 for the six-month periods ended June 30, 2015 and 2014:

	Equity securities	Debt securities	Derivative financial instruments	Total
At January 1, 2015	$ 944,879	$ -	$ -	$ 944,879
Gains and losses recognised in other comprehensive income (Note 1)	650,479	-	-	650,479
At June 30, 2015	$ 1,595,358	$ -	$ -	$ 1,595,358

Note : Recorded as unrealised valuation gain or loss of available-for-sale financial assets.

	Equity securities	Debt securities	Derivative financial instruments	Total
At January 1, 2014	$ 560,047	$ -	$ 5,172	$ 565,219
Gains and losses recognised in net income (Note 1)	-	-	(5,115)	(5,115)
Gains and losses recognised in other comprehensive income (Note 2)	75,462	-	-	75,462
At June 30, 2014	$ 635,509	$ -	$ 57	$ 635,566

Note 1: Recorded as non-operating income and expense.

Note 2: Recorded as unrealised valuation gain or loss of available-for-sale financial assets.

G. For the six-month periods ended June 30, 2015 and 2014, there was no transfer into or out from Level 3.

H. The Group's Finance Department is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.

I. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at June 30, 2015	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	$ 1,585,189	Market comparable companies	Price to earnings ratio multiple	7.03~40.27	The higher the multiple and control premium, the higher the fair value
			Price to book ratio multiple	0.46~1.46	The higher the multiple and control premium, the higher the fair value
			Discount for lack of marketability	20%~30%	The higher the weighted average cost of capital and discount for lack of control, the lower the fair value
Venture capital shares Private equity fund investment	10,169	Net asset value	Net asset value		The higher the net asset value, the higher the fair value

J. The Group has carefully assessed the valuation models and assumptions used to measure fair value; therefore, the fair value measurement is reasonable. However, use of different valuation models or assumptions may result in difference measurement. The following is the effect of profit or loss or of other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

			June 30, 2015			
			Recognised in profit or loss		Recognised in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Price to earnings ratio/ price to book ratio/ discount for lack of marketability	±1%	$ -	$ -	$ 15,852	$ 15,852
	Net asset value	±1%	-	-	102	102
			$ -	$ -	$ 15,954	$ 15,954

	Input	Change	December 31, 2014			
			Recognised in profit or loss		Recognised in other comprehensive income	
			Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Price to earnings ratio/ price to book ratio/ discount for lack of marketability	±1%	$ -	$ -	$ 9,347	$ 9,347
	Net asset value	±1%	-	-	102	102
			$ -	$ -	$ 9,449	$ 9,449

	Input	Change	June 30, 2014			
			Recognised in profit or loss		Recognised in other comprehensive income	
			Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Price to earnings ratio/ price to book ratio/ discount for lack of marketability	±1%	$ -	$ -	$ 6,279	$ 6,279
	Net asset value	±1%	-	-	76	76
			$ -	$ -	$ 6,355	$ 6,355

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

A. Loans to others: Please refer to table 1.

B. Provision of endorsements and guarantees to others: Please refer to table 2.

C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.

D. Acquisition or sale of the same security with the accumulated cost exceeding $300 million or 20% of the Company’ s paid-in capital: Please refer to table 4.

E. Acquisition of real estate reaching NT$300 million or 20% of paid-in capital or more: None.

F. Disposal of real estate reaching NT$300 million or 20% of paid-in capital or more: None.

G. Purchases or sales of goods from or to related parties reaching NT$100 million or 20% of paid-in capital or more: Please refer to table 5.

H. Receivables from related parties reaching NT$100 million or 20% of paid-in capital or more: Please refer to table 6.

I. Trading in derivative instruments undertaken during the reporting periods: Please refer to table 7.

J. Significant inter-company transactions during the reporting periods: Please refer to table 8.

(2) Information on investees (not including investees in Mainland China)

Names, locations and other information of investee companies (not including investees in Mainland China)：Please refer to table 9.

(3) Information on investments in Mainland China

A. Basic information: Please refer to table 10.

B.Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

14. SEGMENT INFORMATION

(1) General information

Management has determined the operating segments based on the reports reviewed by the chief operating decision-maker that are used to make strategic decisions.

There is no material change in the basis for formation of entities and division of segments in the Group or in the measurement basis for segment information in this period.

(2) Segment information

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	Six-month period ended June 30, 2015				
	Transportation Department	Investing and holding Department	Other Departments	Adjustments and written-off	Total
Revenue from external customers	$ 68,559,151	$ 261,674	$ 1,283,653	$ -	$ 70,104,478
Revenue from internal customers	6,104,847	-	-	(6,104,847)	-
Segment revenue	74,663,998	261,674	1,283,653	(6,104,847)	70,104,478
Interest income	111,093	5,245	1,154	-	117,492
Interest expense	(439,897)	492	-	-	(439,405)
Depreciation and amortisation	(3,833,508)	(165,278)	(20,804)	-	(4,019,590)
Share of income (loss) of associates and joint ventures accounted for using equity method	808,419	(674,795)	-	-	133,624
Other items	(62,500,632)	(68,870)	(1,116,046)	-	(63,685,548)
Segment profit (loss)	$ 8,809,473	($ 641,532)	$ 147,957	($ 6,104,847)	$ 2,211,051
Recognizable assets	$ 156,646,181	$ 5,700,052	$ 1,831,510	$ -	$ 164,177,743
Investments accounted for using equity method	17,732,468	6,232,050	-	-	23,964,518
Segment assets	$ 174,378,649	$ 11,932,102	$ 1,831,510	$ -	$ 188,142,261
Segment liabilities	$ 119,473,450	$ 2,201,966	$ 322,301	$ -	$ 121,997,717

	Six-month period ended June 30, 2014				
	Transportation Department	Investing and holding Department	Other Departments	Adjustments and written-off	Total
Revenue from external customers	$ 68,024,480	$ 246,995	$ 1,228,186	$ -	$ 69,499,661
Revenue from internal customers	5,965,523	-	-	(5,965,523)	-
Segment revenue	73,990,003	246,995	1,228,186	(5,965,523)	69,499,661
Interest income	172,178	8,761	1,050	-	181,989
Interest expense	(275,861)	-	(4)	-	(275,865)
Depreciation and amortisation	(3,586,114)	(156,629)	(22,442)	-	(3,765,185)
Share of loss of associates and joint ventures accounted for using equity method	(25,274)	(802,693)	-	-	(827,967)
Other items	(64,785,716)	(36,478)	(1,270,808)	-	(66,093,002)
Segment profit (loss)	$ 5,489,216	($ 740,044)	($ 64,018)	($ 5,965,523)	($ 1,280,369)
Recognizable assets	$ 150,390,679	$ 3,992,977	$ 2,044,409	$ -	$ 156,428,065
Investments accounted for using equity method	16,095,819	7,738,199	-	-	23,834,018
Segment assets	$ 166,486,498	$ 11,731,176	$ 2,044,409	$ -	$ 180,262,083
Segment liabilities	$ 118,733,087	$ 2,177,646	$ 386,252	$ -	$ 121,296,985

(3) Reconciliation for segment income (loss)

A. Sales between segments are carried out at arm’s length. The revenue from external parties reported to the chief operating decision-maker is measured in a manner consistent with that in the statement of comprehensive income.

B. The amounts provided to the chief operating decision-maker with respect to total assets are measured in a manner consistent with that in the balance sheet.

C. The amounts provided to the chief operating decision-maker with respect to total liabilities are measured in a manner consistent with that in the balance sheet.

D. The amounts provided to the chief operating decision-maker with respect to segment profit (loss) are measured in a manner consistent with the income (loss) before tax from continuing operations.

Evergreen Marine Corporation (Taiwan) Ltd.
Loans to others
For the six-month period ended June 30, 2015

Table 1

Expressed in thousands of NTD

Number (Note 1)	Creditor	Borrower	General ledger account (Note 2)	Is a related party	Maximum outstanding balance during the six-month periods ended June 30, 2015 (Note 3)	Balance at June 30, 2015 (Note 8)	Actual amount drawn down	Interest rate	Nature of loan (Note 4)	Amount of transactions with borrower (Note 5)	Reason for short-term financing (Note 6)	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 7)	Ceiling on total loans granted (Note 7)	Footnote
													Item	Value			
1	Peony Investment S.A.	Luanta Investment (Netherlands) N.V.	Receivables from related parties	Yes	$ 473,040	$ 463,883	$ 303,497	1.2815%~1.2875%	2	$ -	Working capital requirement	$ -	None	$ -	$ 7,864,127	$ 19,660,319	
1	Peony Investment S.A.	Clove Holding Ltd.	Receivables from related parties	Yes	346,896	340,181	324,718	1.2848%~1.2870%	2	-	Working capital requirement	-	None	-	15,728,255	19,660,319	(Note 9)
1	Peony Investment S.A.	Hemlock Equipment LLC.	Receivables from related parties	Yes	78,840	77,314	-	1.2708%	2	-	Working capital requirement	-	None	-	15,728,255	19,660,319	(Note 9)
2	Clove Holding Ltd.	Whitney Equipment LLC.	Receivables from related parties	Yes	78,840	46,388	46,388	1.2708%	2	-	Working capital requirement	-	None	-	1,065,680	1,332,100	(Note 9)

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows

(1)The Company is '0'

(2)The subsidiaries are numbered in order starting from '1'.

Note 2: Fill in the name of account in which the loans are recognised, such as receivables–related parties, current account with stockholders, prepayments, temporary payments, etc

Note 3: Fill in the maximum outstanding balance of loans to others during the six-month period ended June 30, 2015

Note 4: The column of'Nature of loan' shall fill in'Business transaction or'Short-term financing'.

Note 5: Fill in the amount of business transactions when nature of the loan is related to business transactions, which is the amount of business transactions occurred between the creditor and borrower in the current year.

Note 6: Fill in purpose of loan when nature of loan is for short-term financing, for example, repayment of loan, acquisition of equipment, working capital, etc.

Note 7: Fill in limit on loans granted to a single party and ceiling on total loans granted as prescribed in the creditor company's "Procedures for Provision of Loans", and state each individual party to which the loans have been provided and the calculation for ceiling on total loans granted in the footnote.

1. According to the Company's credit policy, the total amount of loans granted to a single company should not exceed 20% of the net worth stated in the lastest financial statements.

PEONY：USD 1,271,463*30.9255*20%=7,864,127

The Company held 100% voting shares directly and indirectly in foreign company, that the total amount of loans granted to a single company should not exceed 40% of the net worth stated in the latest financial statements.

PEONY：USD 1,271,463*30.9255*40%=15,728,255

Clove Holding Ltd.：USD 86,149*30.9255*40%=1,065,680

2. According to the Company's credit policy, the total amount of loans granted to a single company should not exceed 40% of the net worth stated in the lastest financial statements.

PEONY：USD 1,271,463*30.9255*50%=19,660,319

Clove Holding Ltd.：USD 86,149*30.9255*50%=1,332,100

Note 8: The amounts of funds to be loaned to others which have been approved by the Board of Directors of a public company in accordance with Article 14, Item 1 of the "Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies" should be included in its published balance of loans to others at the end of the reporting period to reveal the risk of loaning the public company bears, even though they have not yet been appropriated. However, this balance should exclude the loans repaid when repayments are done subsequently to reflect the risk adjustment. In addition, if the board of directors of a public company has authorized the chairman to loan funds in instalments or in revolving within certain lines and within one year in accordance with Article 14, Item 2 of the "Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies", the published balance of loans to others at the end of the reporting period should also include these lines of loaning approved by the board of directors, and these lines of loaning should not be excluded from this balance even though the loans are repaid subsequently, for taking into consideration they could be loaned again thereafter.

Note 9: This transaction was written off when the consolidated financial statements were prepared.

Evergreen Marine Corporation (Taiwan) Ltd.

Provision of endorsements and guarantees to others

For the six-month period ended June 30, 2015

Table 2

Expressed in thousands of NTD

Number (Note 1)	Endorser/Guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarntees provided for a single party (Note 3)	Maximum outstanding endorsement/ guarantee amount as of June 30, 2015 (Note 4)	Outstanding endorsement/ guarantee amount at June 30, 2015 (Note 5)	Actual amount drawn down (Note 6)	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided (Note 3)	Provision of endorsements/ guarantees by parent company to subsidiary (Note 7)	Provision of endorsements/ guarantees by subsidiary to parent company (Note 7)	Provision of endorsements/ guarantees to the party in Mainland China (Note 7)	Footnote
		Company name	Relationship with the endorser/ guarantor (Note 2)											
0	Evergreen Marine Corporation	Greencompass Marine S.A.	3	$ 124,232,498	$ 29,919,996	$ 28,859,227	$ 17,777,497	$ -	46.46	$ 155,290,622	Y	N	N	
0	Evergreen Marine Corporation	Peony Investment S.A. (Peony)	2	124,232,498	466,733	457,697	303,070	-	0.74	155,290,622	Y	N	N	
0	Evergreen Marine Corporation	Evergreen Marine (UK) Limited	3	124,232,498	42,396,528	41,841,235	36,903,219	-	67.36	155,290,622	Y	N	N	
0	Evergreen Marine Corporation	Whitney Equipment LLC.	3	124,232,498	1,150,164	1,127,898	995,373	-	1.82	155,290,622	Y	N	N	
0	Evergreen Marine Corporation	Hemlock Equipment LLC.	3	124,232,498	711,786	703,314	634,369	-	1.13	155,290,622	Y	N	N	
0	Evergreen Marine Corporation	Colon Container Terminal S.A.	6	31,058,124	692,531	679,124	345,553	-	1.09	155,290,622	N	N	N	
0	Evergreen Marine Corporation	Balsam Investment (Netherlands) N.V.	6	31,058,124	911,706	666,754	659,177	-	1.07	155,290,622	N	N	N	

Note 1: The numbers filled in for the endorsements/guarantees provided by the Company or subsidiaries are as follows:

(1)The Company is ‘0’.

(2)The subsidiaries are numbered in order starting from ‘1’.

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following six categories; fill in the number of category each case belongs to:

(1) Having business relationship.

(2) The endorser/guarantor parent company owns directly more than 50% voting shares of the endorsed/guaranteed subsidiary.

(3) The endorser/guarantor parent company and its subsidiaries jointly own more than 50% voting shares of the endorsed/guaranteed company.

(4) The endorsed/guaranteed parent company directly or indirectly owns more than 50% voting shares of the endorser/guarantor subsidiary.

(5) Mutual guarantee of the trade as required by the construction contract.

(6) Due to joint venture, each shareholder provides endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.

Note 3: Fill in limit on endorsements/guarantees provided for a single party and ceiling on total amount of endorsements/guarantees provided as prescribed in the endorser/guarantor company's “Procedures for Provision of Endorsements and Guarantees”, and state each individual party to which the endorsements/guarantees have been provided and the calculation for ceiling on total amount of endorsements/guarantees provided in the footnote.

The calculation is as follows:

The Company: 62,116,249*250% = 155,290,622

Limit on endorsement or guarantees provided by the Company for a single entity is $31,058,124 (amounting to 50% of its net worth).

When the Company owns more than 50% voting shares of the endorsed/guaranteed company, the limit on endorsement or guarantee provided by the Company should not exceed 200% of its net worth, which equals to $124,232,498.

Note 4: Fill in the year-to-date maximum outstanding balance of endorsements/guarantees provided as of the reporting period.

Note 5: Once endorsement/guarantee contracts or promissory notes are signed/issued by the endorser/guarantor company to the banks, the endorser/guarantor company bears endorsement/guarantee liabilities. And all other events involve endorsements and guarantees should be included in the balance of outstanding endorsements and guarantees.

Note 6: Fill in the actual amount of endorsements/guarantees used by the endorsed/guaranteed company.

Note 7: Fill in ‘Y’ for those cases of provision of endorsements/guarantees by listed parent company to subsidiary and provision by subsidiary to listed parent company, and provision to the party in Mainland China.

Evergreen Marine Corporation (Taiwan) Ltd.

Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

For the six-month period ended June 30, 2015

Table 3

Expressed in thousands of NTD

Securities held by	Marketable securities (Note 1)	Relationship with the securities issuer (Note 2)	Genearl ledger account	As of June 30, 2015				Footnote (Note 4)
				Number of shares	Book value (Note 3)	Ownership (%)	Fair value	
Evergreen Marine Corporation	Stock:							
	Power World Fund Inc.		Available-for-sale financial asset-non-current	1,017	$ 10,169	5.68%	$ 10,169	
	Taiwan HSR Consortium		〃	126,735	600,724	1.95%	600,724	
	Linden Technologies, Inc.		〃	50	28,219	1.44%	28,219	
	TopLogis, Inc.		〃	2,464	5,381	17.48%	5,381	
	Ever Accord Construction Corp.		〃	9,317	86,562	17.50%	86,562	
	Central Reinsurance Corp.		〃	47,492	757,495	8.45%	757,495	
	Financial bonds:							
	Bank of Taichung Unsecured Subordinated Financial Debentures		Held-to-maturity financial asset-current	-	200,000	-	200,000	
	Bank of Taichung Unsecured Subordinated Financial Debentures		Held-to-maturity financial asset-non-current	-	20,000	-	20,000	
	Ta Chong Commercial Bank 1st Unsecured Subordinate Financial Debentures-B Issue in 2009		〃	-	100,000	-	100,000	
	Sunny Bank 1st Subordinate Financial Debentures-B Issue in 2010		〃	-	50,000	-	50,000	
Peony Investment S.A.	Dongbu Pusan Container Terminal Co., Ltd.		Available-for-sale financial asset-non-current	300	USD 13,871	15.00	USD 13,871	
	Hutchison Inland Container Depots Ltd.		〃	0.75	USD 306	7.50	USD 306	
	South Asia Gateway Terminals (Private) Ltd.		〃	18,942	USD 33,117	5.00	USD 33,117	
Evergreen Shipping Agency (Singapore) Pte. Ltd.	RTW Air Services (S) Pte Ltd.		〃	30	SGD 44	2.00	SGD 44	
Evergreen Shipping Agency (Thailand) Co., Ltd.	Green Siam Air Service Co., Ltd.		〃	4	THB 1,160	2.00	THB 1,160	
Evergreen Shipping Agency (Deutschland) GmbH	Zoll Pool Hafen Hamburg AG		〃	10	EUR 10	2.86	EUR 10	

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities within the scope of IAS39, 'Financial instruments: recognition and measurement'.

Note 2: Leave the column blank if the issuer of marketable securities is non-related party.

Note 3: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortised cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Note 4: The number of shares of securities and their amounts pledged as security or pledged for loans and their restrictions on use under some agreements should be stated in the footnote if the securities presented herein have such conditions.

Evergreen Marine Corporation (Taiwan) Ltd.

Acquisition or sale of the same security with the accumulated cost exceeding $300 million or 20% of the Company's paid-in capital

For the six-month period ended June 30, 2015

Table 4

Expressed in thousands of NTD

Investor	Marketable securities (Note 1)	General ledger account	Counterparty (Note 2)	Relationship with the investor (Note 2)	Balance as at January 1, 2015		Addition (Note 3)		Disposal (Note 3)				Balance as at June 30, 2015	
					Number of shares	Amount	Number of shares	Amount	Number of shares	Selling price	Book value	Gain (loss) on disposal	Number of shares	Amount
Evergreen Marine Corporation	Beneficiary Certificates:													
	Yuanta Wan Tai Money Market Fund	Financial assets at fair value through profit or loss - current			-	$ -	46,937	$ 700,000	46,937	$ 700,094	$ 700,000	$ 94	-	$ -
	Fubon Chi-Hsiang Money Market	〃			-	-	48,567	750,000	48,567	750,070	750,000	70	-	-
	FSITC Taiwan Money Market	〃			-	-	19,947	300,000	19,947	300,042	300,000	42	-	-
	Taishin 1699 Money Market Fund	〃			-	-	82,702	1,100,000	82,702	1,100,466	1,100,000	466	-	-
	Capital Money Market	〃			-	-	25,233	400,000	25,233	400,322	400,000	322	-	-
	Allianz Glbl Investors Taiwan Money Market	〃			-	-	24,346	300,000	24,346	300,046	300,000	46	-	-
	Mega Diamond Bond Fund	〃			-	-	52,783	650,000	52,783	651,033	650,000	1,033	-	-

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities.

Note 2: Fill in the columns the counterparty and relationship if securities are accounted for under the equity method; otherwise leave the columns blank.

Note 3: Aggregate purchases and sales amounts should be calculated separately at their market values to verify whether they individually reach NT$300 million or 20% of paid-in capital or more.

Note 4: Paid-in capital referred to herein is the paid-in capital of parent company.

Evergreen Marine Corporation (Taiwan) Ltd.

Purchases or sales of goods from or to related parties reaching NT$100 million or 20% of paid-in capital or more

For the six-month period ended June 30, 2015

Table 5

Expressed in thousands of NTD

Purchaser/Seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions (Note 1)		Notes/accounts receivable (payable)		Footnote (Note 2)
			Purchases/ sales	Amount	Percentage of total purchases/ sales	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Evergreen Marine Corporation	Taiwan Terminal Services Co., Ltd.	Subsidiary	Purchases	$ 363,871	3%	30~60 days	$ -	-	($ 69,905)	2%	(Note)
	Greencompass Marine S.A.	Indirect subsidiary of the Company	Sales	750,269	5%	30~60 days	-	-	15,383	1%	(Note)
			Purchases	553,920	4%	30~60 days	-	-	-	-	(Note)
	Everport Terminal Services Inc.	Subsidiary	Purchases	116,801	1%	10 days	-	-	(13,537)	-	(Note)
	Evergreen International Storage and Transport Corp.	Investee accounted for using equity method	Purchases	215,392	2%	30~60 days	-	-	(7,548)	-	
	Evergreen International Corp.	Investee of the Company's major shareholder	Sales	869,229	6%	30~60 days	-	-	75,087	3%	
			Purchases	223,929	2%	30~60 days	-	-	(18,082)	1%	
	Gaining Enterprise S.A.	Subsidiary of EITC accounted for using equity method	Purchases	802,937	6%	30~60 days	-	-	-	-	
	Evergreen Marine (Singapore) Pte. Ltd.	Investee of the Company's major shareholder	Sales	902,375	6%	30~60 days	-	-	19,652	1%	
			Purchases	115,804	1%	30~60 days	-	-	(9,877)	-	
	Evergreen Marine (Hong Kong) Ltd.	Investee of the Company's major shareholder	Purchases	127,409	1%	30~60 days	-	-	(67,369)	2%	
	Evergreen Marine (UK) Limited	Indirect subsidiary of the Company	Sales	582,692	4%	30~60 days	-	-	4,964	-	(Note)
	Italia Marittima S.p.A.	Investee of Balsam	Sales	393,596	3%	30~60 days	-	-	35,874	2%	
Taiwan Terminal Services Co.,Ltd.	Evergreen Marine Corp.	The parent	Sales	363,871	90%	30~60 days	-	-	69,905	99%	(Note)

Purchaser/Seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions (Note 1)		Notes/accounts receivable (payable)		Footnote (Note 2)
			Purchases/ sales	Amount	Percentage of total purchases/ sales	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Everport Terminal Services Inc.	Evergreen Marine Corp.	The parent	Sales	USD 3,746	10%	10 days	$ -	-	USD 438	7%	(Note)
	Evergreen Marine (Singapore) Pte. Ltd.	Investee of the Parent Company's major shareholder	Sales	USD 9,735	25%	10 days	-	-	USD 1,344	22%	
	Greencompass Marine S.A.	Indirect subsidiary of the Parent Company	Sales	USD 4,320	11%	10 days	-	-	USD 718	12%	(Note)
	Evergreen Marine (UK) Limited	Indirect subsidiary of the Parent Company	Sales	USD 13,193	34%	10 days	-	-	USD 2,102	35%	(Note)
	Seaside Transportation Service LLC.	Investee of the Parent Company's major shareholder	Sales	USD 4,285	11%	10 days	-	-	USD 496	8%	
Greencompass Marine S.A.	Evergreen Marine (UK) Limited	Indirect subsidiary of the Parent Company	Sales	USD 16,484	2%	15~30 days	-	-	USD 134	-	(Note)
			Purchases	USD 7,771	1%	15~30 days	-	-	-	-	(Note)
	Evergreen Marine Corp.	The parent	Sales	USD 17,767	2%	30~60 days	-	-	-	-	(Note)
			Purchases	USD 24,065	2%	30~60 days	-	-	(USD 497)	-	(Note)
	Everport Terminal Services Inc.	Subsidiary of the Parent Company	Purchases	USD 4,320	-	10 days	-	-	(USD 718)	-	(Note)
	Evergreen Marine (Singapore) Pte. Ltd.	Investee of the Parent Company's major shareholder	Sales	USD 40,146	4%	15~30 days	-	-	USD 3,633	2%	
			Purchases	USD 9,189	1%	15~30 days	-	-	(USD 126)	-	
	Evergreen International S.A.	Major shareholder of the Parent Company's	Purchases	USD 8,109	1%	15~30 days	-	-	(USD 2,947)	1%	
	Evergreen International Corp.	Investee of the Parent Company's major shareholder	Purchases	USD 5,272	1%	15~30 days	-	-	-	-	
	Italia Marittima S.p.A.	Investee of Balsam	Sales	USD 16,729	2%	15~30 days	-	-	-	-	
			Purchases	USD 10,317	1%	15~30 days	-	-	-	-	

Purchaser/Seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions (Note 1)		Notes/accounts receivable (payable)		Footnote (Note 2)
			Purchases/ sales	Amount	Percentage of total purchases/ sales	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Greencompass Marine S.A.	Evergreen Marine (Hong Kong) Ltd.	Investee of the Parent Company's major shareholder	Purchases	USD 18,598	2%	15~30 days	$ -	-	(USD 2,810)	1%	
Evergreen Marine (UK) Limited	Greencompass Marine S.A.	Indirect subsidiary of the Parent Company	Sales	USD 7,771	1%	15~30 days	-	-	-	-	(Note)
			Purchases	USD 16,484	2%	15~30 days	-	-	(USD 134)	-	(Note)
	Evergreen Marine Corp.	The Parent	Purchases	USD 18,690	2%	30~60 days	-	-	(USD 161)	-	(Note)
	Everport Terminal Services Inc.	Subsidiary of the Parent Company	Purchases	USD 13,193	2%	10 days	-	-	(USD 2,102)	1%	(Note)
	Italia Marittima S.p.A.	Investee of Balsam	Sales	USD 8,957	1%	30~60 days	-	-	USD 1,625	1%	
			Purchases	USD 15,936	2%	30~60 days	-	-	(USD 293)	-	
	Evergreen Marine (Singapore) Pte. Ltd.	Investee of the Parent Company's major shareholder	Sales	USD 12,088	2%	30~60 days	-	-	USD 3,089	2%	
			Purchases	USD 7,818	1%	30~60 days	-	-	(USD 55)	-	
	Evergreen International Corp.	Investee of the Parent Company's major shareholder	Purchases	USD 4,014	1%	30~60 days	-	-	(USD 5)	-	
Evergreen Heavy Industrial Corp.(Malaysia) Berhad	Gaining Enterprise S.A.	Investee of EITC	Sales	MYR 149,214	99%	45 days	-	-	MYR 39,051	100%	

Note: This transaction was written off when the consolidated financial statements were prepared.

Note 1: If terms of related-party transactions are different from third-party transactions, explain the differences and reasons in the 'Unit price' and 'Credit term' columns.

Note 2: In case related-party transaction terms involve advance receipts (prepayments) transactions, explain in the footnote the reasons, contractual provisions, related amounts, and differences in types of transactions compared to third-party transactions.

Note 3: Paid-in capital referred to herein is the paid-in capital of parent company.

Evergreen Marine Corporation (Taiwan) Ltd.
Receivables from related parties reaching NT$100 million or 20% of paid-in capital or more
June 30, 2015

Table 6

Expressed in thousands of NTD

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2015 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Evergreen Marine Corp.	Evergreen International Corporation	Investee of the Company's major shareholder	$ 246,396	-	$ -	-	$ 125,207	$ -
	Evergreen International Storage and Transport Corp.	Investee accounted for using equity method	172,095	-	-	-	8	
Peony Investment S.A.	Clove Holding Ltd. (Note)	Subsidiary	USD 10,570	-	-	-	-	-
	Luanta Investment (Netherlands) N.V.	Peony's investee accounted for using equity method	USD 9,925	-	-	-	-	-
Greencompass Marine S.A.	Evergreen Marine (Singapore) Pte. Ltd.	Investee of the Parent Company's major shareholder	USD 3,633	-	-	-	-	-
Evergreen Heavy Industrial Corp. (Malaysia) Berhad	Gaining Enterprise S.A.	Investee of Evergreen International Storage and Transport Corp.	MYR 39,051	-	-	-	-	-

Note: This transaction was written off when the consolidated financial statements were prepared.

Note 1: Fill in separately the balances of accounts receivable–related parties, notes receivable–related parties, other receivables–related parties, etc.

Note 2: Paid-in capital referred to herein is the paid-in capital of parent company.

Evergreen Marine Corporation (Taiwan) Ltd.

Trading in derivative instruments undertaken during the reporting periods

For the six-month period ended June 30, 2015

Table 7

Expressed in thousands of NTD

Engaged company	Hedged items	Derivative instruments designated as hedges	Fair value	Period of anticipated cash flow	Period of gain (loss) expected to be recognised in profit or loss	Amount recognised in other comprehensive income or loss
Greencompass Marine S.A.	Oil of floating price in market	Oil price exchange contract	($ 18,047)	August 2015 ~ October 2015	July 2015 ~ September 2015	($ 18,193)

Evergreen Marine Corporation (Taiwan) Ltd.
Significant inter-company transactions during the reporting periods
For the six-month period ended June 30, 2015

Table 8

Expressed in thousands of NTD

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
0	Evergreen Marine Corporation	Taiwan Terminal Services Co., Ltd.	1	Operating cost	$ 363,871	Note 4	0.52
0	Evergreen Marine Corporation	Greencompass Marine S.A.	1	Shipowner's account - credit	212,809	"	0.11
0	Evergreen Marine Corporation	Greencompass Marine S.A.	1	Operating revenue	750,269	"	1.07
0	Evergreen Marine Corporation	Greencompass Marine S.A.	1	Operating cost	553,920	"	0.79
0	Evergreen Marine Corporation	Evergreen Marine (UK) Limited	1	Shipowner's account - debit	102,973	"	0.05
0	Evergreen Marine Corporation	Evergreen Marine (UK) Limited	1	Operating revenue	582,692	"	0.83
0	Evergreen Marine Corporation	Everport Terminal Services Inc.	1	Operating cost	116,801	"	0.17
1	Greencompass Marine S.A.	Evergreen Marine (UK) Limited	3	Operating revenue	513,920	"	0.73
1	Greencompass Marine S.A.	Evergreen Marine (UK) Limited	3	Operating cost	232,706	"	0.33
1	Greencompass Marine S.A.	Everport Terminal Services Inc.	3	Operating cost	134,694	"	0.19
2	Evergreen Marine (UK) Limited	Everport Terminal Services Inc.	3	Operating cost	411,327	"	0.59
3	Peony Investment S.A.	Clove Holding Ltd.	3	Other receivables	326,897	"	0.17

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) Parent company is ‘0’.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction.):

(1) Parent company to subsidiary.

(2) Subsidiary to parent company

(3) Subsidiary to subsidiary

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: Terms are approximately the same as for general transactions.

Note 5:The Company may decide to disclose or not to disclose transaction details in this table based on the Materiality Principle.

Evergreen Marine Corporation (Taiwan) Ltd.

Information on investees

For the six-month period ended June 30, 2015

Table 9

Expressed in thousands of shares/thousand of NTD

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2015			Net profit (loss) of the investee for the six-month period ended June 30, 2015 (Note 2(2))	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2015 (Note 2(3))	Footnote
				Balance as at June 30, 2015	Balance as at December 31, 2014	Number of shares	Ownership (%)	Book value			
Evergreen Marine Corp.	Peony Investment S.A.	Republic of Panama	Investment activities	$ 14,736,001	$ 14,736,001	4,765	100.00	$ 39,175,888	($ 240,233)	($ 270,453)	Subsidiary of the Company (Note)
	Taiwan Terminal Services Co., Ltd.	Taiwan	Loading and discharging operations of container yards	55,000	55,000	5,500	55.00	32,563	14,275	7,851	〃 (Note)
	Everport Terminal Services Inc.	U.S.A	Terminal services	3,093	3,093	1	100.00	163,441	19,794	19,794	〃 (Note)
	Charng Yang Development Co.,Ltd.	Taiwan	Development, rental, sale of residential and commercial buildings	320,000	320,000	58,542	40.00	486,678	79,257	31,702	Investee accounted for using equity method
	Evergreen International Storage and Transport Corporation	Taiwan	Container transportation and gas stations	4,753,514	4,753,514	424,062	39.74	8,138,338	426,870	171,056	〃
	Evergreen Security Corporation	Taiwan	General security guards services	25,000	25,000	6,336	31.25	80,712	24,642	7,700	〃
	EVA Airways Corporation	Taiwan	International passengers and cargo transportation	10,767,879	10,767,879	629,483	16.31	8,021,495	3,654,251	605,250	〃
	Taipei Port Container Terminal Corporation	Taiwan	Container distribution and cargo stevedoring	1,094,073	1,094,073	109,378	21.03	997,710	(36,024)	(7,577)	〃
	Evergreen Marine (Latin America), S.A.	Republic of Panama	Management consultancy	3,247	3,247	105	17.50	3,879	846	148	〃
Peony Investment S.A.	Clove Holding Ltd.	British Virgin Islands	Investment holding company	1,625,113	1,625,113	10	100.00	2,664,201	32,034	32,034	Indirect subsidiary of the Company (Note)
	Evergreen Shipping Agency (Deutschland) GmbH	Germany	Shipping agency	257,176	257,176	-	100.00	220,539	5,140	5,140	〃 (Note)
	Evergreen Shipping Agency (Ireland) Ltd.	Ireland	Shipping agency	2,938	2,938	0.1	100.00	7,711	327	327	〃 (Note)
	Evergreen Shipping Agency (Korea) Corporation	South Korea	Shipping agency	75,025	75,025	121	100.00	55,200	13,073	13,073	〃 (Note)
	Evergreen Shipping Agency (Netherlands) B.V.	Netherlands	Shipping agency	122,991	122,991	0.047	100.00	75,057	(34,735)	(34,735)	〃 (Note)
	Evergreen Shipping Agency (Poland) SP. ZO. O	Poland	Shipping agency	20,473	20,473	2	100.00	10,371	27	27	〃 (Note)
	Greencompass Marine S.A.	Republic of Panama	Marine transportation	10,932,164	10,932,164	3,535	100.00	24,110,920	(117,109)	(117,109)	〃 (Note)
	Evergreen Shipping Agency (India) Pvt. Ltd.	India	Shipping agency	36,392	36,392	100	99.99	88,733	17,197	17,197	〃 (Note)
	Evergreen Argentina S.A.	Argentina	Leasing	4,330	4,330	150	95.00	1,408	(2,769)	(2,630)	〃 (Note)

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2015			Net profit (loss) of the investee for the six-month period ended June 30, 2015 (Note 2(2))	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2015 (Note 2(3))	Footnote
				Balance as at June 30, 2015	Balance as at December 31, 2014	Number of shares	Ownership (%)	Book value			
Peony Investment S.A.	Evergreen Shipping Agency France S.A.S.	France	Shipping agency	28,049	28,049	5	100.00	58,128	2,168	2,168	〃 (Note)
	PT. Multi Bina Pura International	Indonesia	Loading and discharging operations of container yards and island transportation	$ 242,485	$ 242,485	17	95.03	$ 383,714	$ 36,279	$ 34,475	〃 (Note)
	PT. Multi Bina Transport	Indonesia	Container repair, cleaning and island distribution	24,873	24,873	2	17.39	14,230	10,739	1,868	〃 (Note)
	Evergreen Heavy Industrial Corp. (Malaysia) Berhad	Malaysia	Container manufacturing	844,107	844,107	42,120	84.44	1,273,365	112,690	95,155	〃 (Note)
	Armand Investment (Netherlands) N.V.	Curacao	Investment holding company	356,031	356,031	4	70.00	321,186	(4,893)	(3,425)	〃 (Note)
	Evergreen Shipping (Spain) S.L.	Spain	Shipping agency	119,682	119,682	3	55.00	79,853	57,536	31,645	〃 (Note)
	Evergreen Shipping Agency (Italy) S.p.A.	Italy	Shipping agency	72,737	72,737	1	55.00	77,152	9,527	5,240	〃 (Note)
	Evergreen Marine (UK) Limited	U.K	Marine transportation	992,790	992,790	765	51.00	2,780,981	523,080	266,771	〃 (Note)
	Evergreen Shipping Agency (Australia) Pty. Ltd.	Australia	Shipping agency	7,641	7,641	1	67.50	14,895	17,781	12,002	〃 (Note)
	Evergreen Shipping Agency (Russia) Ltd.	Russia	Shipping agency	26,225	26,225	-	51.00	14,259	23,988	12,234	〃 (Note)
	Evergreen Shipping Agency(Singapore) Pte. Ltd.	Singapore	Shipping agency	66,706	66,706	765	51.00	134,097	31,975	16,307	〃 (Note)
	Evergreen Shipping Agency (Thailand) Co., Ltd.	Thailand	Shipping agency	45,584	45,584	408	51.00	44,375	42,970	21,915	〃 (Note)
	Evergreen Shipping Agency (Vietnam) Corp.	Vietnam	Shipping agency	14,040	14,040	-	51.00	27,999	40,331	20,569	〃 (Note)
	Evergreen Agency (South Africa) (Pty) Ltd.	South Africa	Shipping agency	17,961	17,961	5,500	55.00	103,185	60,481	33,264	〃 (Note)
	PT. Evergreen Shipping Agency Indonesia	Indonesia	Shipping agency	30,091	30,091	0.441	49.00	132,674	47,131	23,094	Investee company of Peony accounted for using equity method
	Luanta Investment (Netherlands) N.V.	Curaçao	Investment holding company	1,431,075	1,395,485	460	50.00	2,326,873	(184,856)	(92,428)	〃
	Balsam Investment (Netherlands) N.V.	Curaçao	Investment holding company	8,005,421	8,005,421	0.451	49.00	(87,849)	(1,481,842)	(726,102)	〃
	Green Peninsula Agencies SDN. BHD.	Malaysia	Investment holding company	224,365	224,365	1,500	30.00	260,569	111,603	33,481	〃
	Evergreen Shipping Agency Co. (U.A.E.) LLC	United Arab Emirates	Shipping agency	64,387	64,387	-	49.00	62,409	54,307	26,610	〃
	Greenpen Properties Sdn. Bhd.	Malaysia	Renting estate and storehouse company	13,176	2,804	300	30.00	43,336	5,816	1,745	〃
Armand Investment (Netherlands) N.V.	Armand Estate B.V.	Netherlands	Investment holding company	523,752	523,752	0.045	100.00	460,157	(4,504)	(4,504)	Indirect subsidiary of the Company (Note)

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2015			Net profit (loss) of the investee for the six-month period ended June 30, 2015 (Note 2(2))	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2015 (Note 2(3))	Footnote
				Balance as at June 30, 2015	Balance as at December 31, 2014	Number of shares	Ownership (%)	Book value			
Armand Estate B.V.	Taipei Port Container Terminal Corporation	Taiwan	Container distribution and cargo stevedoring	$ 506,019	$ 506,019	50,602	9.73	$ 460,804	($ 36,024)	($ 3,505)	Investee company of Armand Estate B.V. accounted for using equity method
Clove Holding Ltd.	Colon Container Terminal, S.A.	Republic of Panama	Island container storage and loading	706,957	706,957	22,860	40.00	2,627,639	56,600	22,640	Investee company of Clove Holding Ltd. accounted for using equity method
	Island Equipment LLC.	U.S.A	Investment holding company	4,453	4,453	-	36.00	136,721	31,427	11,314	Indirect subsidiary of the Company (Note)
Island Equipment LLC	Whitney Equipment LLC.	U.S.A	Equipment leasing company	6,185	6,185	-	100.00	137,100	23,955	23,955	〃 (Note)
	Hemlock Equipment LLC.	U.S.A	Equipment leasing company	6,185	6,185	-	100.00	259,396	23,431	23,431	〃 (Note)
Evergreen Marine (UK) Limited	Island Equipment LLC.	U.S.A	Investment holding company	1,856	1,856	-	15.00	56,967	31,427	4,714	〃 (Note)
	Evergreen Shipping Agency (UK) Limited	U.K	Shipping agency	0.06	0.06	-	100.00	60,670	4,279	4,279	〃 (Note)
	Evergreen Marine (Latin America), S.A.	Republic of Panama	Management consultancy	3,062	3,062	99	16.50	3,657	846	139	Investee company of Evergreen Marine (UK) Limited accounted for using equity method
PT. Multi Bina Pura International	PT. Multi Bina Transport	Indonesia	Container repair, cleaning and island distribution	102,098	102,098	8	72.95	59,694	10,739	7,834	Indirect subsidiary of the Company (Note)
Evergreen Shipping Agency (Deutschland) GmbH	Evergreen Shipping Agency (Austria) GmbH	Austria	Shipping agency	629	629	-	100.00	7,127	456	456	〃 (Note)
	Evergreen Shipping Agency (Switzerland) S.A.	Switzerland	Shipping agency	2,383	2,383	0.1	100.00	9,510	457	457	〃 (Note)

Note: This transaction was written off when the consolidated financial statements were prepared.

Note 1: If a public company is equipped with an overseas holding company and takes consolidated financial report as the main financial report according to the local law rules, it can only disclose the information of the overseas holding company about the disclosure of related overseas investee information.

Note 2: If situation does not belong to Note 1, fill in the columns according to the following regulations:

(1) The columns of 'Investee', 'Location', 'Main business activities', Initial investment amount' and 'Shares held as at June 30, 2015' should fill orderly in the Company's (public company's) information on investees and every directly or indirectly controlled investee's investment information, and note the relationship between the Company (public company) and its investee each (ex. direct subsidiary or indirect subsidiary) in the 'footnote' column.

(2) The 'Net profit (loss) of the investee for the six-month period ended June 30, 2015' column should fill in amount of net profit (loss) of the investee for this period.

(3) The'Investment income (loss) recognised by the Company for the six-month period ended June 30, 2015' column should fill in the Company (public company) recognised investment income (loss) of its direct subsidiary and recognised investment income (loss) of its investee accounted for under the equity method for this period. When filling in recognised investment income (loss) of its direct subsidiary, the Company (public company) should confirm that direct subsidiary's net profit (loss) for this period has included its investment income (loss) which shall be recognised by regulations.

Evergreen Marine Corporation (Taiwan) Ltd.

Information on investments in Mainland China

For the six-month period ended June 30, 2015

Table 10

Expressed in thousands of NTD

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2015	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six-month period ended June 30, 2015		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2015	Net income (loss) of the investee for the six-month period ended June 30, 2015	Ownership held by the Company (direct of indirect) (%)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2015 (Note 2(2)2)	Book value of investments in Mainland China as of June 30, 2015	Accumulted amount of investment income remitted back to Taiwan as of June 30, 2015	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Ningbo Victory Container Co., Ltd.	Island container transportation, container storage, loading, discharging, repair and related activities	$ 120,136	(2)	$ 31,467	$ -	$ -	$ 31,467	$ 3,512	40.00	$ 1,405	$ 71,525	$ -	
Qingdao Evergreen Container Storage & Transportation Co., Ltd.	Island container transportation, storage, loading, discharging, repair, cleaning and related activities	460,743	(2)	137,523	-	-	137,523	95,665	40.00	38,266	246,220	-	
Kingtrans Intl. Logistics (Tianjin) Co., Ltd.	Island container transportation, storage, loading, discharging, repair, cleaning and related activities	388,166	(2)	123,702	-	-	123,702	20,127	40.00	8,051	212,440	-	

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2015	Investment amount approved by the Investment Commission of the Minstry of Economic Affairs (MOEA) (Note 3)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
Evergreen Marine Corp.	$ 292,692	$ 1,116,173	$ 39,686,727

Note 1: Investment methods are classified into the following three categories; fill in the number of category each case belongs to:

(1) Directly invest in a company in Mainland China.

(2) Through investing in an existing company, Peony Investment S.A., in the third area, which then invested in the investee in Mainland China.

(3) Others

Note 2: In the 'Investment income (loss) recognised by the Company for the six-month period ended June 30, 2015' column:

(1) It should be indicated if the investee was still in the incorporation arrangements and had not yet any profit during this period.

(2) Indicate the basis for investment income (loss) recognition in the number of one of the following three categories:

A. The financial statements that are reviewed and attested by international accounting firm which has cooperative relationship with accounting firm in R.O.C.

B. The financial statements that are reviewed and attested by R.O.C. parent company's CPA.

C. Others.

Note 3: The numbers in this table are expressed in New Taiwan Dollars.