

**INTERNATIONAL COOPERATION
AND DEVELOPMENT FUND
FINANCIAL STATEMENTS AND REPORT OF
INDEPENDENT ACCOUNTANTS
DECEMBER 31, 2016 AND 2015**

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

PWCR16000248

To the International Cooperation and Development Fund (Taiwan ICDF)

We have audited the accompanying balance sheets of International Cooperation and Development Fund as of December 31, 2016 and 2015, and the related statements of revenues and expenses, of changes in fund balances and of cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Taiwan ICDF as of December 31, 2016 and 2015, and the results of its operations and its cash flows for the years then ended, in conformity with the accounting policies described in Note 2.

As described in Note 20 to the financial statements, certain assets were placed under the custodianship of Taiwan ICDF at the request of the owners and these assets are not reflected in the financial statements. The details of these assets are disclosed for reference purposes only.

Chou, Hsiao-Tzu

for and on behalf of PricewaterhouseCoopers, Taiwan
March 22, 2017

The accompanying 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 non-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, Taiwan 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.

International Cooperation and Development Fund
Balance Sheets
December 31, 2016 and 2015
(Expressed in New Taiwan dollars)

ASSETS	NOTES	December 31, 2016		December 31, 2015	
		Amount	%	Amount	%
<u>CURRENT ASSETS</u>					
Cash and cash equivalents	4	\$ 6,874,810,197	43	\$ 7,631,214,015	47
Held-to-maturity financial assets - current	6	89,032,316	1	91,540,422	-
Other receivables	7	147,450,601	1	317,431,992	2
Prepayments		42,069,211	-	111,608,368	1
Other current assets		112,158,380	1	92,735,958	1
Current portion of long-term loans receivable	8,19	381,537,597	2	383,820,455	2
		<u>7,647,058,302</u>	<u>48</u>	<u>8,628,351,210</u>	<u>53</u>
<u>LONG-TERM LOANS AND INVESTMENTS</u>					
Long-term loans receivable	8,19	3,110,756,000	19	3,231,700,233	20
Available-for-sale financial assets - noncurrent	5	58,517,000	-	287,104,500	2
Held-to-maturity financial assets - noncurrent	6	3,446,433,334	22	2,603,016,065	16
Financial assets carried at cost - noncurrent	9,19	1,690,104,234	11	1,555,234,162	9
		<u>8,305,810,568</u>	<u>52</u>	<u>7,677,054,960</u>	<u>47</u>
<u>FIXED ASSETS</u>					
Cost	10	52,155,845	-	51,017,810	-
Less: Accumulated depreciation		(27,446,374)	-	(26,859,785)	-
		<u>24,709,471</u>	<u>-</u>	<u>24,158,025</u>	<u>-</u>
<u>OTHER ASSETS</u>					
Deposits-out		659,056	-	313,476	-
Deferred expenses		17,859,081	-	16,687,330	-
		<u>18,518,137</u>	<u>-</u>	<u>17,000,806</u>	<u>-</u>
<u>TOTAL ASSETS</u>		<u>\$ 15,996,096,478</u>	<u>100</u>	<u>\$ 16,346,565,001</u>	<u>100</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>CURRENT LIABILITIES</u>					
Payables	11	\$ 183,121,717	1	\$ 556,618,358	3
Unearned receipts		-	-	69,600	-
Collections payable		1,714,792	-	1,717,185	-
Other current liabilities		394,966	-	443,113	-
		<u>185,231,475</u>	<u>1</u>	<u>558,848,256</u>	<u>3</u>
<u>OTHER LIABILITIES</u>					
Deposits-in		13,905,000	-	4,186,000	-
Other liabilities		547,606	-	202,026	-
		<u>14,452,606</u>	<u>-</u>	<u>4,388,026</u>	<u>-</u>
<u>TOTAL LIABILITIES</u>		<u>199,684,081</u>	<u>1</u>	<u>563,236,282</u>	<u>3</u>
<u>FUND BALANCES</u>					
Funds	14	12,468,838,072	78	12,468,838,072	76
Accumulated earnings	15	3,326,430,941	21	3,319,361,670	21
<u>ADJUSTMENT FOR OTHER FUND BALANCES</u>					
Unrealized gain (loss) on financial instruments		1,143,384	-	(4,871,023)	-
<u>TOTAL FUND BALANCES</u>		<u>15,796,412,397</u>	<u>99</u>	<u>15,783,328,719</u>	<u>97</u>
Commitments and contingencies	19				
Properties under custodianship	20				
<u>TOTAL LIABILITIES AND FUND BALANCES</u>		<u>\$ 15,996,096,478</u>	<u>100</u>	<u>\$ 16,346,565,001</u>	<u>100</u>

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated March 22, 2017.

International Cooperation and Development Fund
Statements of Revenues and Expenses
For the Years Ended December 31, 2016 and 2015
(Expressed in New Taiwan dollars)

	Note	2016		2015	
		Amount	%	Amount	%
OPERATING REVENUES					
Revenues from contracted projects		\$ 1,154,895,378	91	\$ 1,203,386,217	92
Revenues from banking and finance operations		117,693,489	9	109,253,397	8
		<u>1,272,588,867</u>	<u>100</u>	<u>1,312,639,614</u>	<u>100</u>
OPERATING EXPENSES					
Contracted project expenses	12	(1,154,895,378)	(90)	(1,203,386,217)	(92)
Humanitarian assistance expenses		(10,531,541)	(1)	(19,541,329)	(1)
International human resources development expenses		(91,776,701)	(7)	(84,317,343)	(6)
Banking and finance operations expenses	9	(11,525,859)	(1)	(24,209,295)	(2)
Technical cooperation expenses		(49,294,657)	(4)	(46,299,401)	(3)
General and administrative expenses		(<u>137,604,915</u>)	(<u>11</u>)	(<u>140,523,422</u>)	(<u>11</u>)
		(<u>1,455,629,051</u>)	(<u>114</u>)	(<u>1,518,277,007</u>)	(<u>115</u>)
NET OPERATING LOSSES		(<u>183,040,184</u>)	(<u>14</u>)	(<u>205,637,393</u>)	(<u>15</u>)
NON-OPERATING INCOME AND GAINS					
Interest on fund investments		163,336,172	13	171,667,992	13
Dividend income		-	-	9,452,000	1
Gain on disposal of investments	5	33,662,687	2	-	-
Foreign exchange gain		-	-	71,747,424	5
Other revenues	16	<u>14,259,986</u>	<u>1</u>	<u>12,572,688</u>	<u>1</u>
		<u>211,258,845</u>	<u>16</u>	<u>265,440,104</u>	<u>20</u>
NON-OPERATING EXPENSES AND LOSSES					
Loss on disposal of fixed assets		(909,504)	-	(368,528)	-
Exchange losses		(20,117,155)	(1)	-	-
Other expenses		(<u>122,731</u>)	-	(<u>120,036</u>)	-
		(<u>21,149,390</u>)	(<u>1</u>)	(<u>488,564</u>)	-
Income tax benefit	13	-	-	9,621	-
EXCESS OF REVENUES OVER EXPENSES		<u>\$ 7,069,271</u>	<u>1</u>	<u>\$ 59,323,768</u>	<u>5</u>

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated March 22, 2017.

International Cooperation and Development Fund
Statements of Changes in Fund Balances
For the Years Ended December 31, 2016 and 2015
(Expressed in New Taiwan dollars)

	<u>Fund</u>	<u>Accumulated earnings</u>	<u>Unrealized gain (loss) on financial instruments</u>	<u>Total</u>
<u>2015</u>				
Balance, January 1, 2015	\$ 12,468,838,072	\$ 3,260,037,902	\$ 305,303	\$ 15,729,181,277
Excess of revenues over expenses for 2015	-	59,323,768	-	59,323,768
Unrealized gain or loss on financial instruments	-	-	(5,176,326)	(5,176,326)
Balance, December 31, 2015	<u>\$ 12,468,838,072</u>	<u>\$ 3,319,361,670</u>	<u>(\$ 4,871,023)</u>	<u>\$ 15,783,328,719</u>
<u>2016</u>				
Balance, January 1, 2016	\$ 12,468,838,072	\$ 3,319,361,670	(\$ 4,871,023)	\$ 15,783,328,719
Excess of revenues over expenses for 2016	-	7,069,271	-	7,069,271
Unrealized gain or loss on financial instruments	-	-	6,014,407	6,014,407
Balance, December 31, 2016	<u>\$ 12,468,838,072</u>	<u>\$ 3,326,430,941</u>	<u>\$ 1,143,384</u>	<u>\$ 15,796,412,397</u>

The accompanying notes are an integral part of these financial statements.
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International Cooperation and Development Fund
Statements of Cash Flows
For the Years Ended December 31, 2016 and 2015
(Expressed in New Taiwan dollars)

	2016	2015
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Excess of revenues over expenses	\$ 7,069,271	\$ 59,323,768
Adjustments to reconcile excess of revenues over expenses to net cash (used in) provided by operating activities:		
Depreciation	4,545,577	3,458,495
Amortization	6,323,170	2,196,408
Reversal of allowance for bad debts	(10,078,349)	(4,550,445)
Held-to-maturity financial assets - interest amortization	6,193,379	7,221,485
Impairment loss on financial assets carried at cost	-	12,616,040
Gain on disposal of investment	(33,662,687)	-
Loss on disposal of fixed assets	909,504	368,528
Changes in assets and liabilities:		
Receivables	9,425,533	13,927,209
Prepayments	(3,112,115)	(3,888,241)
Other current assets	(19,422,422)	(476,971)
Accrued expenses	265,752	(12,658,914)
Other payables	(138,142,533)	49,437,564
Unearned revenue	(69,600)	2,400
Collections payable	(2,393)	(639,729)
Other current liabilities	(48,147)	(4,396,433)
Other liabilities	345,580	2,000
Cash (used in) provided by operations	(169,460,480)	121,943,164
Net cash (used in) provided by operating activities	(169,460,480)	121,943,164
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Increase in long-term lending	(276,465,851)	(388,926,789)
Proceeds from long-term loans receivable	409,747,510	463,621,074
Acquisition of available-for-sale financial assets	(57,373,616)	(269,418,126)
Proceeds from disposal of available-for-sale financial assets	325,638,210	-
Acquisition of held-to-maturity financial assets	(940,845,878)	(758,787,176)
Proceeds upon maturity of held-to-maturity financial assets	91,354,387	505,769,824
Acquisition of financial assets carried at cost	(134,870,072)	(1,004,407)
Withdrawal of financial assets carried at cost	-	325,000,000
Acquisition of fixed assets	(6,006,527)	(10,044,824)
Proceeds from disposal of fixed assets	-	66,570
(Increase) decrease in deposits-out	(345,580)	21,112
Increase in deferred assets	(7,494,921)	(17,755,199)
Net cash used in investing activities	(596,662,338)	(151,457,941)
<u>CASH FLOWS FROM FINANCING ACTIVITY</u>		
Increase (decrease) in deposits-in	9,719,000	(3,758,000)
Net cash flows from (used in) financing activities	9,719,000	(3,758,000)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(756,403,818)	(33,272,777)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	7,631,214,015	7,664,486,792
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	\$ 6,874,810,197	\$ 7,631,214,015

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated March 22, 2017.

INTERNATIONAL COOPERATION AND DEVELOPMENT FUND
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2016 AND 2015

(Expressed in New Taiwan dollars, except as otherwise indicated)

1. ORGANIZATION AND HISTORY

(1) In accordance with the Statute for the Establishment of the International Cooperation and Development Fund, promulgated by the President of the Republic of China, the International Cooperation and Development Fund (Taiwan ICDF) was formed and approved by the Ministry of Foreign Affairs (MOFA) on June 29, 1996. Taiwan ICDF was formed to succeed the International Economic Cooperation Development Fund (IECDF) management committee on June 30, 1996.

The mission of Taiwan ICDF is to provide assistance to developing countries to promote economic growth, strengthening international cooperation, developing foreign relations with allies and friendly countries, and advancing social progress.

(2) As of December 31, 2016, Taiwan ICDF had 122 employees.

2. SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of Taiwan ICDF are prepared in accordance with Taiwan ICDF's accounting policies approved by Ministry of Foreign Affairs, R.O.C.; the relevant laws and regulations formulated by the central government; the Official Letter No. 1050201087 released by Directorate General of Budget Accounting and Statistics, Executive Yuan on December 15, 2016, and the Statement of Financial Accounting Standards. The significant accounting policies are summarized as follows:

(1) Accounting Basis

Government funding are recognised as revenue at current expenses plus accrual reserved fund as total annual expenses based on matching of costs with revenues. Others are accounted at accrual basis. In addition, the financial statements of Taiwan ICDF adopted accrual basis, anything accounted at cash basis will be adjusted to accrual basis during closing of accounts.

(2) Foreign Currency Translation

Taiwan ICDF maintains its accounts in New Taiwan (NT) dollars. Transactions denominated in foreign currencies are converted into NT dollars at the spot exchange rates prevailing on the transaction dates. Deposits, receivables and the unreimbursed balance of reserves payable by the Central Bank of the Republic of China due to engaged programmes denominated in foreign currencies are translated at the spot exchange rates prevailing at the balance sheet date. Exchange gains or losses are recognized in profit or loss. The other assets denominated in foreign currencies are measured at the historical exchange rate at the date of the transaction.

(3) Classification of Current and Non-current Items

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 realized or consumed, or are intended to be sold within the normal operating cycle;
- (b) Assets held mainly for trading purposes;
- (c) Assets that are expected to be realized 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 arising from operating activities 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.
- (4) Cash Equivalents
 Cash and cash equivalents include cash on hand and in banks, and other short-term highly liquid investments.
 - A. Cash equivalents are readily convertible to a fixed amount of cash.
 - B. Cash equivalents are subject to insignificant risk of changes in value resulting from fluctuations in interest rates.
 Taiwan ICDF cash management are included within cash and cash equivalents in the statement of cash flows.
- (5) Allowance for Uncollectible Accounts
 The provision of reserve for bad debts is made based on their risk levels in accordance with the Regulation for Taiwan ICDF Dealings with Past Due/Non-Performing Loans and Bad Debts.
- (6) Financial Assets and Financial Liabilities at Fair Value through Profit or Loss
 - A. Investments in equity instruments are accounted for using trade date accounting. Investments in debt instruments are accounted for using settlement date accounting, and are measured initially at the fair value of the debt instruments.
 - B. Listed stocks and exchange traded funds are measured at their fair value, and the changes in the fair value are included in profit or loss. The fair value of the listed stocks and exchange traded funds is their closing price at the balance sheet date.
- (7) Available-for-Sale Financial Assets
 - A. Investments in equity instruments are accounted for using trade date accounting. Investments in debt instruments are accounted for using settlement date accounting, and are measured initially at the fair value of the debt instruments. Market value of available-for-sale financial assets is the fair value plus increasing price.
 - B. Available-for-sale financial assets are evaluated by fair value. Moreover, value changes are recognized into the adjusted net value. The accumulated gain or loss is recognized in net income or loss when the financial assets are sold. Index stock fund is evaluated by fair value based on the closing prices at the balance sheet date.
 - C. If there is objective evidence of impairment, the accumulated loss previously recognized in net value is reclassified to profit or loss. If the fair value of equity instrument subsequently increases, the impairment loss is reversed to net value.
- (8) Held-to-maturity Financial Assets
 - A. Held-to-maturity financial assets are recorded using settlement date accounting and are stated initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
 - B. Held-to-maturity financial assets are recorded at amortized cost.
 - C. If there is any objective evidence that the financial asset is impaired, the impairment loss is recognized in profit or loss. If the fair value of the financial asset subsequently increases and the increase can be objectively related to an event occurring after the impairment loss was recognized in profit or loss, the impairment loss shall be reversed to the extent of the loss previously recognized in profit or loss.

(9) Financial Assets Carried at Cost

Financial assets carried at cost are recorded at cost. If there is any objective evidence that the financial asset is impaired, the impairment loss is recognized in profit or loss and is no longer recoverable.

(10) Long-term Loans Receivable

Foreign currency loans are stated at historical exchange rates.

(11) Fixed Assets

Fixed assets are stated at cost. Major improvements and renewals are capitalized and depreciated accordingly. Maintenance and repairs are expensed as incurred. When assets are disposed of, the cost and related accumulated depreciation are removed from the accounts and any gain or loss is credited or charged to income. Depreciation is provided under the straight-line method based on the assets' estimated economic service lives. The service lives of the major fixed assets are 3 to 10 years.

(12) Impairment of Non-financial Assets

Taiwan ICDF recognizes impairment loss when there is indication that the recoverable amount of an asset is less than its book value. The recoverable amount is the higher of the fair value less costs to sell and value in use. The fair value less costs to sell is the amount obtainable from the sale of the asset in an arm's length transaction after deducting any direct incremental disposal costs. The value in use is the present value of estimated future cash flows to be derived from continuing use of the asset and from its disposal at the end of its useful life. When the impairment no longer exists, the impairment loss recognized in prior years may be recovered.

(13) Retirement Plan

A. Taiwan ICDF had a non-contributory pension plan originally, covering all regular employees, which was defined by the Fund. Taiwan ICDF contributed monthly an amount based on 7% of the employees' monthly salaries and wages to the retirement fund deposited with a financial institution. This fund balance was not reflected in the financial statements. Effective September 1, 2009, Taiwan ICDF has established a funded defined contribution pension plan (the "New Plan") under the Labor Pension Act. Under the New Plan, Taiwan ICDF contributes monthly an amount based on 7% of the payroll grades corresponding to the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. No further contributions are made to Taiwan ICDF's retirement fund.

B. Under the defined contribution pension plan, net periodic pension costs are recognized as incurred.

(14) Income Tax

Income tax is accounted in accordance with the Standard for Non-profit Organizations Exempt from Income Tax promulgated by the Executive Yuan, and Statement of Financial Accounting Standards. Under- or over-provision of income tax in the previous year is accounted for as an adjustment of income tax expense in the current year.

(15) Reserve for Contingencies of Guarantee Loss

Taiwan ICDF issues guarantees for private enterprises to secure loans in compliance with the Regulation for Taiwan ICDF in Providing Guarantee for Credit Facilities Extended to Private Enterprises which invest in Countries with Formal Diplomatic Relationships promulgated by the MOFA. The reserve is accrued in accordance with the Regulation for Taiwan ICDF Dealings with Past-Due/Non-Performing Loans and Bad Debts.

(16) Revenues, Costs and Expenses

Revenues (including government donations) are recognized when the earning process is substantially completed and is realized or realizable. Costs and expenses are recognized as incurred.

(17) Use of Estimates

The preparation of financial statements in conformity with Statement of Financial Accounting Standards requires management to make estimates and assumptions that affect the amounts of assets and liabilities and the disclosures of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses during the reporting period. Actual results could differ from those assumptions and estimates.

(18) Settlement Date Accounting

Taiwan ICDF adopted settlement date accounting for the financial assets. For financial asset or financial liability classified as at fair value through profit or loss, the change in fair value is recognized in profit or loss.

3. CHANGES IN ACCOUNTING PRINCIPLES

None.

4. CASH AND CASH EQUIVALENTS

	December 31,	
	2016	2015
Petty cash	\$ 110,000	\$ 110,000
Demand deposits	727,363,660	815,500,032
Checking deposits	-	511,656
Time deposits	6,147,336,537	6,664,928,238
	<u>6,874,810,197</u>	<u>7,481,049,926</u>
Cash equivalents		
- Bonds purchased under resale agreements	-	150,164,089
	<u>\$ 6,874,810,197</u>	<u>\$ 7,631,214,015</u>

5. AVAILABLE FOR SALE FINANCIAL ASSETS – NON-CURRENT

	December 31,	
	2016	2015
<u>Non-current items</u>		
Exchange Trade Funds	\$ 57,373,616	\$ 291,975,523
Valuation adjustments	1,143,384	(4,871,023)
	<u>\$ 58,517,000</u>	<u>\$ 287,104,500</u>

(1) The Foundation recognised change in fair value of \$1,143,384 and (\$4,871,023) for the years ended December 31, 2016 and 2015, respectively. The disposal gain of available-for-sale financial assets is recognised as current gain as shown below:

	For the Years ended December 31,	
	2016	2015
Proceeds from sale of financial assets in available-for-sale	\$ 325,638,210	\$ -
Book value	(291,975,523)	-
	<u>\$ 33,662,687</u>	<u>\$ -</u>

(2) The fair values of investment in exchange traded funds are based on the closing price in market on balance sheet date.

6. HELD-TO-MATURITY FINANCIAL ASSETS

	December 31,	
	2016	2015
<u>Current items</u>		
Corporate bonds	\$ 89,032,316	\$ 91,540,422
<u>Non-current items</u>		
Corporate bonds	3,352,980,360	2,508,942,147
Government bonds	93,452,974	94,073,918
	<u>\$ 3,446,433,334</u>	<u>\$ 2,603,016,065</u>

7. OTHER RECEIVABLES

	December 31,	
	2016	2015
Accounts receivable	\$ 1,420,816	\$ -
Interest receivable	98,100,329	106,557,729
Retained money receivable on completed projects	48,654,449	211,623,037
	148,175,594	318,180,766
Less: Allowance for doubtful accounts	(724,993)	(748,774)
	<u>\$ 147,450,601</u>	<u>\$ 317,431,992</u>

8. LONG-TERM LOANS RECEIVABLE

	December 31,	
	2016	2015
<u>Current items</u>		
Current portion of long-term loans receivable	\$ 391,122,973	\$ 393,589,042
Less: Allowance for doubtful accounts	(9,585,376)	(9,768,587)
Net	<u>\$ 381,537,597</u>	<u>\$ 383,820,455</u>
<u>Non-current items</u>		
Long-term loans receivable	3,192,659,978	3,323,475,568
Less: Allowance for doubtful accounts	(81,903,978)	(91,775,335)
Net	<u>\$ 3,110,756,000</u>	<u>\$ 3,231,700,233</u>
Total	<u>\$ 3,492,293,597</u>	<u>\$ 3,615,520,688</u>

- (1) Taiwan ICDF provides long-term loans in accordance with the Regulations for Loans by the International Cooperation and Development Fund as approved by the Executive Yuan. As of December 31, 2016 and 2015, the total outstanding loans denominated in U.S. dollars, Australia dollars and Euro dollars amounted to US\$70,269,407.37, AU\$20,227,983, € 20,837,674.52 and US\$83,253,293.22, AU\$8,728,952.74 and € 20,837,674.52, respectively.
- (2) Allowances for doubtful accounts were based on the Regulation for Taiwan ICDF Dealings with Past Due/Non-Performing Loans and Bad Debts.
- (3) As Parque Industrial Oriente S.A. (PIO) defaulted on the loan extended for the Industrial Park Development Project in Paraguay amounting to US\$11,003,488.32, Taiwan ICDF filed a legal claim against PIO on September 1, 2003. The court in Ciudad del Este ruled in favor of Taiwan ICDF in the first trial on March 26, 2004. PIO filed an appeal, which was rejected. Accordingly, it was proposed that the Industrial Park be auctioned off. Under Taiwan ICDF's 51st board resolution, Taiwan ICDF has agreed, under a term of 20 years, for MOFA to repay the remaining loan balance. Although the MOFA agreed to pay off the remaining balance annually for 3 years beginning 2012 on December 13, 2012, payments of only US\$3,293,162.77 and US\$400,000 were made in years 2012 and 2013,

respectively. There were no payments made by MOFA for year 2014. The MOFA stated in a letter dated on April 16, 2014 that installments would resume starting from 2015 through annual budgets, and a payment of US\$500,000 was made in year 2015 and 2016. As of December 31, 2015, the MOFA had repaid US\$6,793,162.77 and the remaining balance was US\$4,210,325.55.

(4) There was no significant past due loan as of December 31, 2016 and 2015.

(5) See Appendix 1 for the statement of changes in long-term loans for the year ended December 31, 2016.

9. FINANCIAL ASSETS CARRIED AT COST

As of December 31, 2016 and 2015, the details of financial assets at cost are as follows:

	<u>December 31, 2016</u>		<u>December 31, 2015</u>	
	<u>Carrying Amount</u>	<u>Ownership</u>	<u>Carrying Amount</u>	<u>Ownership</u>
	<u>(NT\$)</u>		<u>(NT\$)</u>	
<u>Equity investments accounted for using cost method:</u>				
Overseas Investment & Development Corporation	\$ 130,000,000	14.44%	\$ 130,000,000	14.44%
Less: Accumulated Impairment	(6,000,000)		(6,000,000)	
	<u>124,000,000</u>		<u>124,000,000</u>	
BTS India Private Equity Fund Limited	125,093,333	6.80%	124,583,261	6.80%
	(=US\$ 4,007,459)		(=US\$ 3,992,153)	
Less: Accumulated Impairment	(91,859,099)		(91,859,099)	
	<u>(=US\$ 2,995,225)</u>		<u>(=US\$ 2,995,225)</u>	
	<u>33,234,234</u>		<u>32,724,162</u>	
Total	<u>157,234,234</u>		<u>156,724,162</u>	
<u>International institution investment fund:</u>				
FIISF-Small Business Account II	330,660,000		330,660,000	
	<u>(=US\$ 10,000,000)</u>		<u>(=US\$ 10,000,000)</u>	
FIISF-Small Business Account III	591,550,000		591,550,000	
	<u>(=US\$ 20,000,000)</u>		<u>(=US\$ 20,000,000)</u>	
Specialized Financial Intermediary Development Fund	476,300,000		476,300,000	
	<u>(=US\$ 15,000,000)</u>		<u>(=US\$ 15,000,000)</u>	
EBRD Financial Intermediary and Private Enterprises Investment Special Fund- Agribusiness Account	134,360,000		-	
	<u>(=US\$ 4,000,000)</u>		<u>(=US\$ -)</u>	
	<u>1,532,870,000</u>		<u>1,398,510,000</u>	
	<u>\$ 1,690,104,234</u>		<u>\$ 1,555,234,162</u>	

(1) Taiwan ICDF engaged the European Bank for Reconstruction and Development (EBRD) to manage the Financial Intermediary Investment Special Fund (FIISF)-Small Business Account II and to jointly provide funds for investments and loans in small businesses. Under the agreement, the total investment amount was US\$10,000,000, and Taiwan ICDF's accumulated contribution amounted to US\$10,000,000 as of December 31, 2016 and 2015.

- (2) Taiwan ICDF engaged the EBRD to manage the FIISF-Small Business Account III and to jointly provide funds for investments and loans in small businesses. Under the agreement, the total investment amount was US\$20,000,000, and Taiwan ICDF's accumulated contribution amounted to US\$20,000,000 as of December 31, 2016 and 2015.
- (3) Taiwan ICDF engaged the Multilateral Investment Fund (MIF), which belongs to the Inter-American Development Bank Group, to manage the Specialized Financial Intermediary Development Fund, a financing vehicle co-established by the said two parties. MIF uses its own resources and the fund's resources on a pari-passu basis to directly or indirectly invest in, or make loans to well-performing microfinance institutions. Under the agreement, the total investment amount was US\$15,000,000, and Taiwan ICDF's accumulated contribution to the fund amounted to US\$15,000,000 as of December 31, 2016 and 2015.
- (4) In 2016, the Foundation commissioned EBRD for processing EBRD Financial Intermediary and Private Enterprises Investment Special Fund- Agribusiness Account, and promoting agriculture business in joint venture with EBRD. According to the contract, the total investment amount is US\$15,000,000, as of December 31, 2016, the Foundation has invested US\$4,000,000.
- (5) The above listed foreign currency investments projects are stated using the historical exchange rate.
- (6) After evaluating the investment in BTS India Private Equity Fund Limited, Taiwan ICDF recognized the impairment losses of NT\$12,616,040 in 2015, based on conservatism principle.
- (7) See Appendix 2 for the statement of changes in financial assets carried at cost for the year ended December 31, 2016.

10. FIXED ASSETS

	December 31, 2016		
	Cost	Accumulated	
		Depreciation	Net Book Value
Mechanical equipment	\$ 38,758,588	\$ 20,409,961	\$ 18,348,627
Communication & transportation equipment	4,275,345	1,786,295	2,489,050
Miscellaneous equipment	5,264,858	2,869,448	2,395,410
Leasehold improvements	3,857,054	2,380,670	1,476,384
	<u>\$ 52,155,845</u>	<u>\$ 27,446,374</u>	<u>\$ 24,709,471</u>
	December 31, 2015		
	Cost	Accumulated	
		Depreciation	Net Book Value
Mechanical equipment	\$ 37,481,735	\$ 20,656,514	\$ 16,825,221
Communication & transportation equipment	4,278,050	1,496,254	2,781,796
Miscellaneous equipment	5,400,971	2,639,811	2,761,160
Leasehold improvements	3,857,054	2,067,206	1,789,848
	<u>\$ 51,017,810</u>	<u>\$ 26,859,785</u>	<u>\$ 24,158,025</u>

See Appendix 3 for the statement of changes in fixed assets for the year ended December 31, 2016.

11. PAYABLES

	December 31,	
	2016	2015
Accrued expenses	\$ 37,321,317	\$ 37,055,565
Retained money payable on completed projects	72,384,968	308,004,828
Other payables	73,415,432	211,557,965
	<u>\$ 183,121,717</u>	<u>\$ 556,618,358</u>

12. CONTRACTED PROJECT EXPENSES

	For the Years ended December 31,	
	2016	2015
Personnel expenses	\$ 433,120,844	\$ 445,195,588
Operating expenses	546,072,259	550,021,871
Travel and transportation expense	57,014,745	63,381,686
Equipment investment expense	118,687,530	144,787,072
	<u>\$ 1,154,895,378</u>	<u>\$ 1,203,386,217</u>

13. INCOME TAX

Activities and related expenses of Taiwan ICDF are in compliance with “Standard for Non-profit Organizations Exempt from Income Tax”. Accordingly, Taiwan ICDF is exempt from income tax. The income tax returns through 2014 have been assessed and approved by the Tax Authority.

14. FUNDS

	December 31,	
	2016	2015
Founding Fund	\$ 11,614,338,576	\$ 11,614,338,576
Donated Fund	854,499,496	854,499,496
	<u>\$ 12,468,838,072</u>	<u>\$ 12,468,838,072</u>

(1) The founding fund balance of NT\$11,614,338,576 (Total assets of \$11,634,131,427 less total liabilities of \$19,792,851) was derived from the closure of the IECDF management committee on June 30, 1996. In the official registration with the court, the total property value filed as NT\$11,634,131,427 was based on the closing balance of assets of the IECDF management committee. As of August 24, 2016, the total amount of the assets registered with Taiwan ICDF was NT\$15,783,328,719.

(2) The donated fund of Taiwan ICDF consisted of the following items:

- A. The amount of NT\$4,423,541 from MOFA’s Committee of International Technical Cooperation (CITC) was consolidated in Taiwan ICDF on July 1, 1997.
- B. The amount of NT\$600,000,000 was donated by the MOFA on January 16, 1999.
- C. The MOFA provided the amount of NT\$250,075,955 on December 31, 2001 under the Regulation for Taiwan ICDF in Providing Guarantee for Credit Facilities Extended to Private Enterprises Which Invest in Countries with Formal Diplomatic Relationships. Taiwan ICDF had fulfilled the obligations of the guarantee amounting to NT\$152,665,834 as of December 31, 2016.

15. ACCUMULATED EARNINGS

Taiwan ICDF is registered as a consortium juridical person with the aim of strengthening international cooperation and enhancing foreign relations by promoting economic development, social progress and the welfare of the people in partner nations around the world. As Taiwan ICDF is a non-profit organization, distribution of income is not permitted in accordance with its Articles of Association.

16. OTHER REVENUES

	For the Years ended December 31,	
	2016	2015
Reversal of allowance for doubtful accounts	\$ 10,078,349	\$ 4,550,445
Others	4,181,637	8,022,243
	<u>\$ 14,259,986</u>	<u>\$ 12,572,688</u>

17. RETIREMENT FUNDS

(1) Taiwan ICDF contributes monthly an amount based on seven percent of the employees' remuneration and deposits it with a financial institution. This fund balance is not reflected in the financial statements. The fund balance with financial institution were NT\$97,028,704 and NT\$99,438,022 as of December 31, 2016 and 2015, respectively.

(2) The details of employees' retirement funds allocated by Taiwan ICDF are as follows:

	For the Years ended December 31,	
	2016	2015
Balance at the beginning of the year	\$ 99,438,022	\$ 87,378,901
Interest income	1,066,790	1,112,852
Contribution during the year	2,566,611	10,946,269
Payments during the year	(6,042,719)	-
Balance at the end of the year	<u>\$ 97,028,704</u>	<u>\$ 99,438,022</u>

(3) Effective September 1, 2009, Taiwan ICDF has been the entity covered by the Labor Standards Law and has adopted the following two schemes:

Scheme A: the pension and severance obligation are settled and the settled amounts are transferred to Taiwan ICDF's retirement fund deposited with the financial institution. The employees may claim pension benefits when they retire or reach 55 years old or upon their death.

Scheme B: the pension and severance obligation are not settled and the old pension plan is extended.

Accordingly, Taiwan ICDF recognized an accrued pension reserve of \$16,014,156 for the excess of present value of pension benefits for the past and future service years under the old pension plan over the fair value of the pension fund at the measurement date, September 1, 2009 and contributed the amount to the account in 2010.

(4) Effective September 1, 2009, Taiwan ICDF has established a funded defined contribution pension plan (the "New Plan") under the Labor Pension Act. Under the New Plan, Taiwan ICDF contributes monthly depending on the contribution grades an amount based on 7% of the payroll grades corresponding to the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued in the employees' individual pension accounts could be received in full or in monthly installments when the employees retire. The pension costs under the New Plan for the years ended December 31, 2016 and 2015 amounted to \$8,393,304 and \$17,806,629, respectively.

18. PERSONNEL EXPENSES, DEPRECIATION AND AMORTIZATION

Personnel expenses, depreciation and amortization are all classified under operating expenses. Details are as follows:

	For the Years ended December 31,	
	2016	2015
Personnel expenses		
Salaries	\$ 123,443,233	\$ 125,021,680
Labor and health insurance	9,212,322	11,257,742
Pension	8,393,304	17,806,629
Others	3,152,434	3,132,617
	<u>\$ 144,201,293</u>	<u>\$ 157,218,668</u>
Depreciation	<u>\$ 4,545,577</u>	<u>\$ 3,458,495</u>
Amortization	<u>\$ 6,323,170</u>	<u>\$ 2,196,408</u>

19. COMMITMENTS AND CONTINGENCIES

- (1) Pursuant to the Regulations for Loans by the International Cooperation and Development Fund, the loan amount in U.S. dollars under the loan agreements entered into by Taiwan ICDF amounted to US\$182,139,063.81 and US\$222,439,063.81 as of December 31, 2016 and 2015, respectively. The total amount of loans drawn down amounted to US\$177,339,063.81 and US\$177,639,063.81, and the undisbursed committed balance amounted to US\$4,800,000.00 and US\$44,800,000.00 as of December 31, 2016 and 2015, respectively. Additionally, the loan amount in Euro dollars amounted to €56,553,755.54 as of December 31, 2016 and 2015. The total amount of loans drawn down amounted to €20,837,674.52, and the undisbursed committed balance amounted to €35,716,081.02 as of December 31, 2016 and 2015. Moreover, the loan amount in Australia dollars amounted to AU\$20,227,983.00 as of December 31, 2016 and 2015. The total amount of loans drawn down amounted to AU\$20,227,983.00 and AU\$8,728,952.74, and the undisbursed committed balance amounted to AU\$0 and AU\$11,499,030.26 as of December 31, 2016 and 2015, respectively.
- (2) Pursuant to the Regulations for Investments by the International Cooperation and Development Fund, the committed amounts denominated in U.S. dollars under the outstanding contracts entered into by Taiwan ICDF amounted to US\$65,000,000, of which US\$53,215,985 and US\$49,200,679 had been invested as of December 31, 2016 and 2015, respectively. The amount committed but not yet disbursed was US\$11,784,015 and US\$15,799,321 as of December 31, 2016 and 2015, respectively. Additionally, the committed amounts denominated in NT dollars under the outstanding investment agreement entered into by Taiwan ICDF has been fully disbursed, with the balance of NT\$130,000,000 as of December 31, 2016 and 2015.
- (3) Taiwan ICDF had entered into a lease agreement with the MOFA to lease state-owned real estate properties. As per the lease agreement, the lease period is from October 1, 2015 to September 30, 2020 with the rents charged on a monthly basis. The rents are calculated as follows:
 - A. Land: 3% of the most recent official land price per square meter multiplied by the rental area and divided by 12.
 - B. Building: 10% of the current taxable building value divided by 12.

20. PROPERTIES UNDER CUSTODIANSHIP

- (1) The government has placed certain assets under Taiwan ICDF's custodianship and management. These properties are entered into memo accounts: "Properties under Custodianship" and "Custodianship Property Payable".

The properties under custodianship were accounted for at cost. Expenditures for major procurement, renewals and improvements were debited to "Properties under Custodianship" and credited to "Custodianship Property Payable". Moreover, the repairs and maintenance expenditures shall be treated as revenues and expenditures of these projects. Upon disposal, the cost was deducted from the book amount. As of December 31, 2016 and 2015, the book value of fixed assets under custodianship was NT\$431,460,985 and NT\$268,447,640, respectively. In addition, as of December 31, 2016 and 2015, the reserve for severance pay for personnel stationed abroad in charge of the government's assignments, which were administered by Taiwan ICDF on behalf of government and for contracted assistants of Taiwan ICDF amounted to NT\$41,134,462 and NT\$44,832,324, respectively.

- (2) The MOFA has engaged Taiwan ICDF to manage the Central American Economic Development Fund (ROC-CAEDF). As of December 31, 2016 and 2015, the total amount of ROC-CAEDF was NT\$8,220,475,939 and NT\$8,398,455,437, respectively, and the details of the financial assets of the ROC-CAEDF are as follows:

	December 31, 2016		December 31, 2015	
	US\$	NT\$	US\$	NT\$
Demand deposits	\$ 781,203	\$ 25,193,798	\$ 1,085,854	\$ 35,643,154
Time deposits	252,012,576	8,127,405,574	253,328,793	8,315,517,623
Interest receivable	1,900,562	61,293,133	1,382,835	45,391,567
Prepaid expenses	206,345	6,583,434	58,044	1,903,093
	<u>\$254,900,686</u>	<u>\$8,220,475,939</u>	<u>\$255,855,526</u>	<u>\$8,398,455,437</u>

International Cooperation and Development Fund
Statement of Changes in Long-term Loans
For the Year Ended December 31, 2016

(Expressed in NT\$)

Item	Beginning Balance	Increase in long-term loans	Collection of long-term loans	Ending Balance	Collection Term
Industrial Park Development Project in Paraguay, reimbursed by the guarantor, MOFA	\$ 159,266,177	\$ -	\$ 16,563,906	\$ 142,702,271	May. 2010~May. 2029 (Note)
Highway Construction Loan Project in Costa Rica	243,249,907	-	97,299,962	145,949,945	Nov. 2006 ~ May. 2018
Quimistan Valley Irrigation Project in Honduras	110,026,708	-	18,785,823	91,240,885	Nov. 2005 ~ Nov. 2021
Housing Solidarity Reconstruction Program in Honduras	73,920,000	-	9,240,000	64,680,000	May. 2004 ~ Nov. 2023
Phase I Solidarity Reconstruction Program in Nicaragua	83,957,415	-	9,920,790	74,036,625	Jul. 2004 ~ Jan. 2024
Phase II Housing Solidarity Reconstruction Program in Nicaragua	81,493,271	-	8,126,851	73,366,420	Mar. 2006 ~ Sep. 2025
Guatemala Rio Polochic Region Recovery Program	55,527,906	-	6,882,360	48,645,546	Jul. 2004 ~ Jan. 2024
Technical Education Project in Guatemala	114,137,562	-	17,776,446	96,361,116	Aug. 2007 ~ Feb. 2022
Housing Solidarity Reconstruction Program in El Salvador	56,326,622	-	6,672,460	49,654,162	Nov. 2004 ~ May. 2024
Program for Environmental Pollution Control in Critical Areas in El Salvador	91,295,373	-	14,619,609	76,675,764	Nov. 2006 ~ May. 2021
Belize Tourism Development Project / Caracol road	44,370,390	-	4,284,138	40,086,252	Nov. 2005 ~ May. 2026
Belize Southern Highway Rehabilitation Project	74,234,362	-	20,416,274	53,818,088	Aug. 2003 ~ Feb. 2019
Program for Modernizing the National Congress and the Office of the Comptroller General in Dominican Republic	68,572,206	-	6,782,426	61,789,780	Nov. 2004 ~May. 2026
Drinking Water Distribution Project in Petion-Ville-Lot I in Haiti	27,709,463	-	959,619	26,749,844	May. 2007 ~ Nov. 2029
Third Urban Water-Supply Project in Papua New Guinea	34,216,334	-	11,170,996	23,045,338	Nov. 2000 ~ Nov. 2018
Two International Roads Project	18,355,707	-	7,342,280	11,013,427	Nov. 2003 ~ May. 2018
Rural Credit Project in Burkina Faso	36,022,222	-	4,779,416	31,242,806	Nov. 2005 ~ May. 2023
Microfinancing and Capacity Building Project in the Gambia	9,608,997	-	1,067,666	8,541,331	Mar. 2010 ~ Sep. 2024
Agricultural Production Reactivation Phase II in Nicaragua	112,300,083	-	8,738,732	103,561,351	Mar. 2011 ~ Sep. 2028
Lower Usuthu Smallholder Irrigation Project in Swaziland	93,418,590	-	8,897,010	84,521,580	Jul. 2009 ~ Jan. 2026

International Cooperation and Development Fund
Statement of Changes in Long-term Loans
For the Year Ended December 31, 2016

(Expressed in NT\$)

Item	Beginning Balance	Increase in long-term loans	Collection of long-term loans	Ending Balance	Collection Term
Information Technology School Project	\$ 111,230,131	\$ -	\$ 7,591,086	\$ 103,639,045	Sep. 2014 ~ Mar. 2031
Microcredit Project in St. Vincent and the Grenadines Second Phase	1,222,500	-	1,222,500	-	Nov. 2012~May. 2016
Technical and Vocational Education and Training Project in the Gambia	58,552,716	-	3,674,693	54,878,023	Jan. 2016~Jul. 2031
Small Farmholders Loan Project in Belize for Export Papaya Production	6,751,950	-	-	6,751,950	Jan. 2016
CABEI's Special Fund for the Social Transformation of Central America	141,237,298	-	10,088,378	131,148,920	May. 2012~Nov. 2029
CABEI SMME Re-lending Project--Phase II	208,035,713	-	41,607,142	166,428,571	Jan. 2014~Jul. 2020
CABEI's Special Fund for the Social Transformation of Central America Phase II	309,042,523	-	17,679,021	291,363,502	Nov. 2014~May. 2032
Taiwan ICDF-CABEI Technological and Vocational Education and Training Student Loan Fund	55,267,401	-	6,019,926	49,247,475	Jan. 2015~Jul. 2024
FINCORP MSME Re-lending Project	145,968,000	-	41,538,000	104,430,000	Jul. 2014~Jan. 2019
Repair and Upgrade of Bonriki International Airport (Kiribati)	212,955,604	276,465,851	-	489,421,455	Sep. 2021~Mar.2044
Belize City House of Culture and the Downtown Rejuvenation Project	15,695,000	-	-	15,695,000	Mar. 2018 ~ Sep. 2031
The Green Energy Special Fund	863,096,479	-	-	863,096,479	The period depends on the sub-projects.
	3,717,064,610	<u>\$ 276,465,851</u>	<u>\$ 409,747,510</u>	3,583,782,951	
Less: Allowance for doubtful accounts	(101,543,922)			(91,489,354)	
	<u>\$ 3,615,520,688</u>			<u>\$ 3,492,293,597</u>	

Note: Although the MOFA agreed to pay off the remaining balance annually for 3 years beginning 2012 on December 13, 2012, payments of only US\$3,293,162.77 and US\$400,000 were made in years 2012 and 2013, respectively. There were no payments made by MOFA for year 2014. The MOFA stated in a letter dated April 16, 2014 that installments would resume starting from 2015 through annual budgets, and a payment of US\$500,000 was made in year 2015 and 2016. As of December 31, 2016, the MOFA had repaid US\$6,793,162.77 and the remaining balance was US\$4,210,325.55.

International Cooperation and Development Fund
Statement of Changes in Financial Assets Carried at Cost
For the Year Ended December 31, 2016

(Expressed in NT\$)

	<u>Beginning Balance</u>		<u>Acquisition of Long-term Investments</u>		<u>Decrease in Long-term Investments</u>		<u>Ending Balance</u>		<u>Note</u>
	<u>Ownership</u>	<u>Carrying Amount</u>	<u>Ownership</u>	<u>Carrying Amount</u>	<u>Ownership</u>	<u>Carrying Amount</u>	<u>Ownership</u>	<u>Carrying Amount</u>	
Equity investments accounted for using cost method:									
Overseas Investment & Development Corporation	14.44%	\$ 130,000,000	-	\$ -	-	\$ -	14.44%	\$ 130,000,000	None
Less: Accumulated impairment		(6,000,000)		-		-		(6,000,000)	
		<u>124,000,000</u>		<u>-</u>		<u>-</u>		<u>124,000,000</u>	
BTS Private Equity Fund in India	6.80%	124,583,261		510,072		-		125,093,333	None
Less: Accumulated impairment		(91,859,099)		-		-	6.80%	(91,859,099)	
		<u>32,724,162</u>		<u>510,072</u>		<u>-</u>		<u>33,234,234</u>	
		<u>156,724,162</u>		<u>510,072</u>		<u>-</u>		<u>157,234,234</u>	
International Institution Investment Fund:									
EBRD Financial Intermediary and Private Enterprises Investment Special Fund -Agribusiness Account		-		134,360,000		-		134,360,000	None
FIISF-Small Business Account-Phase II		330,660,000		-		-		330,660,000	None
FIISF-Small Business Account-Phase III		591,550,000		-		-		591,550,000	None
Financial Intermediary Development Fund		476,300,000		-		-		476,300,000	None
		<u>1,398,510,000</u>		<u>134,360,000</u>		<u>-</u>		<u>1,532,870,000</u>	
		<u>\$ 1,555,234,162</u>		<u>\$ 134,870,072</u>		<u>\$ -</u>		<u>\$ 1,690,104,234</u>	

International Cooperation and Development Fund
Statement of Changes in Fixed Assets
For the Year Ended December 31, 2016

(Expressed in NT\$)

	<u>Beginning Balance</u>		<u>Acquisition</u>		<u>Disposal</u>		<u>Ending Balance</u>	<u>Note</u>
Cost								
Mechanical equipment	\$ 37,481,735	\$	5,752,007	(\$	4,475,154)	\$	38,758,588	None
Communication & transportation equipment	4,278,050		96,295	(	99,000)		4,275,345	None
Miscellaneous equipment	5,400,971		158,225	(	294,338)		5,264,858	None
Leasehold improvements	<u>3,857,054</u>		-		-		<u>3,857,054</u>	None
	<u>51,017,810</u>		<u>6,006,527</u>	(	<u>4,868,492</u>)		<u>52,155,845</u>	
Accumulated depreciation								
Mechanical equipment	\$ 20,656,514	\$	3,398,388	(\$	3,644,941)	\$	20,409,961	
Communication & transportation equipment	1,496,254		376,596	(	86,555)		1,786,295	
Miscellaneous equipment	2,639,811		457,129	(	227,492)		2,869,448	
Leasehold improvements	<u>2,067,206</u>		<u>313,464</u>		-		<u>2,380,670</u>	
	<u>26,859,785</u>	\$	<u>4,545,577</u>	(\$	<u>3,958,988</u>)		<u>27,446,374</u>	
Net book value	<u>\$ 24,158,025</u>					\$	<u>24,709,471</u>	