



Announcement of Board's resolution of HTC Corp. for the capital injection from High Tech Computer Asia Pacific Pte. Ltd., to HTC Communication Co., Ltd.

May 6, 2014

- 1.Date of occurrence of the event:2014/05/06
- 2.Method of the present increase (decrease) in investment:
Capital injection of US\$100,000,000 from Company's subsidiary, High Tech Computer Asia Pacific Pte. Ltd., to HTC Communication Co., Ltd. through current investment structure.
- 3.Transaction volume, price per unit, and total monetary amount of the transaction:
US\$100,000,000
- 4.Company name of the invested mainland Chinese company:
HTC Communication Co., Ltd.
- 5.Paid-in capital of said invested mainland Chinese company:
US\$27,500,000.
- 6.Amount of new capital increment currently planned by said invested mainland Chinese company:
US\$100,000,000.
- 7.Main business items of said invested mainland Chinese company:
Principally engaged in the sale, manufacture and after service of PDA phones, smartphones and handheld devices.
- 8.Type of CPA opinion issued for the financial statement of said invested mainland Chinese company for the most recent fiscal year:
Unqualified Opinion.
- 9.Net worth of said invested mainland Chinese company on the financial statement for the most recent fiscal year:
RMB402,724,000
- 10.Amount of profit/loss of said invested mainland Chinese company on the financial statement for the most recent fiscal year:
Amount of loss: NT\$333,150,000
- 11.Amount of actual investment to date in said invested mainland Chinese company:
US\$27,500,000
- 12.Counterparty to the transaction and its relationship to the Company:
Counterpart to the transaction: HTC Communication Co., Ltd.
Relationship to the Company: a 100% indirect owned subsidiary of HTC Corp.
- 13.Where the counterparty to the transaction is an actual related party, public announcement shall also be made of the reason for choosing the related party as the counterparty and the identity of the previous owner (including its relationship with the company and the trading counterpart), the date of transfer, and the price:
N/A
- 14.Where a person who owned the subject matter of the transaction within the past five years has been an actual related party of the company, public announcement shall also be made of the dates and prices of acquisition and disposal by the related party and such party's relationship to the company at those times:
N/A
- 15.Gain (or loss) on disposal:
N/A
- 16.Terms of delivery or payment (including payment period and monetary amount), restrictive covenants in the contract, and other important stipulations:
Transaction will be executed per the regulation of the competent authority and the operational timeline of subsidiary.
- 17.The manner of deciding on this transaction, the reference basis for the decision on price and the decision-making

department:

The transaction was approved by the Board of Directors of HTC Corp.

18.Broker:N/A

19.Concrete purpose of the acquisition or disposal:

To fulfill the operational needs and working capital requirements of HTC Communication Co. Ltd., a subsidiary of HTC Corp.

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

21.Total amount of mainland China area investment

(including the present investment) approved by the Investment Commission to date:US\$200,200,000.

22.Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the paid-in capital on the financial statement for the most recent period:107.82%

23.Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the total assets on the financial statement for the most recent period:5.42%

24.Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the shareholders' equity on the financial statement for the most recent period:11.69%

25.Total amount of actual investment in the mainland China area to date:US\$199,500,000.

26.Ratio of the total amount of actual investment in the mainland China area to date to the paid-in capital on the financial statement for the most recent period:74.07%

27.Ratio of the total amount of actual investment in the mainland China area to date to the total assets on the financial statement for the most recent period:3.72%

28.Ratio of the total amount of actual investment in the mainland China area to date to the shareholders' equity on the financial statement for the most recent period:8.03%

29.Amount of recognized profits and losses on investment in the mainland China area for the most recent three fiscal years:

Recognized investment profit for 2011: NT\$1,556,206,000

Recognized investment profit for 2012: NT\$2,009,815,000

Recognized investment losses for 2013: NT\$148,367,000

30.Amount of profit remitted back to Taiwan for the most recent three fiscal years:0

31.Has the CPA issued an opinion on the unreasonableness of the price of the current transaction?:N/A

32.Any other matters that need to be specified: None