



## HTC Board of Directors Approved the Deficit Compensation of 2016

March 6, 2017

1.Date of the board of directors resolution : 2017/03/06

2.Appropriations of earnings in cash dividends to shareholders (NT\$ per share): 0

3.Cash distributed from legal reserve and capital surplus to shareholders (NT\$ per share): 0

4.Total amount of cash distributed to shareholders (NT\$): 0

5.Appropriations of earnings in stock dividends to shareholders (NT\$ per share): 0

6.Stock distributed from legal reserve and capital surplus to shareholders (NT\$ per share): 0

7.Total amount of stock distributed to shareholders (shares): 0

8.Any other matters that need to be specified:

(a)The amounts of actuarial losses recognized in other comprehensive income and loss: NT\$46,765,575.

(b)The company's investment loss for its subsidiary's amounts of actuarial losses recognized in other comprehensive income and loss based on equity method: NT\$683,472.

(c)Because the book value of retired treasury shares is higher than the sum of par value plus original issue premium, the difference is charged to capital reserve generated by treasury shares of the same class.

If this capital reserve is insufficient: NT\$244,609,156.