

Mizuho Bank, Ltd.

Risk Disclosure Statement for RMB Services and RMB Financial Derivatives

- I. In consideration of the restriction of local related laws and regulations of Mainland China Area imposed on RMB outward and inward remittances from or into Mainland China Area, when you conduct transactions in connection with RMB funds with Mizuho Bank, Ltd. (hereinafter, the "Bank"), please make sure that before conducting any transaction, you truly understand the possible risks involved in the services set forth as below:
 - i. Due to the change of the laws and regulations between Taiwan and Mainland China Area, it is possible that another currency may be used as collection and payment measures for the RMB assets and debts originally owned/owed by you:
 1. It is possible that, due to change of the laws and regulations between Taiwan and Mainland, the RMB assets and debts originally owned/owed by you, or your payment obligations resulted from the transaction would be affected by RMB funds' supply and demand in the market and its clearance and settlement procedure while conducting the transactions (for example, local competent authorities of Mainland China Area may adjust the restriction of maximum or minimum to the settlement account of the participating bank, request the participating bank to maintain the minimum reservation amount of the settlement account, or adjust the interest rate of the settlement account of the participating bank, which will influence the source of RMB funds). However, the Bank will act actively and do its best to seek other approaches and methods of solution for the subsequent services of any accepted RMB cases by the Bank, provided that the Bank will possibly use another currency to replace RMB subject to the market exchange rate at that time if necessary.

For example, in October 2010, surge on settlement for cross-border transactions in Hong Kong resulted in the arrangement for settling foreign exchange transactions to exceed the limit, causing the operation to be suspended. The local competent authorities of Mainland China Area adjusted the restriction of maximum or minimum to the settlement account of the participating bank, requested the participating bank to maintain the minimum reservation amount of the settlement account, or adjusted the interest rate of the settlement account. All of the above activities affected the banks' operation of RMB services and thus reduced or even suspended the source and circulating channels of RMB funds.
 2. When you ask for the service of extending credit in RMB, you should consider your ability to repay the debt by RMB funds when the loan becomes due, and if you are unable to repay the debt by RMB funds but is only able to repay by another foreign currency when the loan becomes due, you may possibly face the exchange risk incurred therefrom.
 3. When you ask for the service of extending credit in RMB, in spite of the loan amount or credit line agreed with the Bank in relevant signed loan contract, you will be subject to the risk of fund shortage if the Bank becomes unable to make the advance resulted in legal restrictions; in the event that the Bank makes the advance in another foreign currency, you may possibly face the risk of exchange differences derived from the fluctuations of the exchange rate.
 - ii. You shall fully understand that RMB outward and inward remittances will be subject to local legal restrictions of Mainland China Area:
 1. While conducting RMB outward and inward remittances from or into Mainland China Area, if the identity of the person does not meet the qualifications stipulated in local laws, such RMB funds should not be remitted outward or inward at will. In the event that your remittance of RMB funds to Mainland China Areas is unsuccessful due to aforementioned reason, the Bank will assist you in returning the

remittance. However, necessary fees, such as post fees, telecommunication fees, the fees required by the foreign bank and other fees incurred to the Bank thereof shall be borne by you and will be deducted directly from the remittance amount.

2. If you apply for RMB loan which is intended to be used in Mainland China Area, you should first obtain approvals for RMB inward and outward remittance from or into Mainland China Area from local competent authorities, and should apply for foreign debts registration subject to foreign debts administration regulations currently in effect in Mainland China Area. If the appropriated RMB funds are unable to be remitted into Mainland China Area when necessary or returned back due to your failure to comply with the relevant regulations of Mainland China Area, the loan interests and related fees incurred therefrom should be borne by you. You shall pay related interests and fees immediately to this branch upon receipt of the Bank's notice of payment.

iii. You shall fully understand that RMB would be affected by the fluctuation of exchange rate and thus incurs transaction risks and appraisal loss:

In view of variation of changeable factors to the market, the fluctuation of exchange rate may be enormous. You may suffer transaction risks or appraisal loss resulted from unstable market or special occurrences when conducting RMB related transactions. Therefore, before you conduct such transaction, you should consider your financial situation and your ability to assume the risks, and should fully understand the financial, accounting, taxation issues and relevant regulations in respect of the transaction. You should fully understand and are willing to assume any transaction risks or losses which may be incurred while conducting the transactions.

II. When you apply for transactions involving RMB financial derivatives, in addition to the linked underlying risk and various secondary risks that may be incurred while applying for financial derivatives, because RMB is still subject to restrictions under relevant laws and regulations of Taiwan and the Mainland China Area, your application for this transaction may expose you to the following risks:

i. You shall fully understand that the transaction risks and evaluation results of RMB financial derivatives will be affected by factors other than the market.

1. Transactions in connection with RMB financial derivatives are not only affected by changes to normal market factors, but also by changes in the laws, regulations and policies of the Mainland China Area or other areas. Also, because the restrictions on RMB clearing service may affect the supply and demand of RMB funds in the market, which may cause higher fluctuations in the exchange rate, interest rate or other relevant linked underlyings, the profits and losses and market evaluations of the transactions may thus be affected.

2. When you conduct transactions in connection with RMB, the availability, liquidity and transferability of RMB may be affected by the restrictions on RMB clearing services, or the occurrence of any non-public transactions or special situations, and thus the transaction risks or evaluation losses may be enlarged.

ii. You shall fully understand that the settlement of purchase/sale of RMB or clearing and settlement, will be regulated and restricted by relevant laws and regulations:

1. The amount limit for RMB settlement of purchase and settlement of sale shall be subject to relevant laws and regulations of foreign exchange, and such limits may differ from the limits of other foreign currencies. When you collect or pay in RMB due to conducting transactions in connection with financial derivatives, you must note the amount limit, time schedule, and relevant procedure of RMB settlement of purchase and settlement of sale.

2. The RMB assets and debts that you originally possess or the collecting or paying obligation arising from the transactions, may vary due to changes in the laws, regulations or policies, or due to the restrictions on RMB clearing services that affect the supply and demand of RMB funds in the market and therefore influence the clearing and settlement of relevant transactions. Although the banking industry will still do its best to seek other resolution approaches and methods for subsequent services of accepted RMB transactions, it is still possible to clear and settle in other currencies subject to the then market exchange rate, if necessary.
- iii. You shall fully understand that the RMB exchange rate and other prices may be applied to linked underlyings in different markets and that such may affect the clearing and settlement of the transactions and the evaluation results of the market price:

Currently, RMB exchange rates include the RMB exchange rate within the territory of the Mainland China Area and the RMB exchange rate outside of the Mainland China Area. The RMB exchange rate outside of the Mainland China Area may also have multiple exchange rate indexes. Each exchange rates index has its own trading market. Different exchange rate indexes may derive different applicable interest rates or other relevant linked underlyings. The aforementioned indexes may become approaching or deviating due to market liquidity and other factors. The prices of the derived applicable linked underlyings will also be affected. The basis for clearing and settlement and market price evaluation of financial derivatives with different exchange rates or linked underlyings are also different. The agreed contents in the contracts of each financial derivative shall govern the above. Before conducting relevant transactions, you shall fully understand the exchange rates, interest rates and prices of relevant linked underlyings applicable to such transactions, and you shall evaluate the transaction risks and losses which may incurred therefrom by yourself.

- III. You shall fully understand that RMB transactions engaged in by you must be in compliance with the Regulations Governing Foreign Exchange Business of Banking Enterprises (銀行業辦理外匯業務管理辦法) and other relevant laws and regulations. If the transactions are found to be fraudulent, or in violation of any law or ordinance, the Bank may reject the application; Even where the RMB transaction application has been initially accepted by the Bank, the Bank may subsequently cancel such transaction. You shall agree to be responsible for relevant costs or losses incurred therefrom.
- IV. Before applying for the RMB services, or the services in connection with RMB financial derivatives, you agree to make certain that you have fully understood the above attention notes and the potential risks associated with RMB services and RMB financial derivatives.