

TSEC TAIWAN INDEX SERIES

Taiwan Stock Exchange Corporation (TSEC) have selected FTSE Group to calculate the TSEC Taiwan Index Series, combining both local market knowledge and international indexing capabilities, to create a superior set of indices for both domestic and international investment professionals.

The TSEC Taiwan Index Series provides investors with the tools to gain exposure to the Taiwanese market and comprises five real-time tradable indices.

TSEC TAIWAN INDEX SERIES BREAKDOWN

	No. of Constituents	Investable Market Cap (USDbn)	Weight in FTSE Taiwan All Cap Index
TSEC Taiwan 50 Index	50	332	70%
TSEC Taiwan Mid-Cap 100 Index	100	78	17%
TSEC Taiwan Technology Index	56	205	44%

Source: FTSE Group, data as at 30 June 2008

TSEC TAWAIN 50 INDEX TOP 10 CONSTITUENTS

Rank	Local Code	Constituent	Full market Cap (USDm)	Investable market Cap (USDm)	Weight in index
1	2330	Taiwan Semiconductor Manufacturing	54,863	54,863	16.52%
2	2317	Hon Hai Precision Industry	30,975	30,975	9.33%
3	1301	Formosa Plastics Corp	13,791	13,791	4.15%
4	2002	China Steel	17,568	13,176	3.97%
5	2498	High Tech Computer	12,836	12,836	3.87%
6	2409	AU Optronics	12,282	12,282	3.70%
7	1303	Nan Ya Plastics	16,195	12,146	3.66%
8	2412	Chunghwa Telecom	24,711	12,109	3.65%
9	2357	Asustek Computer Inc	10,089	10,089	3.04%
10	2882	Cathay Financial Holding	20,166	10,083	3.04%
Total			213,478	182,351	54.92%

Source: FTSE Group, data as at 30 June 2008

TSEC TAIWAN 50 INDEX FIVE YEAR TOTAL RETURN PERFORMANCE (TWD)

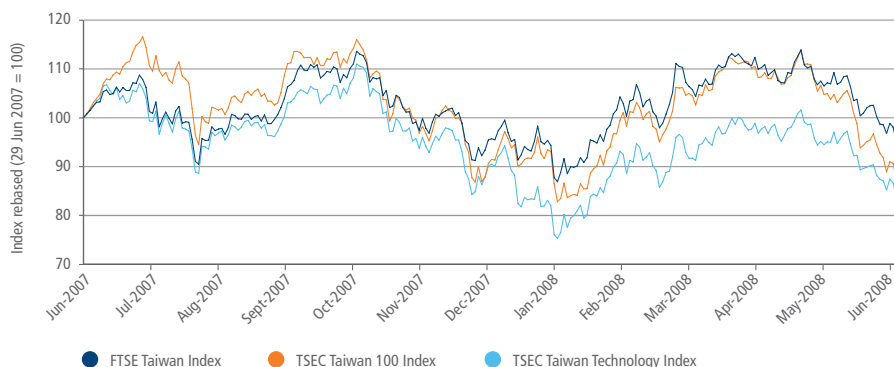


Source: FTSE Group, data as at 30 June 2008

FEATURES

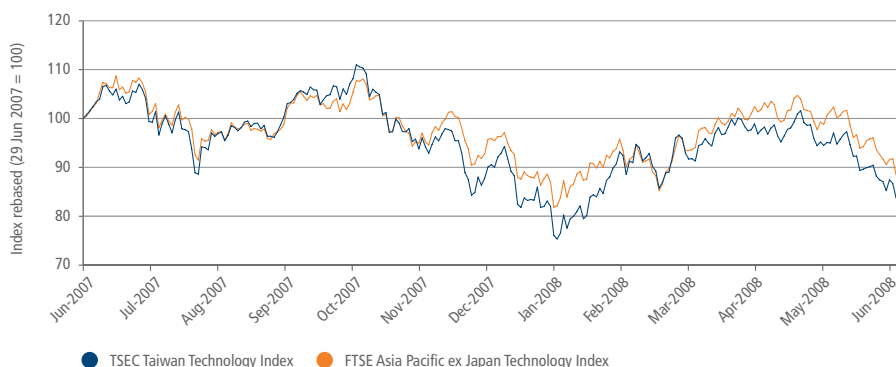
- Provides exposure to the Taiwanese market with coverage of up to 150 stocks
- TSEC Taiwan 50 Index was the first of its kind designed specifically for derivatives products in Taiwan
- TSEC Taiwan 50 Index represents over 70% of the Taiwanese market
- TSEC Taiwan Mid-Cap 100 Index represents over 20% of the market
- TSEC Taiwan Technology Index is the largest industry sector covering 35% of the market
- TSEC Taiwan Dividend+ Index is a tradeable dividend yield weighted index designed to provide a daily measure of the performance of the 30 higher yielding stocks within the universe of the TSEC Taiwan 50 and TSEC Taiwan Mid-Cap 100 Indices
- TSEC Taiwan Eight Industries Index is designed to represent the performance of key industry sectors in the Taiwan stock market
- Total return indices are available within this series
- The series is calculated in accordance with the Industry Classification Benchmark (ICB), a global standard developed in partnership between FTSE Group and Dow Jones Indexes
- The indices are designed for trading of derivatives, index-tracking funds, exchange traded funds and performance benchmarks
- Stocks are free-float weighted to ensure that only the investable opportunity set is included within the indices
- Stocks are liquidity screened to ensure that the index is tradable
- Regular index reviews are conducted to ensure that a continuous and accurate representation of the market is maintained

TSEC TAIWAN INDEX SERIES ONE YEAR TOTAL RETURN PERFORMANCE (USD)



Source: FTSE Group, data as at 30 June 2008

TSEC TAIWAN TECHNOLOGY INDEX VS. FTSE ASIA PACIFIC EX JAPAN TECHNOLOGY INDEX ONE YEAR TOTAL RETURN PERFORMANCE (USD)



Source: FTSE Group, data as at 30 June 2008

TSEC TAIWAN 50 INDEX ICB INDUSTRY BREAKDOWN

TSEC TAIWAN 50 INDEX			
ICB Code	ICB Industry	No. of Constituents	Index Weight
0001	Oil & Gas	1	0.81%
1000	Basic Materials	5	15.07%
2000	Industrials	5	3.33%
3000	Consumer Goods	3	3.26%
4000	Health Care	-	-
5000	Consumer Services	1	0.37%
6000	Telecommunications	3	5.40%
7000	Utilities	-	-
8000	Financials	13	18.78%
9000	Technology	19	52.98%
	Totals	50	100.00%

Source: FTSE Group, data as at 30 June 2008

INDEX RULES AND COMMITTEE

As with all FTSE calculated indices, the TSEC Taiwan Index Series is governed by a strict set of transparent and publicly available index rules, governed and maintained by an independent committee of leading market professionals. A copy of the rules is available at www.ftse.com/taiwan

INFORMATION

Index Universe

All stocks listed on the TSEC
TSEC Taiwan Dividend+ and 8 Industries
Indices: 150 constituents from Taiwan 50 Index
and Taiwan Mid-Cap 100 Index

Index Launches

TSEC Taiwan 50 Index: 29 October 2002
TSEC Taiwan Mid-Cap 100 & TSEC Taiwan
Technology Indices: 29 November 2004
TSEC Taiwan Dividend+ and 8 Industries
Indices: 15 January 2007

Base Date

TSEC Taiwan 50, TSEC Taiwan Dividend+ and
TSEC Taiwan 8 Industries Indices: 30 April 2002
TSEC Taiwan Mid-Cap 100 & TSEC Taiwan
Technology Indices: 30 June 2003

Base Value

5000

Investability Screens

Free float adjusted and liquidity screened

Index Calculation

0900 - 1335 (local). Calculated in real-time
every 15 seconds. Also calculated end of day

End-of-Day Distribution

Indices available at 17:30 Taiwan time
9:30/10:30 GMT or BST time via FTP and e-mail

Currency

Real-time: New Taiwan Dollars (TWD)
End of day: TWD & USD

Review Dates

Quarterly: January, April, July & October
TSEC Taiwan Dividend+ Index: semi-annually in
January and July

Vendor Codes

Available at www.ftse.com/taiwan

Historical Data

Available to April 1997

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