

Bank of Kaohsiung  
Declaration Enforcement of the Internal Control System  
Attn : Financial Supervisory Commission

Feb. 10, 2017

We, the Undersigned, hereby on behalf of Bank of Kaohsiung Co., Ltd. declared that during the period beginning Jan. 1, 2016 until Dec. 31, 2016, we did faithfully build the internal control systems and enforce risk control in accordance with "Implementation Rules of Internal Audit and Internal Control System of Financial Holding Companies and Banking Industries". Further through detached and independent Audit Department, we conducted audit with audit reports duly submitted to the Board of Directors and Audit Committees on a periodic basis. We evaluated the effectiveness of its Internal Control System in accordance with the Guidelines for the Establishment of the Internal Control System by Public Companies (the Guidelines) set forth by the Securities and Futures Commission of the Financial Supervisory Commission. Through prudent assessment, all units of the Bank did faithfully enforce the internal control and legal compliance except for those events listed on the attached table. The Statement of the Internal Control System will be a prominent feature of our annual report and prospectus, and will be released to the public. Should any statement herein involve forgery, concealment or any other illegality, Articles 20, 32, 171 and 174 of the "Security and Exchange Act" shall apply.

Declarants

Acting Chairman

*Chien, Chen-Cheng*

President

*Huang Maan-sheng*

Chief Auditor

*Lin Chung-chen*

Chief Compliance Officer

*Ye-Chin Chou*

( The content of the report is in conformity with the original declaration )