Annexed table 2

Calculation table of the ratio of payments by installments and the balance ratio of the payable interest of the winning bid (five-year period)

| Payment year | X | X+1 | X+2 | X+3 | X+4 |
|---|---|---|---|---|---|
| Payment ratio(%) | 20 | 20 | 20 | 20 | 20 |
| Balance ratio of interest payable(%) | 100 | 80 | 60 | 40 | 20 |
| Guarantee period | Five years and three months from the date of submitting the letter of guarantee | | | | |

Calculation table of the ratio of payments by installments and the balance ratio of the payable interest of the winning bid (four-year period)

| Payment year | X | X+1 | X+2 | X+3 |
|---|---|---|---|---|
| Payment ratio(%) | 25 | 25 | 25 | 25 |
| Balance ratio of interest payable(%) | 100 | 75 | 50 | 25 |
| Guarantee period | Four years and three months from the date of submitting the letter of guarantee | | | |

Calculation Table of the ratio of payments by installments and the balance ratio of the payable interest of the winning bid (three-year period)

| Payment year | X | X+1 | X+2 |
|---|---|---|---|
| Payment ratio(%) | 33.34 | 33.33 | 33.33 |
| Balance ratio of interest payable(%) | 100 | 66.66 | 33.33 |
| Guarantee period | Three years and three months from the date of submitting the letter of guarantee | | |

Calculation Table of the ratio of payments by installments and the balance ratio of the payable interest of the winning bid (two-year period)

| Payment year | X | X+1 |
|---|---|---|
| Payment ratio(%) | 50 | 50 |
| Balance ratio of interest payable(%) | 100 | 50 |
| Guarantee period | Two years and three months from the date of submitting the letter of guarantee | |

Note:

Payment year: X refers to the next year following the payment deadline stipulated in Subparagraph 1, Paragraph 3 of Article 36.

Payment ratio (%): refers to the percentage of the balance of the winning bid payable deducting the sum of the auction reserve prices.

Balance ratio of interest payable (%): refers to the percentage of the balance of the winning bid bearing interest payable deducting the sum of the auction reserve prices.

Those winning bidders adopting the installment method can prepay the winning bid. An example of its payment method is as follows:

When operator Alpha is awarded with frequency A at the price of NT$3 billion, frequency B at the price of NT$2 billion, and frequency C at the price of NT$1 billion, the total of its winning bids is

NT$6 billion. It must pay the reserve price of NT$3 billion within the prescribed time limit (assuming the reserve prices are NT$1.5, NT$1, and NT$0.5 billion, respectively, and the amount of the unpaid balance of the total winning bid deducting the sum of the reserve prices is NT$3 billion.

If it is divided into five years for a total of five payments in accordance with the attached table, the annual installment amount is NT$600 million (as shown in Table 1) and the interest on the remaining unpaid balance of the winning bid in the previous year deducting the reserve price and the paid annual installment amount.

If it is divided into four years for a total of four payments in accordance with the attached table, the annual installment amount is NT$750 million (as shown in Table 2) and the interest on the remaining unpaid balance of the winning bid in the previous year deducting the reserve price and the paid annual installment amount.

If it is divided into three years for a total of three payments in accordance with the attached table, the annual installment amount is NT$1 billion (as shown in Table 3) and the interest on the remaining unpaid balance of the winning bid in the previous year deducting the reserve price and the paid annual installment amount.

If it is divided into two years for a total of two payments in accordance with the attached table, the annual installment amount is NT$1.5 billion (as shown in Table 4) and the interest on the remaining unpaid balance of the winning bid in the previous year deducting the reserve price and the paid annual installment amount.

Trial calculation of the annual installment amount (five-year period)        Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|
| Installment amount | 6 | 6 | 6 | 6 | 6 |
| Note: The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount. | | | | | |

Table 2: Trial calculation of the annual installment amount (four-year period)

Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 | 2024 |
|---|---|---|---|---|
| Installment amount | 7.5 | 7.5 | 7.5 | 7.5 |
| Note: The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount. | | | | |

Table 3: Trial calculation of the annual installment amount (three-year period)

Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 |
|---|---|---|---|
| Installment amount | 10 | 10 | 10 |
| Note: The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount. | | | |

Table 4: Trial calculation of the annual installment amount (two-year period)

Unit: 100 million TWD

| Payment year | 2021 | 2022 |
|---|---|---|
| Installment amount | 15 | 15 |
| Note: The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount. | | |

Example 1: Prepaying the winning bid

1. If operator Alpha pays in five installments over five years, and operator Alpha intends to prepay the winning bid on October 1, 2022: Operator Alpha pays NT$1 billion on October 1, 2022. The prepayment will be deducted from the last period, with a total of 1 period (2025) to be deducted, and in addition the 2025 amount payable of NT$400 million can be deducted. That is, since 2023, operator Alpha still needs to pay the amount of NT$600 million according to the attached table, and the remaining amount of NT$ 200 million shall be paid in 2024. The interest of each installment balance should still be paid according to the regulations.

Table 5: Trial calculation of the annual installment amount (five-year period)

Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|
| Installment amount | 6 | 6 | 6 | 2 | 0 |
| Note: | | | | | |

Note:

1. The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount.
2. The amount payable in 2025 is zero (NT$1 billion deducts a total of NT$ 600 million for one year, with a balance overpaid of NT$400 million).
3. The amount payable in 2024 is NT$200 million (the original amount payable is NT$600 million. After deducting NT$400 million overpaid, there is still NT$200 million unpaid remaining).

2. If operator Alpha pays in four installments over four years, and operator Alpha intends to prepay the winning bid on October 1, 2022: Operator Alpha pays NT$1 billion on October 1, 2022. The prepayment will be deducted from the last period, with a total of 1 period (2024) to be deducted, and in addition the 2023 amount payable of NT$250 million can be deducted. That is, since 2022, operator Alpha still needs to pay the amount of NT$750 million according to the attached table, and the remaining amount of NT$ 500 million shall be paid in 2023. The interest of each installment balance should still be paid according to the regulations.

Table 6: Trial calculation of the annual installment amount (four-year period)

Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 | 2024 |
|---|---|---|---|---|
| Installment amount | 7.5 | 7.5 | 5 | 0 |
| Note: | | | | |

Note:

1. The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount.
2. The amount payable in 2024 is zero (NT$1 billion deducts a total of NT$ 750 million for one year, with a balance overpaid of NT$250 million).
3. The amount payable in 2023 is NT$500 million (the original amount payable is NT$750

> million. After deducting NT$250 million overpaid, there is still NT$500 million unpaid remaining).

3. If operator Alpha pays in three installments over three years, and operator Alpha intends to prepay the winning bid on October 1, 2022: Operator Alpha pays NT$1 billion on October 1, 2022. The prepayment will be deducted from the last period, with a total of 1 period (2023) to be deducted, That is, since 2022, operator Alpha still needs to pay the amount of NT$1 billion according to the attached table, and the remaining amount of NT$ 0 shall be paid in 2023. The interest of each installment balance should still be paid according to the regulations

Table 7: Trial calculation of the annual installment amount (three-year period)

Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 |
|---|---|---|---|
| Installment amount | 10 | 10 | 0 |
| Note: 1. The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount. 2. The amount payable in 2023 is zero (NT$1 billion deducts a total of NT$ 1 billion for one year). | | | |

Example 2: Frequency usage right of the assigned frequency

1. If operator Alpha pays in five installments over five years, and operator Alpha pays the remaining balance for the frequency B in one lump sum on October 1, 2022, in order to assign the frequency usage right of frequency B, the remaining balance for frequency B and the installment payment from the next year are calculated as follows:

Calculation of the remaining balance for frequency B:

The amount for frequency B from 2023 to 2025 is (20-10) ÷ 5 (years) X 3 (periods) = 6 (100 million New Taiwan dollars)

Since the reserve price of NT$1 billion for frequency B has been paid in full by operator Alpha within 30 days from the date the competent authority announces the list of winning bidders, the remaining balance is NT$1 billion. It is originally to be paid in five years, that is, by NT$200 million per year. If operator Alpha intends to pay the winning bid for frequency B in full on October 1, 2022, the amount payable on October 1, 2022 is NT$600 million, because the amount payable for 2021 and 2022 of NT$200 million each has been paid already. The prepayment will be deducted from the last period, and a total of 1 period (2025) can be deducted.

Table 8: Trial calculation of the annual installment amount (five-year period)
 Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|
| Installment amount | 6 | 6 | 6 | 6 | 0 |
| Note:<br>1. The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount.<br>2. Operator Alpha assigns the frequency usage right of frequency B on October 1, 2022, and the remaining balance payable for frequency B is calculated to be NT$ 600 million.<br>3. The payment method of NT$ 600 million in the preceding paragraph is the same as example 1, that is, NT$600 million is operator Alpha's prepayment. Therefore, the amount payable in 2025 is 0 (The NT$600 million overpayment deducts the NT$600 million payable). It shall be continued in the same manner for the rest.<br>4. Those assigning frequencies in accordance with Article 81 or Article 82 shall handle the matter in accordance with this example. | | | | | |

2. If operator Alpha pays in four installments over four years, and operator Alpha pays the remaining balance for the frequency B in one lump sum on October 1, 2022, in order to assign the frequency usage right of frequency B, the remaining balance for frequency B and the installment payment from the next year are calculated as follows:

Calculation of the remaining balance for frequency B:

The amount for frequency B from 2023 to 2024 is (20-10) ÷ 4 (years) X 2 (periods) = 5 (100 million New Taiwan dollars)

Since the reserve price of NT$1 billion for frequency B has been paid in full by operator Alpha within 30 days from the date the competent authority announces the list of winning bidders, the remaining balance is NT$1 billion. It is originally to be paid in four years, that is, by NT$250 million per year. If operator Alpha intends to pay the winning bid for frequency B in full on October 1, 2022, the amount payable on October 1, 2022 is NT$750 million, because the amount payable for 2021 and 2022 of NT$250 million each has been paid already. The prepayment will be deducted from the last period, and a total of NT$500 million for 1 period (2024) can be deducted.

Table 9: Trial calculation of the annual installment amount (four-year period)

Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 | 2024 |
|---|---|---|---|---|
| Installment amount | 7.5 | 7.5 | 7.5 | 2.5 |
| Note:<br>1.  The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount.<br>2.  Operator Alpha assigns the frequency usage right of frequency B on October 1, 2022, and the remaining balance payable for frequency B is calculated to be NT$ 500 million.<br>3.  The payment method of NT$ 500 million in the preceding paragraph is the same as example 1, that is, NT$500 million is operator Alpha's prepayment. Therefore, the amount payable in 2024 is NT$250 million (The NT$500 million overpayment deducts the NT$750 million payable). It shall be continued in the same manner for the rest.<br>4.  Those assigning frequencies in accordance with Article 81 or Article 82 shall handle the matter in accordance with this example. | | | | |

3.    If operator Alpha pays over three installments in three years, and operator Alpha pays the remaining balance for the frequency B in one lump sum on October 1, 2022, in order to assign the frequency usage right of frequency B, the remaining balance for frequency B and the installment payment from the next year are calculated as follows:

Calculation of the remaining balance for frequency B:

The amount for frequency B for 2023 is (20-10) ÷ 3 (years) X 1 (period) = 3.33 (100 million New Taiwan dollars)

Since the reserve price of NT$1 billion for frequency B has been paid in full by operator Alpha within 30 days from the date the competent authority announces the list of winning bidders, the

remaining balance is NT$1 billion. It is originally to be paid over three years, that is, by NT$333 million per year. If operator Alpha intends to pay the winning bid for frequency B in full on October 1, 2022, the amount payable on October 1, 2022 is NT$1 billion, because the amount payable for 2021 and 2022 of NT$333 million each has been paid already. The prepayment will be deducted from the last period, and a total of NT$333 million for 1 period (2023) can be deducted.

Table 10: Trial calculation of the annual installment amount (three-year period)
Unit: 100 million TWD

| Payment year | 2021 | 2022 | 2023 |
|---|---|---|---|
| Installment amount | 10 | 10 | 6.67 |
| Note: | | | |

Note:
1. The interest on the remaining unpaid balance of the previous year's winning bid shall be added to the installment amount.
2. Operator Alpha assigns the frequency usage right of frequency B on October 1, 2022, and the remaining balance payable on frequency B is calculated to be NT$ 333 million.
3. The payment method of NT$ 333 million in the preceding paragraph is the same as example 1, that is, NT$333 million is operator Alpha's prepayment. Therefore, the amount payable in 2023 is NT$667 million (The NT$333 million overpayment deducts the NT$1 billion payable). It shall be continued in the same manner for the rest.
4. Those assigning frequencies in accordance with Article 81 or Article 82 shall handle the matter in accordance with this example.

[Explanation of amendment] In order to comply with the financial practice, the guarantee period for the domestic bank's Letter of Guarantee for Performance Bond is shortened to less than or equal to five years and three months, and to be line with the change, the installment periods for the winning bid are adjusted to two to five years, and thus Annexed table 2 has been revised.