

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Far Eastern International Bank		2 Issuer's employer identification number (EIN)	
3 Name of contact for additional information Chih-Chang Wu	4 Telephone No. of contact +886 2 2378 6868 , 5118	5 Email address of contact ccwu@feib.com.tw	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 26,27/F No. 207, Tun Hwa S. Road, Sec.2		7 City, town, or post office, state, and Zip code of contact Taipei, Taiwan, R.O.C	
8 Date of action September 17, 2014		9 Classification and description Global Depository Shares ("GDSs") and Common Shares ("Shares")	
10 CUSIP number 30733T107 / 30733T206	11 Serial number(s) TW0002845005	12 Ticker symbol FAR1 LX / FAR2 LX / 2845 TT	13 Account number(s)

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ **On July 15, 2014, the Company announced a stock distribution whereby holders of Common Shares (the "Shares") would receive 44.90 new Shares for every 1000 existing Shares held as of the applicable record date and holders of GDSs would receive 4.49 new GDSs for every 100 existing GDSs held as of the applicable record date. The record date for holders of Shares was August 06, 2014. The record date for holders of GDSs was August 5, 2014. The effective date for holders of Shares was September 10, 2014 while the effective date for holders of GDSs was September 17, 2014.**

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ **As required by Code Section 307(a), and the U.S. Treasury regulations thereunder, the U.S. tax basis of the Shares previously held by each U.S. holder of Shares (or GDSs) should be allocated between the holder's existing Shares (or GDSs) and the new Shares (or GDSs) received in the distribution based on their respective fair market. The Company has determined that the fair market value of each GDSs as \$6.93 on the GDS effective date. Each holder of Shares (or holders of GDSs) should allocate 95.70294% of its basis in each existing Shares (or GDSs) on the effective date.**

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶
Please refer to item 15.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
Please refer to item 15.

Blank lines for listing Internal Revenue Code sections.

18 Can any resulting loss be recognized? ▶ For U.S. federal income tax purposes, the Organization Action will not result in any tax loss for any holders of Shares or GDSs.

Blank lines for providing information regarding loss recognition.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The reportable taxable year is 2014.

Blank lines for providing other information necessary for the adjustment.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here
Signature ▶ Shinhwa Chou Date ▶ 10/29/14
Print your name ▶ Shinhwa Chou Title ▶ Special Assistant

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶				Firm's EIN ▶
	Firm's address ▶				Phone no.