

**Financial Statement – Balance Sheet**

Provided by: TAITA CHEMICAL COMPANY, LIMITED  
Financial year: Yearly  
Unit : NT\$ thousand

Accounting Title	2006/12/31		2005/12/31	
	Amount	%	Amount	%
<b>Assets</b>				
<b>Current Assets</b>				
Cash and cash equivalents	1,311,415.00	17.02	183,639.00	2.64
Financial assets measured at fair value through profit or loss - current	713,579.00	9.26	1,145,891.00	16.49
Available-for-sale financial assets - current	5,741.00	0.07	2,723.00	0.03
Notes receivable - net	162,916.00	2.11	230,979.00	3.32
Accounts receivable - net	916,831.00	11.90	1,142,085.00	16.44
Other receivables	100,885.00	1.30	37,273.00	0.53
Other receivables - related parties	10,382.00	0.13	9,694.00	0.13
Inventories	1,177,089.00	15.28	993,188.00	14.30
Other current assets	26,252.00	0.34	21,347.00	0.30
<b>Current assets</b>	<b>4,425,090.00</b>	<b>57.46</b>	<b>3,766,819.00</b>	<b>54.23</b>
<b>Funds and Investments</b>				
Financial assets measured at fair value through profit or loss - non current	54,905.00	0.71	0.00	0.00
Available-for-sale financial assets - non current	95,028.00	1.23	78,587.00	1.13
Financial assets carried at cost - non current	10,000.00	0.12	10,000.00	0.14
Equity investments under equity method	1,171,507.00	15.21	959,530.00	13.81
<b>Investments</b>	<b>1,171,507.00</b>	<b>15.21</b>	<b>959,530.00</b>	<b>13.81</b>
Funds and long-term investments	1,331,440.00	17.28	1,048,117.00	15.09
<b>Fixed Assets</b>				
<b>Cost</b>				
Land	255,269.00	3.31	255,269.00	3.67
Buildings and structures	592,719.00	7.69	579,177.00	8.33
Machinery and equipment	2,788,991.00	36.21	2,753,405.00	39.64
Transportation equipment	23,908.00	0.31	24,258.00	0.34
Other facilities	218,170.00	2.83	211,706.00	3.04
Revaluation increment	381,360.00	4.95	381,360.00	5.49
Cost and revaluation increment	4,260,417.00	55.32	4,205,175.00	60.54
Accumulated depreciation	-2,829,561.00	-36.74	-2,654,859.00	-38.22
Construction in process and prepayment for equipments	39,816.00	0.51	63,226.00	0.91
<b>Fixed assets</b>	<b>1,470,672.00</b>	<b>19.09</b>	<b>1,613,542.00</b>	<b>23.23</b>
<b>Intangible Assets</b>				
Deferred pension cost	15,532.00	0.20	18,638.00	0.26
Intangible assets	15,532.00	0.20	18,638.00	0.26
<b>Other Assets</b>				
Rental assets	102,070.00	1.32	99,970.00	1.43
Deferred charges	147,550.00	1.91	188,964.00	2.72
Long-term notes and accounts receivable - related parties	108,378.00	1.40	119,888.00	1.72
Deferred income tax assets - non current	80,606.00	1.04	68,889.00	0.99
Other assets - other	19,814.00	0.25	20,174.00	0.29
Other assets	458,418.00	5.95	497,885.00	7.16
<b>Assets</b>	<b>7,701,152.00</b>	<b>100.00</b>	<b>6,945,001.00</b>	<b>100.00</b>
<b>Liabilities and Stockholders' Equity</b>				
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Short-term borrowings	330,750.00	4.29	0.00	0.00
Financial liabilities measured at fair value through profit or loss - current	787.00	0.01	202.00	0.00
Accounts payable	656,971.00	8.53	540,592.00	7.78

Accounts payable - related parties	172,162.00	2.23	20,571.00	0.29
Income tax payable	7,988.00	0.10	17,961.00	0.25
Accrued expenses	95,960.00	1.24	98,667.00	1.42
Other payables - related parties	13,934.00	0.18	19,228.00	0.27
Long-term liabilities - current portion	440,000.00	5.71	0.00	0.00
Other current liabilities	9,744.00	0.12	17,324.00	0.24
Current liabilities	1,728,296.00	22.44	714,545.00	10.28
Long term Liabilities				
Bonds payable	1,360,000.00	17.65	1,800,000.00	25.91
Long-term liabilities	1,360,000.00	17.65	1,800,000.00	25.91
Reserves				
Reserve for land revaluation increment tax	143,860.00	1.86	143,860.00	2.07
Reserves	143,860.00	1.86	143,860.00	2.07
Other Liabilities				
Pension reserve / accrued pension liability	392,812.00	5.10	359,501.00	5.17
Guarantee deposits received	70.00	0.00	70.00	0.00
Other liabilities	392,882.00	5.10	359,571.00	5.17
Liabilities	3,625,038.00	47.07	3,017,976.00	43.45
Stockholders' Equity				
Capital				
Common stock	2,705,005.00	35.12	2,705,005.00	38.94
Capital Surplus				
Capital surplus - additional paid-in capital	323,738.00	4.20	323,738.00	4.66
Capital surplus - other	11,724.00	0.15	11,724.00	0.16
Capital surplus	335,462.00	4.35	335,462.00	4.83
Retained Earnings				
Legal reserve	526,297.00	6.83	519,933.00	7.48
Special reserve	62,920.00	0.81	47,568.00	0.68
Unappropriated retained earnings	164,577.00	2.13	78,766.00	1.13
Retained earnings	753,794.00	9.78	646,267.00	9.30
Stockholders' Equity and Other adjustmen				
Cumulative translation adjustments	34,136.00	0.44	11,982.00	0.17
Net loss not recognized as pension cost	-114,509.00	-1.48	-112,250.00	-1.61
Unrealized gains (losses) on financial instruments	21,667.00	0.28	0.00	0.00
Unrealized Revaluation Increment	340,559.00	4.42	340,559.00	4.90
Equity adjustments	281,853.00	3.65	240,291.00	3.45
Stockholders' equity	4,076,114.00	52.92	3,927,025.00	56.54
Number of treasury stock acquired by the company and subsidiaries (unit: share)	0.00	0.00	0.00	0.00