

**Financial Statement – Income Statement**

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

Accounting Title	2007/03/31		2006/03/31	
	Amount	%	Amount	%
Sales	2,380,619.00	100.35	2,104,188.00	100.30
Sales discounts and allowances	8,408.00	0.35	6,430.00	0.30
Sales	2,372,211.00	100.00	2,097,758.00	100.00
Operating income	2,372,211.00	100.00	2,097,758.00	100.00
Cost of sales	2,278,970.00	96.06	1,977,723.00	94.27
Operating costs	2,278,970.00	96.06	1,977,723.00	94.27
Gross profit (loss) from operations	93,241.00	3.93	120,035.00	5.72
Selling expense	79,718.00	3.36	80,021.00	3.81
General and administrative expenses	25,062.00	1.05	24,705.00	1.17
Operating expenses	104,780.00	4.41	104,726.00	4.99
Operating income (loss)	-11,539.00	-0.48	15,309.00	0.72
Non-Operating Income				
Interest income	5,102.00	0.21	428.00	0.02
Gains on sale of investments	29,726.00	1.25	0.00	0.00
Foreign exchange gains	2,022.00	0.08	0.00	0.00
Rent income	8,671.00	0.36	8,626.00	0.41
Revaluation gain on financial assets	6,278.00	0.26	8,653.00	0.41
Revaluation gain on financial liabilities	0.00	0.00	0.00	0.00
Miscellaneous income	351.00	0.01	2,311.00	0.11
Non-operating revenues and gains	52,150.00	2.19	20,018.00	0.95
Non-Operating Expenses				
Interest expense	14,563.00	0.61	12,797.00	0.61
Losses from long-term equity investments under the equity method	30,410.00	1.28	12,380.00	0.59
Investment loss	30,410.00	1.28	12,380.00	0.59
Loss on sale of investments	0.00	0.00	10,660.00	0.50
Foreign exchange losses	0.00	0.00	13,327.00	0.63
Loss on inventory valuation and obsolescence	8,308.00	0.35	34.00	0.00
Financial expense	3,579.00	0.15	4,313.00	0.20
Revaluation loss on financial liabilities	2,778.00	0.11	850.00	0.04
Miscellaneous disbursements	2,051.00	0.08	1,928.00	0.09
Non-operating expenses and losses	61,689.00	2.60	56,289.00	2.68
Income from continuing operations before income tax	-21,078.00	-0.88	-20,962.00	-0.99
Income tax expense (benefit)	-1,956.00	-0.08	-5,645.00	-0.26
Income from continuing operations	-19,122.00	-0.80	-15,317.00	-0.73
Cumulative effect of changes in accounting principle	0.00	0.00	2,543.00	0.12
Net income (loss)	-19,122.00	-0.80	-12,774.00	-0.60
Primary Earnings per Share				
Primary earnings per share	-0.07	0.00	-0.05	0.00
Diluted earnings per share				