

**Financial Statement – Balance Sheet**

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

| Accounting Title                                                             | 2008/03/31          |               | 2007/03/31          |               |
|------------------------------------------------------------------------------|---------------------|---------------|---------------------|---------------|
|                                                                              | Amount              | %             | Amount              | %             |
| <b>Assets</b>                                                                |                     |               |                     |               |
| <b>Current Assets</b>                                                        |                     |               |                     |               |
| Cash and cash equivalents                                                    | 175,373.00          | 2.30          | 711,881.00          | 8.91          |
| Financial assets measured at fair value through profit or loss - current     | 356,534.00          | 4.67          | 567,979.00          | 7.11          |
| Notes receivable - net                                                       | 70,613.00           | 0.92          | 161,520.00          | 2.02          |
| Accounts receivable - net                                                    | 1,150,471.00        | 15.09         | 1,122,991.00        | 14.06         |
| Other receivables                                                            | 58,485.00           | 0.76          | 47,269.00           | 0.59          |
| Other receivables - related parties                                          | 8,658.00            | 0.11          | 13,769.00           | 0.17          |
| Inventories                                                                  | 1,392,046.00        | 18.26         | 1,478,087.00        | 18.51         |
| Other current assets                                                         | 85,612.00           | 1.12          | 74,941.00           | 0.93          |
| Current assets                                                               | 3,297,792.00        | 43.27         | 4,178,437.00        | 52.35         |
| <b>Funds and Investments</b>                                                 |                     |               |                     |               |
| Financial assets measured at fair value through profit or loss - non current | 143,147.00          | 1.87          | 54,938.00           | 0.68          |
| Available-for-sale financial assets - non current                            | 234,645.00          | 3.07          | 103,697.00          | 1.29          |
| Financial assets carried at cost - non current                               | 10,000.00           | 0.13          | 10,000.00           | 0.12          |
| Equity investments under equity method                                       | 2,404,374.00        | 31.55         | 1,485,596.00        | 18.61         |
| Investments                                                                  | 2,404,374.00        | 31.55         | 1,485,596.00        | 18.61         |
| Funds and long-term investments                                              | 2,792,166.00        | 36.64         | 1,654,231.00        | 20.72         |
| <b>Fixed Assets</b>                                                          |                     |               |                     |               |
| <b>Cost</b>                                                                  |                     |               |                     |               |
| Land                                                                         | 255,269.00          | 3.34          | 255,269.00          | 3.19          |
| Buildings and structures                                                     | 592,181.00          | 7.77          | 592,719.00          | 7.42          |
| Machinery and equipment                                                      | 2,717,916.00        | 35.66         | 2,791,643.00        | 34.97         |
| Transportation equipment                                                     | 22,944.00           | 0.30          | 23,018.00           | 0.28          |
| Other facilities                                                             | 218,826.00          | 2.87          | 217,911.00          | 2.73          |
| Revaluation increment                                                        | 381,360.00          | 5.00          | 381,360.00          | 4.77          |
| Cost and revaluation increment                                               | 4,188,496.00        | 54.96         | 4,261,920.00        | 53.39         |
| Accumulated depreciation                                                     | -3,006,267.00       | -39.45        | -2,874,389.00       | -36.01        |
| Construction in process and prepayment for equipments                        | 37,675.00           | 0.49          | 38,346.00           | 0.48          |
| Fixed assets                                                                 | 1,219,904.00        | 16.00         | 1,425,877.00        | 17.86         |
| <b>Intangible Assets</b>                                                     |                     |               |                     |               |
| Deferred pension cost                                                        | 12,426.00           | 0.16          | 15,532.00           | 0.19          |
| Intangible assets                                                            | 12,426.00           | 0.16          | 15,532.00           | 0.19          |
| <b>Other Assets</b>                                                          |                     |               |                     |               |
| Rental assets                                                                | 98,575.00           | 1.29          | 101,257.00          | 1.26          |
| Idled assets                                                                 | 56,380.00           | 0.73          | 19,489.00           | 0.24          |
| Guarantee deposits paid                                                      | 66.00               | 0.00          | 68.00               | 0.00          |
| Deferred charges                                                             | 93,733.00           | 1.23          | 137,830.00          | 1.72          |
| Long-term notes and accounts receivable - related parties                    | 0.00                | 0.00          | 108,551.00          | 1.36          |
| Deferred income tax assets - non current                                     | 49,070.00           | 0.64          | 89,920.00           | 1.12          |
| Other assets - other                                                         | 0.00                | 0.00          | 250,277.00          | 3.13          |
| Other assets                                                                 | 297,824.00          | 3.90          | 707,392.00          | 8.86          |
| <b>Assets</b>                                                                | <b>7,620,112.00</b> | <b>100.00</b> | <b>7,981,469.00</b> | <b>100.00</b> |
| <b>Liabilities and Stockholders' Equity</b>                                  |                     |               |                     |               |
| <b>Liabilities</b>                                                           |                     |               |                     |               |
| <b>Current Liabilities</b>                                                   |                     |               |                     |               |
| Short-term borrowings                                                        | 346,848.00          | 4.55          | 261,686.00          | 3.27          |
| Short-term notes and bills payable                                           | 99,730.00           | 1.30          | 0.00                | 0.00          |
|                                                                              | 7,850.00            | 0.10          | 0.00                | 0.00          |

|                                                                                 |              |       |              |       |
|---------------------------------------------------------------------------------|--------------|-------|--------------|-------|
| Financial liabilities measured at fair value through profit or loss - current   |              |       |              |       |
| Accounts payable                                                                | 755,746.00   | 9.91  | 951,107.00   | 11.91 |
| Accounts payable - related parties                                              | 24,721.00    | 0.32  | 186,548.00   | 2.33  |
| Income tax payable                                                              | 33,254.00    | 0.43  | 19,756.00    | 0.24  |
| Accrued expenses                                                                | 117,200.00   | 1.53  | 110,938.00   | 1.38  |
| Other payables - related parties                                                | 6,765.00     | 0.08  | 21,418.00    | 0.26  |
| Long-term liabilities - current portion                                         | 790,000.00   | 10.36 | 440,000.00   | 5.51  |
| Other current liabilities                                                       | 4,766.00     | 0.06  | 3,308.00     | 0.04  |
| Current liabilities                                                             | 2,186,880.00 | 28.69 | 1,994,761.00 | 24.99 |
| Long term Liabilities                                                           |              |       |              |       |
| Bonds payable                                                                   | 570,000.00   | 7.48  | 1,360,000.00 | 17.03 |
| Long-term liabilities                                                           | 570,000.00   | 7.48  | 1,360,000.00 | 17.03 |
| Reserves                                                                        |              |       |              |       |
| Reserve for land revaluation increment tax                                      | 143,860.00   | 1.88  | 143,860.00   | 1.80  |
| Reserves                                                                        | 143,860.00   | 1.88  | 143,860.00   | 1.80  |
| Other Liabilities                                                               |              |       |              |       |
| Pension reserve / accrued pension liability                                     | 409,120.00   | 5.36  | 400,896.00   | 5.02  |
| Guarantee deposits received                                                     | 70.00        | 0.00  | 70.00        | 0.00  |
| Other liabilities                                                               | 409,190.00   | 5.36  | 400,966.00   | 5.02  |
| Liabilities                                                                     | 3,309,930.00 | 43.43 | 3,899,587.00 | 48.85 |
| Stockholders' Equity                                                            |              |       |              |       |
| Capital                                                                         |              |       |              |       |
| Common stock                                                                    | 2,705,005.00 | 35.49 | 2,705,005.00 | 33.89 |
| Capital Surplus                                                                 |              |       |              |       |
| Capital surplus - additional paid-in capital                                    | 323,738.00   | 4.24  | 323,738.00   | 4.05  |
| Capital surplus - other                                                         | 14,279.00    | 0.18  | 11,623.00    | 0.14  |
| Capital surplus                                                                 | 338,017.00   | 4.43  | 335,361.00   | 4.20  |
| Retained Earnings                                                               |              |       |              |       |
| Legal reserve                                                                   | 537,027.00   | 7.04  | 526,297.00   | 6.59  |
| Special reserve                                                                 | 58,706.00    | 0.77  | 62,920.00    | 0.78  |
| Unappropriated retained earnings                                                | 343,535.00   | 4.50  | 145,431.00   | 1.82  |
| Retained earnings                                                               | 939,268.00   | 12.32 | 734,648.00   | 9.20  |
| Stockholders' Equity and Other adjustmen                                        |              |       |              |       |
| Cumulative translation adjustments                                              | 11,709.00    | 0.15  | 55,249.00    | 0.69  |
| Net loss not recognized as pension cost                                         | -88,044.00   | -1.15 | -114,461.00  | -1.43 |
| Unrealized gains (losses) on financial instruments                              | 124,957.00   | 1.63  | 25,521.00    | 0.31  |
| Unrealized Revaluation Increment                                                | 279,270.00   | 3.66  | 340,559.00   | 4.26  |
| Equity adjustments                                                              | 327,892.00   | 4.30  | 306,868.00   | 3.84  |
| Stockholders' equity                                                            | 4,310,182.00 | 56.56 | 4,081,882.00 | 51.14 |
| Number of treasury stock acquired by the company and subsidiaries (unit: share) | 0.00         | 0.00  | 0.00         | 0.00  |