

GLORIA MATERIAL TECHNOLOGY CO., LTD.
STATEMENTS OF INCOME
For the Three Months Ended March 31, 2009 and 2008
(Amounts Expressed in Thousands of New Taiwan Dollars)

	2009		2008	
	Amounts	%	Amounts	%
GROSS	\$ 1,454,369	101	\$ 2,677,592	100
Less: sales return	(6,322)	-	(5,551)	-
Less: sales allowance	(8,541)	(1)	(4,496)	-
NET SALES	1,439,506	100	2,667,545	100
COST OF GOODS SOLD	(1,449,431)	(101)	(2,199,538)	(82)
GROSS PROFIT	(9,925)	(1)	468,007	18
Unrealized intercompany profit	(70,709)	(5)	(76,852)	(3)
Realized intercompany profit	70,709	5	65,053	2
REALIZED GROSS PROFIT	(9,925)	(1)	456,208	17
OPERATING EXPENSES				
Selling	(55,328)	(4)	(96,148)	(3)
General and administrative	(25,285)	(2)	(49,231)	(2)
Research and development	(16,041)	(1)	(25,486)	(1)
Total operating expenses	(96,654)	(7)	(170,865)	(6)
OPERATING INCOME	(106,579)	(8)	285,343	11
NON-OPERATING INCOME AND GAIN				
Interest income	21	-	109	-
Gain for evaluation of financial assets-net	1,673	-	10,914	1
Investment income recognized under equity method-net	-	-	4,708	-
Gain on disposal of assets	850	-	846	-
Gain on disposal of investments	144	-	-	-
Exchange gain-net	10,034	1	-	-
Other income and gain	10,688	1	8,729	-
Total non-operating income and gain	23,410	2	25,306	2
NON-OPERATING EXPENSES AND LOSSES				
Interest expense	(27,355)	(2)	(33,832)	(2)
Investment loss recognized under equity method-net	(1,832)	-	-	-
Exchange loss-net	-	-	(3,947)	-
Loss on disposal of assets	(2)	-	(655)	-
Other expenses and losses	(24,214)	(2)	(3,560)	-
Total non-operating expenses and losses	(53,403)	(4)	(41,994)	(2)
INCOME (LOSS) BEFORE INCOME TAX	(136,572)	(10)	268,655	10
INCOME TAX BENEFIT (EXPENSE)	27,330	2	(67,163)	(2)
NET INCOME (LOSS)	\$ (109,242)	(8)	\$ 201,492	8
	Income	Income	Income	Income
EARNINGS PER SHARE	before tax	after tax	before tax	after tax
Basic earnings per share	\$ (0.47)	\$ (0.37)	\$ 0.90	\$ 0.67
Diluted earnings per share	\$ (0.47)	\$ (0.37)	\$ 0.82	\$ 0.63

See accompanying notes to financial statements.