

GLORIA MATERIAL TECHNOLOGY CO., LTD.  
BALANCE SHEETS  
September 30, 2007 and 2006  
(In Thousands of New Taiwan Dollars, Except Par Value)  
(Reviewed, Not Audited)

ASSETS	September 30				LIABILITIES AND SHAREHOLDERS' EQUITY	September 30			
	2007		2006			2007		2006	
	Amounts	%	Amounts	%	Amounts	%	Amounts	%	
<b>CURRENT ASSETS</b>					<b>CURRENT LIABILITIES</b>				
Cash and equivalents ( Notes 2 and 4 )	\$ 193,758	1	\$ 228,979	3	Short-term debts ( Notes 16 )	\$ 1,509,415	12	\$ 840,908	10
Available-for-sale financial assets - current ( Notes 2 and 6 )	8,000	-	-	-	Short-term notes and bills payable ( Notes 17 )	339,570	3	304,550	4
Notes receivable, net ( Notes 2 and 7 )	146,661	1	80,643	1	The deviation of fair value classified in terms of loss and profit of financial liabilities - current ( Notes 2 and 5 )	155,056	1	76	-
Accounts receivable, net ( Notes 2 and 8 )	1,628,269	13	1,046,634	12	Accounts payable	354,255	3	265,224	3
Accounts receivable from related parties, net ( Notes 2 and 27 )	223,469	2	103,354	1	Accounts payable to related parties ( Notes 27 )	25,571	-	4,357	-
Other receivables ( Notes 27 )	91,329	1	88,051	1	Income taxes payable	245,120	2	209,462	2
Inventories ( Notes 2 and 9 )	3,624,484	29	2,269,362	26	Accrued expenses	289,735	2	211,779	2
Prepaid expenses	1,246	-	2,193	-	Other payables	67,996	1	50,140	1
Prepayments	80,809	1	29,197	-	Advance receipts	34,063	-	12,062	-
Deferred income tax assets - current ( Notes 2 and 24 )	7,032	-	19,559	-	Current portion of long-term liabilities ( Notes 18 )	400,000	3	250,000	3
Restricted assets ( Notes 10 and 28 )	-	-	301	-	Other current liabilities	1,645	-	2,221	-
Total Current Assets	6,005,057	48	3,868,273	44	Total Current Liabilities	3,422,426	27	2,150,779	25
<b>LONG-TERM INVESTMENTS</b>					<b>LONG-TERM LIABILITIES</b>				
Financial asset carried at cost-noncurrent ( Notes 2 and 11 )	35	-	-	-	Bonds payable ( Notes 19 )	1,680,402	13	97,477	1
Bond investments with no active market - noncurrent ( Notes 2 and 12 )	-	-	-	-	Long-term debts	1,593,099	13	1,593,399	18
Long-term investments accounted for using equity method ( Notes 2 and 13 )	1,384,224	11	1,044,255	12	Total Long-term Liabilities	3,273,501	26	1,690,876	19
Total long-term investments	1,384,259	11	1,044,255	12	<b>OTHER LIABILITIES</b>				
<b>PROPERTY, PLANT AND EQUIPMENT ( Notes 2, 14, 27 and 28 )</b>					Accrued pension cost ( Notes 2 and 21 )	91,292	1	82,288	1
Cost					Guaranty deposits ( Notes 27 )	6,604	-	1,039	-
Land	1,617,775	13	1,326,071	15	Deferred income tax liabilities-noncurrent ( Notes 2 and 24 )	41,417	-	46,248	-
Land improvement	3,389	-	1,089	-	Deferred credits -profit form intercompany transactions ( Notes 2 )	79,839	1	61,429	1
Buildings and structures	841,165	7	794,100	9	Total Other Liabilities	219,152	2	191,004	2
Machinery and equipment	3,593,604	28	3,265,211	37	<b>TOTAL LIABILITIES</b>	6,915,079	55	4,032,659	46
Transportation equipment	72,475	1	51,937	1	<b>SHAREHOLDERS' EQUITY ( Notes 2 and 22 )</b>				
Office equipment	23,178	-	20,484	-	Common stock-NT\$10 PAR VALUE				
Machines and tools equipment	72,823	1	72,834	1	Authorized : 450,000 thousands shares				
Leasehold improvement	310	-	310	-	Issued : 295,849 thousands shares in 2007				
Other equipment	31,471	-	30,416	1	290,027 thousands shares in 2006	2,958,486	23	2,900,265	33
	6,256,190	50	5,562,452	64	Certificates of Bond-to-Stock Conversion	18,105	-	-	-
Less: accumulated depreciation	(2,389,257)	(19)	(2,136,928)	(24)	<b>CAPITAL SURPLUS</b>				
Prepayments for construction-in-progress and equipment-in-transit	1,213,793	9	296,482	3	Paid-in capital in excess of par- common stock	150,000	1	150,000	2
Net property, plant and equipment	5,080,726	40	3,722,006	43	Paid-in capital in excess of convertible bonds	498,469	4	387,217	4
<b>INTANGIBLE ASSETS</b>					Additional paid-in capital - treasury stock transactions	170	-	170	-
Deferred pension costs ( Notes 2 )	5,194	-	6,493	-	Donated surplus	3,502	-	3,502	-
<b>OTHER ASSETS</b>					Long-term investments	8,128	-	3,680	-
Refundable deposits	7,983	-	3,981	-	Warrant	37,395	1	-	-
Deferred charges ( Notes 2 and 27 )	99,027	1	111,164	1	<b>RETAINED EARNINGS</b>				
Other assets - other ( Notes 15 )	4,477	-	2,071	-	Legal reserve	213,231	2	118,391	1
Total Other Assets	111,487	1	117,216	2	Retained earnings-unappropriated	1,505,770	12	929,352	11
<b>TOTAL ASSETS</b>	\$ 12,586,723	100	\$ 8,758,243	100	<b>OTHERS</b>				
					Cumulative translation adjustments	29,256	-	16,564	-
					Net loss not recognized as pension costs	(10,460)	-	(4,900)	-
					Unrealized loss and profit of financial assets	259,592	2	221,343	3
					Total Shareholders' Equity	5,671,644	45	4,725,584	54
					<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	\$ 12,586,723	100	\$ 8,758,243	100

The accompanying notes are an integral part of the financial statements.