

GLORIA MATERIAL TECHNOLOGY CO., LTD.
BALANCE SHEETS
September 30, 2006 and 2005
(Amounts Expressed in Thousands of New Taiwan Dollars)

ASSETS	September 30				LIABILITIES AND SHAREHOLDERS' EQUITY	September 30			
	2006		2005			2006		2005	
	Amounts	%	Amounts	%	Amounts	%	Amounts	%	
CURRENT ASSETS					CURRENT LIABILITIES				
Cash	\$ 228,979	3	\$ 56,228	1	Short-term debts	\$ 840,908	10	\$ 480,932	6
The deviation of fair value classified in terms of loss and profit of financial asset current	-	-	-	-	Short-term bills payable	304,550	4	269,381	3
Financial assets available for sale current	-	-	-	-	The deviation of fair value classified in terms of loss and profit of financial liabilities current	76	-	230	-
Notes receivable, net	80,643	1	55,064	1	Accounts payable	269,581	3	199,385	3
Notes receivable from related parties	-	-	-	-	Income taxes payable	209,462	2	154,987	2
Accounts receivable, net	1,046,634	12	1,058,843	14	Accrued expenses	211,779	2	226,522	3
Accounts receivable from related parties, net	103,354	1	148,982	2	Other payables	50,140	1	42,004	1
Other receivables	88,051	1	36,299	-	Advance receipts	12,062	-	27,915	-
Other receivables from related parties	-	-	-	-	Current portion of long-term liabilities	250,000	3	625,000	8
Inventories	2,269,362	26	2,295,978	30	Other current liabilities	2,221	-	2,150	-
Prepaid expenses	2,193	-	3,222	-	Total Current Liabilities	<u>2,150,779</u>	<u>25</u>	<u>2,028,506</u>	<u>26</u>
Prepayments	29,197	-	29,436	-					
Deferred income tax assets	19,559	-	15,079	-	LONG-TERM LIABILITIES				
Restricted assets	301	-	200	-	Bonds payable	97,477	1	767,466	10
Other current assets	-	-	-	-	Long-term debts	1,593,399	18	900,000	12
Total Current Assets	<u>3,868,273</u>	<u>44</u>	<u>3,699,331</u>	<u>48</u>	Total Long-term Liabilities	<u>1,690,876</u>	<u>19</u>	<u>1,667,466</u>	<u>22</u>
LONG-TERM INVESTMENTS					OTHER LIABILITIES				
Long-term investments in stocks	<u>1,044,255</u>	<u>12</u>	<u>487,216</u>	<u>6</u>	Accrued pension cost	82,288	1	74,073	1
					Guaranty deposits received	1,039	-	1,348	-
					Deferred income tax liabilities	46,248	-	40,377	1
					Deferred credits	61,429	1	74,979	1
					Total Other Liabilities	<u>191,004</u>	<u>2</u>	<u>190,777</u>	<u>3</u>
PROPERTY, PLANT AND EQUIPMENT					TOTAL LIABILITIES	<u>4,032,659</u>	<u>46</u>	<u>3,886,749</u>	<u>51</u>
Cost	5,858,934	67.00	5,310,191	69.00					
Less: accumulated depreciation	(2,136,928)	(24.00)	(1,941,480)	(25.00)	SHAREHOLDERS' EQUITY				
Net	<u>3,722,006</u>	<u>43.00</u>	<u>3,368,711</u>	<u>44.00</u>	Common stock	2,900,265	33	2,655,191	34
					Additional paid-in capital				
					Paid-in capital in excess of par- common stock	150,000	2	150,000	2
					Paid-in capital in excess of convertible bonds	387,217	4	209,622	3
INTANGIBLE ASSETS					Additional paid-in capital – treasury stock trans-actions	170	-	170	-
Deferred pension costs	<u>6,493</u>	-	<u>6,746</u>	-	Donated surplus	3,502	-	3,502	-
					Long-term investments	3,680	-	-	-
					Retained earnings				
OTHER ASSETS					Legal reserve	118,391	2	25,654	-
Refundable deposits	3,981	-	6,154	-	Special reserve	-	-	2,753	-
Deferred charges	111,164	1	97,108	2	Retained earnings-unappropriated	929,352	11	724,723	10
Deferred income tax assets	-	-	-	-	Cumulative translation adjustments	16,564	-	8,973	-
Other assets - other	2,071	-	2,071	-	Net loss not recognized as pension costs	(4,900)	-	-	-
Total Other Assets	<u>117,216</u>	<u>1</u>	<u>105,333</u>	<u>2</u>	Unrealized loss and profit of financial assets	221,343	3	-	-
					Treasury stock	-	-	-	-
					Total Shareholders' Equity	<u>4,725,584</u>	<u>54</u>	<u>3,780,588</u>	<u>49</u>
					TOTAL LIABILITIES AND				