

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

ASSETS	June 30				LIABILITIES AND SHAREHOLDERS' EQUITY	June 30			
	2006		2005			2006		2005	
	Amounts	%	Amounts	%	Amounts	%	Amounts	%	
<b>CURRENT ASSETS</b>					<b>CURRENT LIABILITIES</b>				
Cash	\$ 140,045	2	\$ 123,651	2	Short-term debts	\$ 664,857	8	\$ 588,168	8
The deviation of fair value classified in terms of loss and profit of financial asset current	-	-	22	-	Short-term bills payable	-	-	289,226	4
Financial assets available for sale current	5,006	-	10,000	-	The deviation of fair value classified in terms of loss and profit of financial liabilities current	-	-	559	-
Notes receivable, net	105,908	1	61,808	1	Accounts payable	229,547	3	174,964	2
Notes receivable from related parties	-	-	-	-	Income taxes payable	137,943	2	135,884	2
Accounts receivable, net	999,740	13	966,208	13	Accrued expenses	176,530	2	172,893	2
Accounts receivable from related parties, net	113,518	1	143,326	2	Other payables	670,224	9	112,489	2
Other receivables	80,526	1	27,597	-	Advance receipts	17,987	-	9,103	-
Other receivables from related parties	15,074	-	777	-	Current portion of long-term liabilities	250,000	3	525,000	7
Inventories	1,893,851	24	2,266,370	31	Other current liabilities	2,132	-	1,736	-
Prepaid expenses	5,472	-	5,264	-	Total Current Liabilities	2,149,220	27	2,010,022	27
Prepayments	52,554	1	24,814	-					
Deferred income tax assets	17,981	-	13,825	-	<b>LONG-TERM LIABILITIES</b>				
Restricted assets	315	-	4,792	-	Bonds payable	100,486	1	969,065	13
Other current assets	-	-	-	-	Long-term debts	1,186,498	15	1,000,000	14
Total Current Assets	3,429,990	43	3,648,454	49	Total Long-term Liabilities	1,286,984	16	1,969,065	27
<b>LONG-TERM INVESTMENTS</b>					<b>OTHER LIABILITIES</b>				
Long-term investments in stocks	839,027	10	432,427	6	Accrued pension cost	80,471	1	72,615	1
					Guaranty deposits received	1,048	-	1,339	-
					Deferred income tax liabilities	46,413	-	41,758	-
					Deferred credits	62,222	1	62,523	1
					Total Other Liabilities	190,154	2	178,235	2
<b>PROPERTY, PLANT AND EQUIPMENT</b>					<b>TOTAL LIABILITIES</b>	3,626,358	45	4,157,322	56
Cost	5,676,676	71.00	5,169,926	69.00					
Less: accumulated depreciation	(2,077,417)	(26.00)	(1,893,422)	(25.00)	<b>SHAREHOLDERS' EQUITY</b>				
Net	3,599,259	45.00	3,276,504	44.00	Common stock	2,898,316	36	2,536,802	34
					Additional paid-in capital				
<b>INTANGIBLE ASSETS</b>					Paid-in capital in excess of par- common stock	150,000	2	150,000	2
Deferred pension costs	6,493	-	6,746	-	Paid-in capital in excess of convertible bonds	385,909	5	124,813	2
					Additional paid-in capital – treasury stock trans-actions	170	-	170	-
<b>OTHER ASSETS</b>					Donated surplus	3,502	-	3,502	-
Refundable deposits	2,524	-	5,474	-	Long-term investments	123	-	-	-
Deferred charges	118,651	2	68,147	1	Retained earnings				
Deferred income tax assets	-	-	-	-	Legal reserve	118,391	2	25,654	-
Other assets - other	2,071	-	2,071	-	Special reserve	-	-	2,753	-
Total Other Assets	123,246	2	75,692	1	Retained earnings-unappropriated	672,546	8	441,613	6
					Cumulative translation adjustments	7,810	-	(2,806)	-
					Net loss not recognized as pension costs	(4,900)	-	-	-
					Unrealized loss and profit of financial assets	139,790	2	-	-
					Treasury stock	-	-	-	-
					Total Shareholders' Equity	4,371,657	55	3,282,501	43
					<b>TOTAL LIABILITIES AND</b>				