

# Pan Asia Chemical Corporation

## Balance Sheet

(Expressed in Thousands of New Taiwan Dollars)

Accounting Title	2007/12/31		2006/12/31	
	Amount	%	Amount	%
<b>Assets</b>				
<b>Current Assets</b>				
Cash and cash equivalents	64,527	1	107,129	2
Financial assets measured at fair value through profit or loss - current	8	0	92,316	2
Notes receivable-net	47,807	1	49,070	1
Accounts receivable-net	173,172	3	186,367	4
Other receivable	22,761	0	7,834	0
Inventories-net	187,908	3	96,871	2
Prepayments	23,610	1	10,299	0
Deferred income tax assets - current	649	0	0	0
Restricted assets - current	249,856	4	300,000	7
Total current assets	<u>770,298</u>	<u>13</u>	<u>849,886</u>	<u>18</u>
<b>Funds and Investments</b>				
Available-for-sale financial assets - non current	401,131	7	1,623,317	35
Financial assets measured at cost - non current	1,977,321	33	71,848	1
Equity investments under equity method	1,125,943	19	589,259	13
Total funds and investments	<u>3,504,395</u>	<u>59</u>	<u>2,284,424</u>	<u>49</u>
<b>Property, plant and equipment</b>				
Land	79,177	1	77,627	2
Buildings	47,985	1	47,985	1
Machinery and equipment	332,045	6	337,788	7
Transportation equipment	5,433	0	10,512	0
Office equipment	10,953	0	10,426	0
Other Facilities	88,169	1	89,236	2
Revaluation increment	190,954	3	190,954	4
Less:Accumulated depreciation	(441,954)	(7)	(448,932)	(9)
Construction in process	603,702	10	126,610	3
Total property, plant and equipment, net	<u>916,464</u>	<u>15</u>	<u>442,206</u>	<u>10</u>
<b>Other assets</b>				
Refundable deposits	137	0	548	0
Deferred charges	2,438	0	3,722	0
Deferred income tax assets - non current	55,294	1	4,882	0
Restricted assets - non current	690,000	12	1,070,000	23
Total other assets	<u>747,869</u>	<u>13</u>	<u>1,079,152</u>	<u>23</u>
<b>Total assets</b>	<u><u>5,939,026</u></u>	<u><u>100</u></u>	<u><u>4,655,668</u></u>	<u><u>100</u></u>

**Liabilities and Stockholders' Equity****Liabilities****Current Liabilities**

Short-term loans	1,090,000	18	770,000	17
Short-term notes and bills payable	49,887	1	49,945	1
Notes payable	166	0	567	0
Accounts payable	46,576	1	101,463	2
Accounts payable-related parties - net	316,112	5	176,099	4
Income tax payable	135	0	21,650	0
Accrued expenses	25,132	1	27,448	1
Other payables	64,354	1	110,847	2
Financial liabilities - current	291	0	688	0
Current portion of long-term liabilities	0	0	168,409	4
Other current liabilities	753	0	4,470	0
Total current liabilities	<u>1,593,406</u>	<u>27</u>	<u>1,431,586</u>	<u>31</u>

**Long-term liabilities**

Long-term loans	<u>673,637</u>	<u>11</u>	<u>505,228</u>	<u>11</u>
Total long-term liabilities	<u>673,637</u>	<u>11</u>	<u>505,228</u>	<u>11</u>

**Reserves**

Reserve for land revaluation increment tax	<u>44,888</u>	<u>1</u>	<u>44,888</u>	<u>1</u>
Total Reserves	<u>44,888</u>	<u>1</u>	<u>44,888</u>	<u>1</u>

**Other liabilities**

Accrued pension liabilities	21,174	0	19,526	0
Guarantee deposit received	<u>2,000</u>	<u>0</u>	<u>2,000</u>	<u>0</u>
Total other liabilities	<u>23,174</u>	<u>0</u>	<u>21,526</u>	<u>0</u>
<b>Total liabilities</b>	<b><u>2,335,105</u></b>	<b><u>39</u></b>	<b><u>2,003,228</u></b>	<b><u>43</u></b>

**Capital**

Common stock	1,896,912	32	1,916,912	41
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**Additional paid-in capital**

Premiums	884,086	15	893,407	19
Change in equities of long-term investments	20,368	0	0	0

**Retained earnings**

Legal reserve	0	0	207,022	5
Special reserve	358,478	6	427,012	9
Unappropriated retained earnings	188,424	3	(275,556)	(6)

**Adjusting items in stockholders' equity**

Unrealized gain or loss on financial instruments	136,250	2	(520,753)	(11)
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Unrealized revaluation increment	146,066	3	146,066	3
Treasury stock	(26,663)	0	(141,670)	(3)
<b>Total Stockholders' equity</b>	<u><b>3,603,921</b></u>	<u><b>61</b></u>	<u><b>2,652,440</b></u>	<u><b>57</b></u>
<b>Total Liabilities and Stockholders' Equity</b>	<u><b>5,939,026</b></u>	<u><b>100</b></u>	<u><b>4,655,668</b></u>	<u><b>100</b></u>
Number of treasury stock acquired by the company and subsidiaries (unit:share)	2,066,000		3,517,000	