

CHILISIN ELECTRONICS CORP.
Consolidated Balance Sheets
3rdQ of Year 2008 and 2007

Unit: In Thousands of New Taiwan Dollars,
Except Number of Shares Par Value

	Assets	3 rd Q of Year 2008		3 rd Q of Year 2007	
		Amount	%	Amount	%
	Current Assets				
1100	Cash	\$ 130,583	3	\$ 681,218	17
1310	Financial Assets at fair value through profile and loss				
		210,466	6	237,429	6
1320	Financial Assets in available-for-sale				
		43,321	1	-	-
1120	Notes Receivable- allowance for uncollectible accounts NTD 178 Thousand on year 2008, NTD539 Thousand on year 2007	35,331	1	43,903	1
1140	Accounts Receivable—allowance for uncollectible accounts NTD 2,937 Thousand on year 2008, NTD2,324 Thousand on year 2007	424,265	12	399,964	10
1150	Receivable to Related Parties	133,409	4	209,216	5
1190	Other Banking Assets	21,059	1	29,291	1
1210	Inventories-Net	239,409	7	259,099	7
1286	Deferred Income Tax Assets	29,245	1	16,853	-
1298	Other Current Assets	5,916	-	5,947	-
11XX	Total Current Assets	<u>1,273,006</u>	<u>25</u>	<u>1,883,604</u>	<u>47</u>
1421	Long-Term Equity Investments Recognized Under Equity Method	<u>1,089,406</u>	<u>30</u>	<u>886,374</u>	<u>22</u>
	Property, Plant, and Equipment				
	Cost				
1501	Land Improvements	27,785	1	27,785	1
1521	Buildings	355,254	10	346,537	9
1531	Machinery and Equipment	1,240,187	34	1,185,711	30
1544	Instrument and Equipment	73,831	2	59,511	1
1551	Transportation and Other Equipment	<u>40,982</u>	<u>1</u>	<u>40,893</u>	<u>1</u>
15X1		1,738,039	48	1,66,437	42
15X9	Loss: Accumulated Depreciation	<u>614,994</u>	<u>17</u>	<u>551,247</u>	<u>14</u>
		1,123,045	31	1,109,190	28
1670	Construction in Progress and Prepayment for Equipment	<u>56,087</u>	<u>2</u>	<u>44,251</u>	<u>1</u>
15XX	Net Property, Plant and Equipment	<u>1,179,132</u>	<u>33</u>	<u>1,153,441</u>	<u>29</u>
	Intangible Assets				
1720	Patents	1,580	-	606	-
1770	Deferred Pension Costs	10,536	1	12,643	-
1780	Other Intangible Assets	<u>3,304</u>	<u>-</u>	<u>6,653</u>	<u>-</u>
17XX	Total Intangible Assets	<u>15,420</u>	<u>1</u>	<u>19,902</u>	<u>-</u>
	Other Assets				
1820	Refundable Deposit	1,130	-	1,083	-
1830	Deferred Expense	5,832	-	10,322	1
1860	Deferred Income Tax Assets	36,725	1	47,739	1
1880	Other	<u>1,375</u>	<u>-</u>	<u>1,375</u>	<u>-</u>
18XX	Total Other Assets	<u>45,062</u>	<u>1</u>	<u>60,519</u>	<u>2</u>
1XXX	Total Assets	<u>\$ 3,602,026</u>	<u>100</u>	<u>\$ 4,003,840</u>	<u>100</u>

Liabilities and Stockholders' Equity		Amount	%	Amount	%
Current Liabilities					
2100	Short-Term Borrowings (Debt)	\$ 41,754	1	\$ 250,000	6
2110	Short-Term Notes and Bills Payable	-	-	79,977	2
2120	Notes Payable	138	-	1,357	-
2140	Accounts Payable	244,079	7	283,854	7
2150	Accounts Payable-Related Parties	28,102	1	88,883	2
2160	Income Tax Payable	18,582	1	17,950	1
2170	Accrued Expenses	68,072	2	65,974	2
Financial Liabilities at fair value through profile and loss					
2180		30,521	1	361	-
2224	Accounts Payable-Equipment	13,276	-	14,411	-
2216	Accounts Payable-Stock dividends	143,768	4	-	-
2260	Deferred credit	16,684	-	16,989	1
2272	Current Portion of Long-term Debt	149,500	4	117,208	3
2280	Other Current Liabilities	<u>14,723</u>	<u>-</u>	<u>16,241</u>	<u>-</u>
21XX	Total Current Liabilities	<u>769,199</u>	<u>21</u>	<u>953,205</u>	<u>24</u>
Long-Term Accrued Interest Liabilities					
2410	Bonds Payable	508,402	14	-	-
2420	Long-Term Loans Payable	129,122	3	346,792	8
2490	Unearned Bonds receipts	-	-	<u>600,000</u>	<u>15</u>
24XX	Total Long-Term Accrued Interest Liabilities	<u>617,524</u>	<u>17</u>	<u>946,792</u>	<u>23</u>
Other Liabilities					
2810	Accrued Pension Liabilities	59,659	2	67,998	2
2820	Guarantee Deposit Received	42	-	42	-
2880	Deferred credit	<u>2,276</u>	<u>-</u>	<u>4,096</u>	<u>-</u>
28XX	Total Other Liabilities	<u>61,977</u>	<u>2</u>	<u>72,136</u>	<u>2</u>
2XXX	Total Liabilities	<u>1,448,700</u>	<u>40</u>	<u>1,972,133</u>	<u>49</u>
Stockholders' Equity					
3110	Capital Stock- NT\$10 par value authorized, 300,000 Thousand shares , Issued 147,768 Thousand shares for 2007,143,643 Thousand shares for 2006	<u>1,523,506</u>	<u>42</u>	<u>1,470,387</u>	<u>37</u>
3211	Paid-in Capital in Excess of Par Value	47,208	2	32,104	1
3213	Additional Paid-in Capital-Bond Conversion	119,246	3	119,246	3
3220	Treasury Stock Transactions	30	-	30	-
3280	Compensatory Stock Option Plan	3,276	-	18,016	-
3272	Stock Option Plan	<u>101,899</u>	<u>3</u>	<u>-</u>	<u>-</u>
32XX	Total capital surplus	<u>271,659</u>	<u>8</u>	<u>169,396</u>	<u>4</u>
Retained Earning					
3310	Legal Reserve	161,943	4	136,470	4
3320	Special Reserve	-	-	9,371	-
3350	Retained Earnings-Unappropriated	<u>174,131</u>	<u>5</u>	<u>227,729</u>	<u>6</u>
33XX	Total Retained Earning	<u>336,070</u>	<u>9</u>	<u>373,570</u>	<u>10</u>
3420	Cumulative Translation Adjustment	<u>53,799</u>	<u>3</u>	<u>6,773</u>	<u>1</u>
3430	Net loss not recognized as pension cost	(17,907)	-	(28,419)	(1)
3450	Unrealized less of financial product	5,443	-	-	-
3510	Treasury Stock (Ordinary Stock)-4,520 Thousands Shares in 2004	(67,739)	(2)	-	-
3XXX	Total Stockholders' Equity	<u>2,15,326</u>	<u>60</u>	<u>2,031,707</u>	<u>51</u>
Total Liabilities and Stockholder's Equality		<u>\$ 3,60,026</u>	<u>100</u>	<u>\$ 4,003,840</u>	<u>100</u>

CHILISIN ELECTRONICS CORP.
Consolidated Statements of Income
3rdQ of Year 2008 and 2007

Unit: In Thousands of Taiwan Dollars and U.S. Dollars.
Except Number of Shares Par Value

	3 rd Q of Year 2008		3 rd Q of Year 2007	
	Amount	%	Amount	%
4110 Sales Revenue	\$ 1,293,445	101	\$ 1,292,375	101
4170 Loss: Sales Return and Allowances	<u>11,329</u>	<u>1</u>	<u>18,944</u>	<u>1</u>
4100 Sales Revenue-Net	1,282,116	100	1,273,731	100
5110 Cost of Goods Sold	<u>966,731</u>	<u>76</u>	<u>907,875</u>	<u>71</u>
Additional (Loss) Realized (Unrealized) of Sales Gross Profit	315,385	24	356,556	29
5930 Realized Gain On Transactions With Related Parties	<u>693</u>	<u>-</u>	<u>3,050</u>	<u>-</u>
5910 Gross Profit	<u>316,078</u>	<u>24</u>	<u>368,606</u>	<u>29</u>
Operating Expenses				
6100 Selling Expenses	61,671	5	64,793	5
6200 General and Administrative Expenses	56,559	4	55,096	5
6300 Research and Development Expenses	<u>65,115</u>	<u>5</u>	<u>66,004</u>	<u>5</u>
6000 Total Operating Expenses	<u>183,345</u>	<u>14</u>	<u>185,893</u>	<u>15</u>
6900 Income From Operation	<u>132,733</u>	<u>10</u>	<u>182,713</u>	<u>14</u>
Non-Operating Income				
7160 Exchange minority	17,547	1	-	-
7121 Investment Profit Recognized Under Equity Method	16,315	1	43,342	4
7310 Gain on valuation of financial asset	-	-	11,015	1
7110 Interest Income	7,495	1	3,906	-
7140 Gain on Disposal of Investment	803	-	1,721	-
7320 Gain on payable of financial asset	-	-	-	-
7480 Other	<u>9,857</u>	<u>1</u>	<u>4,019</u>	<u>1</u>
7100 Total	<u>52,017</u>	<u>4</u>	<u>72,173</u>	<u>6</u>
Non-Operation Expense and loss				
7510 Interest Expense	23,354	2	11,444	1
7650 Loss from valuation of financial liabilities	22,057	-	9,151	1
7640 Loss from valuation of financial asset	12,866	1	-	-
7570 loss for market price decline	11,500	-	8,500	1
7560 Exchange Loss	-	-	13,098	1
7880 Other	<u>1,065</u>	<u>-</u>	<u>4,419</u>	<u>-</u>
7500 Total	<u>70,842</u>	<u>5</u>	<u>42,577</u>	<u>3</u>
7900 Benefit Before Income Tax	113,908	9	212,309	17
8110 Income Tax Expense (benefit)	<u>16,135</u>	<u>1</u>	<u>20,963</u>	<u>2</u>
9600 Net Income	<u>\$ 97,773</u>	<u>8</u>	<u>\$ 191,346</u>	<u>15</u>

		<u>Before Tax</u>	<u>After Tax</u>	<u>Before Tax</u>	<u>After Tax</u>
9750	Primary EPS	<u>\$ 0.77</u>	<u>\$ 0.66</u>	<u>\$ 1.42</u>	<u>\$ 1.28</u>
9850	Fully diluted EPS	<u>\$ 0.73</u>	<u>\$ 0.61</u>	<u>\$ 1.41</u>	<u>\$ 1.27</u>