

STANDARDBERICHT

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FIRMA

SAMPLE REPORT (TAIWAN) LTD.

D-U-N-S Nr. 65-625-1469

Anschrift 8F, 600 Min Sheng E. Rd., Sec. 4,
Ort 10574 Taipei City
Land Taiwan

Telefon 02 27298889
Telefax 02 27293333

Register-Nr. 25550000
Handelsregister

DATE PRINTED : Feb. 4, 2009 17:47:42

LAST UPDATE DATE : FEB. 4, 2009

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| Overview |
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D-U-N-S: 65-625-1469

FULL REVISION

SAMPLE REPORT (TAIWAN) LTD.

D&B RATING	5A3 (PREV 5A3)
FINANCIAL	1
STRESS CLASS	
STARTED	1985
CONTROL	2002
SALES	3,079,351 ThousandsF
WORTH	1,938,656 ThousandsF
IMPORTS	YES
EXPORTS	YES
EMPLOYS	490 TOTAL
HISTORY	CLEAR
CONDITION	FAIR
BLACKLISTED	NO
NSF	YES

(Trade Style:G-UNIT)

8F, 600 MIN SHENG E. RD., SEC. 4,

TAIPEI CITY 10574
TAIWAN (R.O.C.)

TEL: 02 27298889
FAX: 02 27293333
Home Page: WWW.DNB.COM.TW

SIC 50650000

WHOLSALER OF ELECTRONIC PARTS

CHIEF EXECUTIVE: SU, HUNG YAN / PRESIDENT

CURRENCY : All monetary amounts quoted in this report are
shown in NEW TAIWAN DOLLARS unless otherwise stated.

Executive Summary

The Financial Stress Class of 1 for this company shows that during the previous year, firms with this classification had a failure rate of 0.80 % (80 per 10,000 cos), which is lower than the national average.

The Paydex for the company is 76, which indicates that payment to suppliers is at average 6 days beyond terms and that subject has unsatisfied payment habit than the same industry, as compared with Paydex Industry Norm 80.

- * Subject is a well-established business with 24 year(s) of operating history.
- * Evidence of 7 court suits in the D&B database, with the most recent one on 4/30/07.
- * Nothing detrimental found in D&B's "Bank Blacklisted" database.
- * Subject has Non Sufficient Funds record(s) according to Taipei Clearing House (TCH).
financial statement.
- * PEI'S Company based in Taiwan (R.O.C.) is the ultimate parent company of subject.
- * TAITAI ENTERPRISES CORP. based in Taiwan (R.O.C.) is the parent company of subject.

- * Subject has 1 affiliated company and 3 subsidiaries.

The company, SAMPLE REPORT (TAIWAN) LTD. was registered on 7/13/1985 under business registration number 25550000.

Yang, Chin Sheng founded subject as a public company limited by shares.

As of today, subject's authorized capital is NT\$ 500,000,000 and paid up capital is NT\$ 400,000,000.

Subject employs almost 490 staffs in Taiwan.

Main operation(s) of subject includes Wholsaler of electronic parts.

Management Summary

On Aug 20, 2007, Su, Hung Yan, President , submitted financial statement, and confirmed the operational and historical data in this report.

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|Financial Stress Score - FSS |
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Summary

The Taiwan Financial Stress (TFS) Model predicts the likelihood of a firm ceasing business without paying all creditors in full, or re-organizing or obtaining relief from creditors over the next 12 months. Scores were calculated using a statistically valid model derived from D&B's extensive data files.

Financial Stress Class	1
(Highest Risk: 5 ; Lowest Risk: 1)	
Relative Risk	Lower than Average
Incidence of Financial Stress	0.80%
Companies with this Classification:	(80 per 10,000 cos)

Incidence of Financial Stress 2.65%
- Taiwan Database Average (265 per 10,000 cos)

Financial Stress Percentile 94
(Highest Risk: 1 ; Lowest Risk: 100)

Financial Stress Score 1,436
(Highest Risk: 1,001 ; Lowest Risk: 1,890)

Key to Scores:

Stress Class	% of Bus. within range	Fin. Stress Percentile	Fin. Stress Score	Incidence of Fin. Stress
1	80 %	21 - 100	1317 - 1890	0.80 %
2	10 %	11 - 20	1300 - 1316	4.38 %
3	6 %	5 - 10	1291 - 1299	5.43 %
4	3 %	2 - 4	1245 - 1290	8.69 %
5	1 %	1	1001 - 1244	10.68 %

Key Influencing Factors:

1. Payment period figure suggests high risk.
2. Number of trade payment slow 181 days figure suggests high risk.
3. 66% payment - prompt figure suggests potential high risk.
4. Return of assets suggests low risk of financial stress.

Disclaimer:

- Indications of slowness can be the result of disputed over merchandised, skipped invoices, etc.

Notes:

1. The Financial Stress Class indicates that this company shares some of the same business and financial characteristics of other companies with this classification. It does not mean the firm will necessarily experience financial distress.
2. The Financial Stress Percentile reflects the relative ranking of a company among all scoreable Companies in D&B database.
3. The Financial Stress Score offers a more precise measure of the level of risk than the Class and Percentile. It is specially helpful to customers using a scorecard approach to determine overall business.
4. All Financial Stress Class, Percentile, Score and Incidence statistics are based on latest analysis derived from D&B Taiwan database.

Norm

Subject Company: 94

Norms for companies in the same....

Industry -
WHOL ELECTRONIC PARTS/EQUIPMENT 57

Employee Range (200-499) 83

Year in Business Range (20-49) 70

Key Comparisons:

- The subject company has a Financial Stress Percentile that shows -
- Lower risk than other companies in the same industry.
 - Lower risk than other companies in the same employee size range.
 - Lower risk than other companies in the years in business range.

SPECIAL NOTICE

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|Payment|
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D&B Paydex

This Payment section reflects payment information in D&B's file as of Feb 4, 2009.

The Paydex for SAMPLE REPORT (TAIWAN) LTD. is 76

This Paydex indicates that, within the past 12 months, payments to suppliers are generally 6 days beyond terms , weighted by TWN dollar amounts.

The paydex used by Dun & Bradstreet is a computer generated, 1 to 100 dollars-weighted numerical indicator of payment performance as reported to D&B.	Paydex Payment Manner
	100 Anticipated
	90 Discount
	80 Prompt
	70 Slow to 15
	50 Slow to 30
	40 Slow to 60
	30 Slow to 90
	20 Slow to 120

Payment Summary

Industry Paydex based on:

Industry Group SIC: 5065

Industry Group Description: WHOL ELECTRONIC PARTS/EQUIPMENT

No. of Paydex Cases in the Industry Group: 1176 Firms

Industry Quartiles

Upper 80 (Payments received within terms granted)

Median 80 (Payments received within terms granted)

Lower 73 (11 days beyond terms)

For an in-depth details of each Payment Trade Record, please refer to the "Appendix" at the back of this report.

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|Banking|
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Reference

The company maintains relationships with several banks in Taiwan, including the following:

E. SUN COMMERCIAL BANK, LTD.
Chengchung Branch
77,Wuchang St. Sec.1
Taipei City,

Banker's report as at Jun 18 2006:

Account Number: 100
Account Type: Check Account
Year Account Opened: Jan 1999
Average Deposit Balance: Low 7 Figures
Relations with subject: Normal

Non-Sufficient Fund - NSF

The following bounced checks/blacklist information was obtained
from Taiwan Clearing House:-

Search Date: 7/17/07
Record effective until: 7/10/07

xxx	Bounced check	Topped Up	Failed to top up
xxx	reason codes		

xxx	No.	Amt NT\$	No.	Amt NT\$
xxx				

xxx	N	0	0	0	0
xxx					

Search Date: 2/5/07
Record effective until: 1/29/07

A search at the Taiwan Clearing House on 2/5/07 did not
revealed subject as a "classified" account to be prohibited
from operating check account in Taiwan.

xxx

Search Date: 1/4/07
Record effective until: 12/27/06

A search at the Taiwan Clearing House on 1/4/07 did not
revealed subject as a "classified" account to be prohibited
from operating check account in Taiwan.

xxx

Definitions of Bounced check reason codes:

xxx
N = Non Sufficient Funds.
S = Signature is inconsistent with the specimen signature of
payor.
P = Payor who has intermeddled requires the financial
institutes to which it is addressed to pay on Promisory
Note.
V = Payor withdraws the payment exercised of proxy prior the
defined presenting period of Promisory Note .

xxx

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| Finance |
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	Fiscal Thousands		Fiscal Thousands		Fiscal Thousands	
ASSETS	Dec 31, 2007	%of TA	Dec 31, 2006	%of TA	Dec 31, 2005	
Cash	421,168	11.72	420,340	12.83	361,080	
Accounts Receivables	967,100	26.91	754,767	23.04	853,492	
Notes Receivable	25,018	0.69	34,331	1.04	33,019	
Inventory	551,443	15.34	502,365	15.33	417,233	
Due from Related Company	57,775	1.60	58,269	1.77	38,301	
Other Current Assets	27,670	0.77	26,934	0.82	29,043	
TOTAL CURRENT ASSETS	2,050,174	57.04	1,797,006	54.87	1,732,168	
Land & Buildings	189,609	5.27	189,120	5.77	147,946	
Plant & Equipment	1,628,482	45.31	1,573,200	48.03	1,287,743	
Transportation Equipment	27,122	0.75	27,572	0.84	20,945	
Less Acc. Depreciation	-1,524,386	-42.41	-1,427,786	-43.59	-1,111,893	
Other Fixed Assets	155,632	4.33	153,506	4.68	129,293	
Advanced Payment	91,306	2.54	17,917	0.54	24,540	
TOTAL FIXED ASSETS	567,765	15.79	533,529	16.29	498,574	
Investments	785,958	21.87	731,289	22.32	782,445	
Other Assets	189,832	5.28	213,214	6.51	208,418	
INVESTMENT & OTHER ASSETS	975,790	27.15	944,503	28.83	990,863	
TOTAL ASSETS	3,593,729	100.00	3,275,038	100.00	3,221,605	
LIABILITIES	Dec 31, 2007	%of TL&E	Dec 31, 2006	%of TL&E	Dec 31, 2005	
Accounts Payable	255,267	7.10	221,886	6.77	187,698	
Notes Payable	291,705	8.11	221,817	6.77	211,590	
LT Debt Due in 12 Mths	30,000	0.83	28,235	0.86	52,940	
Short-Term Loans	184,434	5.13	191,647	5.85	345,201	
Due to Related Companies	144,430	4.01	117,721	3.59	257,323	
Provision for Income Tax	37,304	1.03	3,048	0.09	35,323	
N/P(Commercial Papers)	44,751	1.24	54,565	1.66	0	
Accrued Expenses	98,202	2.73	85,185	2.60	84,605	
Other Current Liabilities	30,298	0.84	19,193	0.58	32,009	
TOTAL CURRENT LIABILITIES	1,116,391	31.06	943,297	28.80	1,206,689	
Medium/Long Term Loans	120,000	3.33	150,000	4.58	28,235	
Other Non-Current Liab	418,682	11.65	400,210	12.22	342,951	
TOTAL NON-CURRENT LIABILITIES	538,682	14.98	550,210	16.80	371,186	
TOTAL LIABILITIES	1,655,073	46.05	1,493,507	45.60	1,577,875	
SHAREHOLDERS' EQUITY	Dec 31, 2007	%of TL&E	Dec 31, 2006	%of TL&E	Dec 31, 2005	
Capital	424,750	11.81	424,750	12.96	395,000	
Capital Reserve	88,241	2.45	88,241	2.69	0	
Legal Reserve	236,397	6.57	225,341	6.88	210,425	
Foreign Exchange Adj.	0	0.00	0	0.00	21,491	
Others	348	0.01	348	0.01	348	
Retained Earnings	1,251,107	34.81	1,157,213	35.33	1,121,357	
Unrealized Investm Loss	850	0.02	823	0.02	0	
Unrecognized Pension Loss	-145,195	-4.04	-145,385	-4.43	-104,891	
Adjustment Account	82,158	2.28	30,200	0.92	0	
TOTAL EQUITY	1,938,656	53.94	1,781,531	54.39	1,643,730	
EQUITY & LIABILITIES	3,593,729	100.00	3,275,038	100.00	3,221,605	

PROFIT & LOSS STATEMENT

	Fiscal Thousands		Fiscal Thousands		Fiscal Thousands	
	2007	%of Sales	2006	%of Sales	2005	
Sales	3,124,138	101.45	2,893,423	100.97	2,924,795	
Returns and Discounts	-44,787	-1.45	-28,020	-0.97	-29,754	
Net Sales	3,079,351	100.00	2,865,403	100.00	2,895,041	
Cost of Goods Sold	-2,730,886	-88.68	-2,576,992	-89.93	-2,534,812	
Gross Profit/Loss	348,465	11.31	288,411	10.06	360,229	
Net Operating Expenses	0	0.00	-245,551	-8.57	-196,095	
R&D Exp.	-157,628	-5.11	0	0.00	0	
General & Adm. Exp.	-100,000	-3.24	0	0.00	0	

Total Operating Expenses	-257,628	-8.36	-245,551	-8.57	-196,095
Operating Profit/Loss	90,837	2.95	42,860	1.49	164,134
Non Operating Income	140,445	4.56	123,350	4.30	89,323
Total Non-Operating Income	140,445	4.56	123,350	4.30	89,323
Non Operating Expenses	-38,951	-1.26	-27,068	-0.94	-71,991
Total Non-Operating Expenses	-38,951	-1.26	-27,068	-0.94	-71,991
Profit/Loss Before Tax	192,331	6.24	139,142	4.85	181,466
Income Tax	-45,354	-1.47	-27,601	-0.96	-32,304
Profit/Loss After Tax	146,977	4.77	111,541	3.89	149,162
Minority Interest	50,000	1.62	-979	-0.03	0
Net Profit(Loss) after Tax & Min. Interest	196,977	6.39	110,562	3.85	149,162

CASH FLOW STATEMENT

	2007	CHANGE	2006	CHANGE	2005
	Y-O-Y		Y-O-Y		
Cash Flows from Operating Activities	243,772	0.00	242,051	-12.50	276,645
Cash Flows from Investing Activities	-155,655	-23.66	-125,868	31.96	-185,013
Cash Flows from Financing Activities	-87,289	-53.34	-56,923	144.26	-23,304
Net Cash Flows	828	-98.60	59,260	-13.27	68,328

The above accounts were submitted by the company and filed with the local tax authority.

This statement is fiscal.

Key Ratios

	Dec 31, 2007	Dec 31, 2006	Dec 31, 2005	Industry Median
CAPITAL STRUCTURE ANALYSIS				
TOTAL DEBT/EQUITY RATIO	0.85	0.83	0.95	0.60
DEBT RATIO	0.46	0.45	0.48	0.40
LONG TERM FUNDS TO FIXED ASSETS(%)				
	436.33	437.04	404.13	1267.90
LIQUIDITY ANALYSIS				
CURRENT RATIO	1.83	1.90	1.43	1.93
QUICK RATIO	1.34	1.37	1.08	1.45
OPERATING PERFORMANCE ANALYSIS				
NET SALES GROWTH(%)	7.46	-1.02	14.38	--
NET PROFIT(LOSS) GROWTH(%)	78.16	-25.87	1,572.59	--
WORKING CAPITAL				
TURNOVER(DAYS)	109.16	107.25	65.34	--
ACCOUNTS RECEIVABLE				
TURNOVER(TIMES)	3.10	3.63	3.26	4.83
DAYS SALES				
OUTSTANDING(DAYS)	115.98	99.13	110.23	75.56
PAYMENT PERIOD(DAYS)	72.10	61.98	56.70	--
AVERAGE INVENTORY				
TURNOVER(TIMES)	4.95	5.12	6.07	8.02
AVERAGE DAYS TO SELL				
INVENTORY(DAYS)	72.69	70.17	59.25	45.59
FIXED ASSETS				
TURNOVER(TIMES)	5.42	5.37	5.80	21.19
TOTAL ASSET				
TURNOVER(TIMES)	0.85	0.87	0.89	1.13
RETURN ON INVESTMENT ANALYSIS				
RETURN ON ASSETS(%)	4.09	3.40	4.63	6.99
RETURN ON EQUITY(%)	10.16	6.20	9.07	11.90
EARNINGS PER SHARE(NTD)	3.46	2.60	3.78	1.90

Note: Industry median is calculated by using the data from 133 public companies within the same industry as the subject.

FINANCIAL ANALYSIS

Sales was on an uptrend, increasing to \$3,079,351 thousands in 2007 from \$2,865,403 thousands in 2006.

Current ratio of 1.83 indicated a healthy liquidity position with adequate current assets to back short-term liabilities.

Debt/equity ratio of 0.85 indicated a low debt position with adequate shareholders' funds to back and repay total borrowings.

Operations were conducted profitably with a net margin of 4.77%.

The net profit (after tax) of 196,977 thousands represented an 10.16% return on equity and a 4.09% return on total assets.

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|Public Filings|
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COURT ACTION

93.Pan Small Claim.1798

Judged Date : 10/19/04
Court : Panchiao Small Claims Tribunal
Plaintiffs : Taiwan Power Company SouthernTaipei Office
Action Cause : Payment of electricity bill
Judgment : Due to pay

93.Insurance Law.4

Judged Date : 10/11/04
Court : Taiwan Tainan Distruc Court
Plaintiffs : Yang, Yin Tsun
Action Cause : Payment of insurance(Premium)
Judgment : Overruled

93.Appeal.3593

Judged Date : 10/13/04
Court : Taiwan Taipei District Court
Plaintiffs : KINGSMOND BOOK CO., LTD.
Action Cause : Liquidation of debts
Judgment : Due to pay

93.Appeal Material Case.12

Judged Date : 10/13/04
Court : Taiwan Kaohsiung Distruc Court
Plaintiffs : Bureau of Education, Kaohsiung City Government
Action Cause : Compensate the guarantee for performance
Judgment : Other

93.Retrial Counterappeal Small Case.2

Judged Date : 10/12/04
Court : Taiwan Panchiao District Court
Plaintiffs : Dan, Chung Pao
Action Cause : Petition for re-examination
Judgment : Overruled

95.Small Claim.20

Judged Date : 12/26/06
Court : Taiwan Taichung Distruc Court
Action Cause : Payment for notes
Judgment : Due to pay

96.Appeal.350

Judged Date : 04/30/07
Court : Taiwan Taichung Distruc Court
Plaintiffs : SUNNY BANK
Action Cause : Repayment of borrowing
Judgment : Due to pay

Collateral Records

A search conducted at the Taiwan Governmental Authorities has revealed a total number of 1 Collateral Record (s), equivalent to the dollar amount of \$22,800,000 as at end of 06/06/07.

Bidding Right Suspension

A search conducted at the Taiwan Governmental Authorities revealed the subject is not prohibited from bidding against Governmental projects currently.

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|History|
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Business Registration

Subject is a public company limited by shares which was registered in Taiwan on July 13 1985 under business registration number 25550000. Business was established in 1985 by Yang, Chin Sheng. Subject is registered as a public company at the Institute of Securities and Futures Market Development under serial number 333333. Subject is listed on the Taiwan Stock Exchange under the Code 2222 with effect from July 20, 2005.

Special Events

Authorized Capital \$500,000,000, each share with a par value of \$10, divided into 50,000,000 ordinary shares at \$10 each.

Paid up Capital \$400,000,000 as of Jun 18 2006

Shareholders	Shares
Taitai Enterprises Corp., (Taiwan)	55%
Yang, Chin Sheng	5%
Wang, Yin Lin	5%
Su, Hung Yan	2%
Su, Ing Hin	2%
Others	31%

Total	100%
	=====

Total Number of Shareholders : 862

A search at the Board of Foreign Trade and Department of Commerce on Jun 18, 2006 confirmed the above registration and capital details.

Subject is a subsidiary of Taitai Enterprises Corp, Taiwan, which operates as an investment holding company.

Initial Capital Investment \$50,000,000

Name Changes

From: Kharmex Technology Co., Ltd.
To : Sample Report (Taiwan) Ltd. in Aug 1990

Address Changes :

From: 10F, 577, Min Chuan E. Rd., Sec. 5,
Taipei, Taiwan, R. O. C.
To : 8F, 800, Min Sheng E. Rd., Sc. 4,
Taipei, Taiwan, R. O. C. in Aug , 1992
To : on Jan 8 , 2009

Management

Principals

Su, Hung Yan / PRESIDENT
Yang, Ching Sheng / GENERAL MANAGER

Primary Executives

SU, HUNG YAN (ID#: A123456789), President, born on 1935, male, graduated from Long Island University (USA) in 1954 , majoring in Business Administration. Joined subject in 1985. Currently active in subject's day to day operation. Related working experience since 1957. Was in military service (1957-1959). Prior to joining subject, was employed by ABC Corporation as Manager (1957-1985). Is concurrently General Manager of Taitai Enterprise Corp.

YANG, CHING SHENG , General Manager, born on October 10 1938, male, founder, graduated from National Chiao Tung University in 1962 , majoring in Electronic Engineering. Qualifications include Master. Joined subject in 1985. Currently active in subject's day to day operation. Related working experience since 1964. Was in military service (1962-1963). Prior to joining subject, was employed by Acer Inc. as Vice General Manager (1964-1980).

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| OPERATIONS |
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Line of Business

TRADING STYLE: G-Unit
Wholsaler of electronic parts

Narrative op. overview

Line of Products & Services:

widget	1%
pogo stick	99%

Major brands includes: Mar Volta

Agencies held include:
Gollum

Projects-In-Progress

Client: Perugia
Project Location: Purugio

Projects-Completed

Client: Black Hawk
Project Location: Togo

SALES TERRITORY

Local & International
Local 30%
International 70%
Exporting to United States 50%
Australia 10%
Japan 10%

PURCHASES

Local & International
Local 50%
Import 50%
Importing from United States 25%
Malaysia 25%

Customer Type

Type by Percentage

Beauty salons 45%
Army 55%

Total Number of Accounts : 77

Summary List of Account Names

Major customers include Voodoo Magic(656251469) which purchases Connector from the company and contributes 15% of the company's total sales turnover. Other customers include Palapu(656251469) (PCB, 65%).

Major suppliers include Charlton(656251469) which supplies Metal Ball to the company. . Other suppliers include Wigan(656251469) (Case).

Purchasing And Selling Terms

Purchasing Terms :

Agreement/Contract basis 34days

Selling Terms :

Cash and T/T 56days

Number of Employees

490 (Total)
15 (Here)
Including 10 plant workers
and 5 office personnel.

LOCATION

Subject is located in a commercial area. Subject occupies premises at the above captioned address 200 pings (660 sq.m.), used as its office. Occupies 2 floor(s) in a 5-story building. Premises condition is normal. A site visit was made on 11 Nov, 2008.

Ultimate Parent

D-U-N-S: 65-757-6518
Name: PEI'S Company
Address: 10 F, 100, Tun Hua S. Rd.
Taipei City
Taiwan (R.O.C.)

Parent

D-U-N-S 65-100-1000
Name: TAITAI ENTERPRISES CORP.
Address: 18F, 700, Nanking E. Rd., Sec. 5,
Taipei
Taiwan (R.O.C.)
Line Of Business: Investment holding company
Owned 55% of subject
Capital: \$ 400,000,000
Started: August 8 1980
Business Reg#: 50500000

Major Subsidiaries

Name: TECPOINT TAIWAN LTD.
D-U-N-S : 65-200-2000
Address: 5F, 27-2, Lane 707, Chung Shan Rd.,
Tainan Hsien,
Taiwan (R.O.C.)
Capital: \$ 20,000,000.00
55% Owned by Subject
Started: May 6 1990
Business Reg#: 30300000
Line Of Business: Manufacturer of fax machines

Name: EXTRA VALUE CO LTD
D-U-N-S : 65-300-3000
Address: 150, Lane 164, Hung Shan N. Rd.,
Tainan Hsien,
Yung Kang, Taiwan (R.O.C.)
70% Owned by Subject
Started: October 1 1992
Business Reg#: 40400000
Line Of Business: Wholesaler of computers and computer peripherals

Name: SAMPLE (MALAYSIA) SDN BHD
D-U-N-S : 70-800-9000
Address: 80 Jalan Sultan Ismail,
Kuala Lumpur, Malaysia
99.99% Owned by Subject
Line Of Business: Manufacturer of computer peripherals

MAJOR AFFILIATES

Name: ISLAND INDUSTRY CO., LTD.
Address: 6F, 700, Hsin Yi Rd., Sec. 2,
Taipei, Taiwan (R.O.C.)
Capital: \$ 10,000,000
Started: November 11 1982
Business Reg#: 70700000
Line Of Business: Wholesaler of industrial machinery
Relationship: Common President

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MEDIA RELEASE

Date : 04/14/08
Source : China Times

Now the foreign capital aims at sightseeing hotels, banks, super markets and construction developers. It is reported that the first 10 largest international financial institutions have come to Taiwan to seek local banks that are purchasable. The hottest injection mode of foreign capital is the cooperation with local construction developers to build office buildings and market places.[2008-04-03/China Times]

Date : 04/14/08
Source : China Times

Now the foreign capital aims at sightseeing hotels, banks, super markets and construction developers. It is reported that the first 10 largest international financial institutions have come to Taiwan to seek local banks that are purchasable. The hottest injection mode of foreign capital is the cooperation with local construction developers to build office buildings and market places.[2008-04-03/China Times]

Date : 04/14/08
Source : Commercial Times

Netcom companies had unfavorable sale performances in Q1 confronted with the undulation of exchange rate. However, the sales of companies like Gemtek Technology(4906), Alpha Networks(3380) and D-Link(2332) rebound in March beneficial from their new products, restoring to January's level. The shipment of new products in Q2 continue to exert their benefits and quarterly sales of Netcom companies are expected to grow 10%.[2008-04-02/Commercial Times]

Date : 04/14/08
Source : Commercial Times

HTC (2498) did not suffer from exchange loss in Q1, but due to the remarkable fluctuation of exchange rate, its sale in March may stay around NT\$11 billion, up about 17% compared with last month. It announced that the target sale of NT\$32 billion in Q1 can be accomplished. Mediatek's (2454) sale in March exceeds that in January by NT\$6.5 billion and its foreign capital is optimistic at NT\$7.5, raised by 35% to 50% monthly.[2008-04-01/Commercial Times]

Date : 04/08/08
Source : China Times

Taiwan stock observed a dramatic jump and then a succession of three days fall. It went back up just before dropping below zero on Friday. The corporation indicates the index still has the opportunity to challenge 9000 points and electronic stocks with considerable profit in March should be noticed except for those strong non-electronic stocks.

The index went high from a low starting point last Friday. Although it appeared to close low due to moldova-clearing, it ended up at a high level. Final weighted index was 8623.48 points, up 17.53 points, volume was NT\$154.402 billion, and contour was up by 98.49 points.

Adjusted deviation and multiple structures remain.

The rising 1149 points from 7900 to 9049 in this round will render the satisfaction point at 8600-8610 points with pulling range counted as 0.382, just tested by Friday's index falling near this point. Contour went up 98 points, but the long solid line stays with a length of 426 points. Luckily, the volume and price structure is still in control, meaning that this pulling reaction is adjusted deviation, leaving multiple structures undamaged.

Central Bank stopped NT's appreciation last Thursday, causing NT to devalue sharply for a succession of 2 days. The worry about impact on non-electronic group was eliminated by Hu Jintao speech at a plenary session, instead, stock of non-electronic group like asset, construction and finance rebounded in Friday and witnessed a remarkable growth. On the other hand, panel stock under negative influence of exchange loss rebounded on Friday to become a strong stock.

Considering the chips, last week's financial capital emerged in a large quantity and there was an extra sum of over NT\$10 billion as well as an influx of fragmental funds after election. Targets converged on panel stock, but foreign capital is adjusted in the latter half of the week except for a purchase of NT\$57.9 billion on Monday and chips began to float. The corporation believes this is for coordination in hope of regaining foreign capital if Wall Street is not seriously decreased.

Wall Street does not descend and foreign capital will return.

KGI SECURITIES points out index trend last week did not bring any specific group to drop below zero. It seems the stocks remain stable, but electronic stocks do not have enough power to support the short line and related stocks must prevent dropping below quarterly line this week by purchasing. On the other hand, the overall volume-price structure of non-electronic group, except aviation and finance, is stable without obvious adjustments and will possibly attack the index.

TAIWAN INTERNATIONAL SECURITIES thinks steel base of high yields blocks up gradually and construction stock has room to rise with low-price stock. Though short-term electronic stock went down because of exchange loss, it never dropped below zero. For example, some IC designs and high yields testing group can figure out a proper layout in the right time. On the whole, index can go over 9000 points if it keeps 8500 points now.

According to statistics, sale in the first 2 months this year mounted up remarkable by 70% compared with last year and there are 11 stocks with a profit per share of NT\$3 in the first 3 quarters last year including GREEN ENERGY TECHNOLOGY(3519), DYNAPACK INTERNATIONAL TECHNOLOGY(3211) and E-TON SOLAR TECH.(3452), which take an advantageous position in this industry or have lower base period and stronger growing momentum. Their sales were improved evidently and are expected to perform even better in Q1 in view of the rebounding sale in March compared to February.

Now energy saving is in popularity around the world. And the solar energy group entered the harvest period, keeping their growth rate. Those who have a growth of 70% include GREEN ENERGY TECHNOLOGY and E-TON SOLAR TECH. The sale of E-TON SOLAR TECH., the top solar energy stock, has increase by over 80%, besides, its battery modules received less pressure from price dropping and gross margin will not descend much, so there will be visible increase

Date : 04/08/08

Source : Commercial Times

The market after Taiwan president election was just a flash in the pan. Plus the market index faced a heavy selling pressure of 9000 points and it turned out lower at 8500 points. HSBC's GM of Long Fong Fund, Huang Shih Chia indicates that before 520 president's on his post, there will seldom be benefits from policies, therefore, focus should be put on stock selection rather than market selection. And foreign capital and investment trust pooled in the purchaser according to statistics from the corporation. Notice should also be taken of 15 strong stocks including HIGHWEALTH CONSTRUCTION(2542), GIGA-BYTE(2376), CHUNG HUNG STEEL(2014), GTM CORPORATION(1437) and SONIX TECHNOLOGY(5471) who have short-term advanced technologies and reasonable cost-profit ratios.

Huang Shih Chia notes that increasing rate of foreign capital this week was lower and it went beyond selling in the last 2 trading days, which indicates Taiwan stock's 9000 points selling pressure is quite heavy. On the whole, capital market will be the key to support Taiwan stock.

According to statistics, although the purchasing capacity of foreign capital is weakened, foreign capital and investment trust one week after election both pooled in the purchaser, which shall still be attractive to the corporation. Plus there are strong stocks in a short & mid term, so the after market will probably remain at a high level. Besides, Taiwan stock's cost-profit ratio is 14 to 15 times while that of stocks of this class is around 8 to 16 times. Taiwan stock is at an advantage.

In view of those 15 strong stocks, most of them are inherited stocks, DA-CIN CONSTRUCTION, KINDOM CONSTRUCTION, HIGHWEALTH CONSTRUCTION and GTM CORPORATION included. The corporation looks forward to asset and construction group in the near future under the obviously improved cross-strait relation and NT appreciation. Besides, prices of raw materials stay high, so does sales of FENG HSIN IRON & STEEL, HSIN KUANG STEEL, TUNG HO STEEL ENTERPRISE and CHUNG HUNG STEEL this year. There are high dividends as well. Thus, stock price still keeps its strong tendency.

As for the electronic stock, Huang Shih Chia believes that group developing trend ought to be paid attention to because quarterly FS will be out in April and there are unfavorable factors, namely exchange loss and the low season. Nevertheless, Giga-Byte and Sonix both have achievement this year. Giga-Byte's NB department is expected to gain profit in Q1 while Sonix will enter peak seasons in Q2 as before with a steady sale.

Huang Shih Chia emphasizes there will not be many new policies before 520 new president takes his post. And Taiwan stock index will be adjusted in all

probability, so he suggests focus be put on stock selection, whose domestic demand, cross-strait finance, assets and mid-term conceptual stock will still be the preferences. GM of PARADIGM Taiwan Golden Brick Fund, Lin Tsui Ping also reckons that influenced by the downturn of international economy and profit-rise of various stocks, Taiwan stock is still in an unstable situation. She expects the market to return to normal when annual FS is out at the end of April.[2008-03-30/Commercial Times]

Date : 04/08/08
Source : China Times

This year on-market companies will create a new record in allocating dividends. The corporation predicts that the accumulated cash dividend allocated by all on-market companies is likely to reach NT\$1000 billion this year. This astronomical sum will be added to Taiwan stock capital from Q3 on. The top wafer OEM company TSMC (2330) plans to allocate cash dividends of NT\$3 and at least accumulated NT\$77.47 billion in July or August. And SILICONWARE will allocate NT\$4.4, totaling NT\$13.8 billion. The biggest electronic parts manufacturer DELTA (2308) also intends to allocate cash dividends NT\$5.5 per share with a total amount of NT\$11.6 billion. Besides, CHINA STEEL CORPORATION's allocation will be NT\$3.5, adding up to NT\$43.7 billion. The dividends of these four companies combined already approach NT\$150 billion without counting those of big telecom companies with high dividends output and traditional industry securities with a healthy profit. In addition, there is NT\$8.5 per share from U-MING MARINE TRANSPORT (2606) and its cash dividends go over NT\$7 billion. CAPITAL INVESTMENT's investing director Wang, Chih Min reckons that cash dividends of Taiwan stock last year was NT\$800 billion and is estimated to reach NT\$900 billion this year.

@In terms of Taiwan stock's total market value of about NT\$20000 billion, the cash dividend yield will surpass 4%. And it will be up to 7% if counting merely the best 50 yields, supposed to rank top all over the world.

The corporation points out that the selected capital will be the most beneficial to weighted units, among which the stock of Formosa Plastic Group, who has proclaimed a high dividend, is the emphasis. It should be noticed that electronic weighted units with a relatively small increasing rate, like TSMC, Siliconware, Hon Hai, Acer and Delta, who also have cash dividends, will have better performances after selection.

SHIN KONG INVESTMENT thinks now the upward inflation, successively emerging bad bonds and American credit crisis have led to a downturn in economy. However, stocks or funds with high dividends could stay resilient in the past few rounds of stock market shorts, and they will bear great attractions to long-term capital because of their lower investing risk and a more solid foundation once the global stock market rebounds, thereby becoming the leaders in the next jump of global stock market.[2008-03-29/China Times]

NARRATIVE SUMMARY

Subject is a subsidiary of TAITAI ENTERPRISES CORP., Taiwan (R.O.C.) (D-U-N-S:65-100-1000), which is in turn a subsidiary of PEI'S Company, Taiwan (R.O.C.) (D-U-N-S:65-757-6518).

The D&B rating of 5A3 indicates a tangible net worth over \$1,500,000,000 and an overall credit condition which is considered fair.

+-----+
|Appendix |
+-----+

D&B Rating

The D&B rating of 5A3 indicates a tangible net worth over \$1,500,000,000 and an overall credit condition which is considered fair.

The '3' on the right (Composite Credit Appraisal) indicates an overall credit condition which considered fair. This credit appraisal was assigned because of D&B's assessment of the company's financial ratio and its cash flow.

D&B Rating Table: Taiwan

*Financial Strength In: New Taiwan Dollars
Financial Strength Based On:Tangible Net Worth

Financial Strength Indicators:

5A	OVER	1,500,000,000
4A	OVER	250,000,000
3A	OVER	25,000,000
2A	OVER	20,000,000
1A	OVER	15,000,000
BA	OVER	10,000,000
BB	OVER	5,000,000
CB	OVER	3,000,000
CC	OVER	2,000,000
DC	OVER	1,000,000
DD	OVER	750,000
EE	OVER	500,000
FF	OVER	250,000
GG	OVER	125,000
HH	UNDER	125,000
--	Financial Statement Not Available	

Composite Conditions

- 1 High
2 Good
3 Fair
4 Limited

Other Ratings

INV: Under Investigation

Taiwan Financial Stress Model

The Financial Stress model assigns three measurements of risk:

1. A "Class" of 1 - 5, which is a segmentation of the scoreable universe into five distinct risk groups where a one (1) represents businesses that have the lowest probability of financial stress, and a five (5) represents businesses with the highest probability of financial stress. This Class enables a customer to quickly segment their new and existing accounts into various risk segments to determine appropriate marketing or credit policies.
2. A "Percentile" of 1 - 100, where a 1 represents businesses that have the highest probability of financial stress, and a 100 which represents businesses with the lowest probability of financial stress. This Percentile shows you where a company falls among businesses in the D&B database, and is most effectively used by customers to rank order their portfolios from highest to lowest risk of business failure.
3. A "Financial Stress Score" of 1,001 - 1,890, where a 1,001 represents businesses that have the highest probability of financial stress, and a 1,890 which represents businesses with the lowest probability of financial stress. As this score is derived directly from the scorecard, it offers a more precise measure of the level of risk than any other measurements of risk as it shows the exact score from the scoring algorithm. The D&B Financial Stress Score is especially useful to customers using computerized decision systems to determine overall business performance.

Payment Experience

(Amounts may be rounded to nearest figure in prescribed ranges)

EXP.	PAYING	HIGH	NOW	PAST	TERM	LAST
DATE	RECORD	CREDIT	OWES	DUE		SALE

31/12/2008	PROMPT	50,000,000	5,000,000	0	EOM90	15/12/2008
31/12/2008	PROMPT	50,000,000	5,000,000	0	EOM90	15/12/2008
31/12/2008	PROMPT	50,000,000	5,000,000	0	EOM90	15/12/2008
31/12/2008	PROMPT	50,000,000	6,000,000	0	EOM60	15/12/2008
31/12/2008	PROMPT/SLOW 30	50,000,000	6,000,000	1,000,000	EOM60	15/12/2008
31/12/2008	PROMPT	50,000,000	8,000,000	0	EOM90	15/12/2008
31/12/2008	PROMPT	50,000,000	9,000,000	0	EOM60	15/12/2008
31/12/2008	PROMPT	50,000,000	15,000,000	0	EOM90	15/12/2008
31/12/2008	PROMPT/SLOW 60	50,000,000	15,000,000	2,000,000	EOM90	15/12/2008
31/12/2008	PROMPT	50,000,000	50,000,000	10,000,000	EOM60	15/12/2008
30/11/2008	PROMPT	50,000,000	3,000,000	0	EOM60	15/11/2008
30/11/2008	PROMPT	10,000	250	0	EOM60	15/11/2008
30/11/2008	PROMPT	2,000,000	250,000	0	EOM90	28/11/2008
30/11/2008	PROMPT	5,000,000	300,000	0	NET14	27/11/2008
30/11/2008	PROMPT	4,000,000	30,000	0	EOM60	3/11/2008
30/11/2008	PROMPT	50,000,000	7,000,000	0	EOM90	15/11/2008
30/11/2008	PROMPT	50,000,000	7,000,000	0	EOM60	15/11/2008
30/11/2008	PROMPT	50,000,000	8,000,000	0	EOM90	15/11/2008
30/11/2008	PROMPT	50,000,000	8,000,000	0	EOM90	15/11/2008
30/11/2008	PROMPT	50,000,000	9,000,000	0	EOM90	15/11/2008
30/11/2008	PROMPT	50,000,000	10,000,000	0	EOM90	15/11/2008
30/11/2008	PROMPT	50,000,000	10,000,000	0	EOM90	15/11/2008
30/11/2008	PROMPT	50,000,000	20,000,000	0	EOM90	15/11/2008
30/11/2008	PROMPT	50,000,000	30,000,000	1,000	EOM60	15/11/2008
30/11/2008	PROMPT	50,000,000	50,000,000	9,000,000	EOM60	15/11/2008
30/11/2008	PROMPT	75,000	10,000	0	EOM90	17/9/2008
30/11/2008	PROMPT	3,000,000	1,000,000	0	EOM90	15/11/2008
30/11/2008	PROMPT/SLOW 90	20,000,000	1,000,000	250,000	T/T90	15/11/2008
31/10/2008	PROMPT	10,000	2,500	0	EOM60	15/10/2008
31/10/2008	PROMPT	5,000,000	800,000	0	NET14	30/10/2008
31/10/2008	PROMPT	2,000,000	200,000	0	EOM90	28/10/2008
31/10/2008	PROMPT	3,000,000	1,000,000	65,000	EOM90	15/10/2008
31/10/2008	PROMPT/SLOW 30	75,000	20,000	10,000	EOM90	17/9/2008
31/10/2008	PROMPT	50,000,000	7,000,000	0	EOM90	15/10/2008
31/10/2008	PROMPT	50,000,000	8,000,000	0	EOM30	15/10/2008
31/10/2008	PROMPT	50,000,000	8,000,000	0	EOM60	15/10/2008
31/10/2008	PROMPT	50,000,000	9,000,000	0	EOM60	15/10/2008
31/10/2008	PROMPT	50,000,000	9,000,000	0	EOM90	15/10/2008
31/10/2008	PROMPT	50,000,000	10,000,000	0	EOM90	15/10/2008
31/10/2008	PROMPT	50,000,000	10,000,000	0	EOM90	15/10/2008
31/10/2008	PROMPT	50,000,000	10,000,000	0	EOM90	15/10/2008
31/10/2008	PROMPT	50,000,000	10,000,000	0	EOM90	15/10/2008
31/10/2008	PROMPT	50,000,000	20,000,000	1,000	EOM60	15/10/2008
31/10/2008	PROMPT	50,000,000	50,000,000	6,000,000	EOM60	15/10/2008
31/10/2008	SLOW 90	20,000,000	3,000,000	3,000,000	T/T90	15/10/2008
30/9/2008	PROMPT/SLOW 30	50,000,000	4,000,000	750,000	EOM60	15/9/2008
30/9/2008	PROMPT	4,000,000	30,000	0	EOM60	4/8/2008
30/9/2008	PROMPT	10,000	2,500	0	EOM60	15/9/2008
30/9/2008	PROMPT/SLOW 30	50,000,000	9,000,000	2,000,000	EOM60	15/9/2008
30/9/2008	PROMPT	50,000,000	9,000,000	20,000	EOM90	15/9/2008
30/9/2008	PROMPT	50,000,000	9,000,000	0	EOM90	15/9/2008
30/9/2008	PROMPT	50,000,000	10,000,000	200,000	EOM60	15/9/2008
30/9/2008	PROMPT	50,000,000	10,000,000	0	EOM90	15/9/2008
30/9/2008	PROMPT	50,000,000	10,000,000	0	EOM90	15/9/2008

RECHTLICHER HINWEIS

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