

English Translations of Financial Statements Originally Issued in Chinese
PEGATRON CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 2008
(Expressed in Thousands of New Taiwan Dollars)

ASSETS	Notes	2008	LIABILITIES AND STOCKHOLDERS' EQUITY	Notes	2008
CURRENT ASSETS			CURRENT LIABILITIES		
Cash and cash equivalents	II, IV, V	\$26,274,861	Short-term loans	IV, 14, VI	\$14,288,407
Financial assets at fair value through profit or loss-current	II, IV, 2	3,952,004	Financial liabilities at fair value through profit or loss-current	II, IV, 15	409
Available-for-sale financial assets-current	II, IV, 3	8,381	Notes and accounts payable	V	58,913,504
Notes and accounts receivable, net	II, IV, 4	54,437,945	Income tax payable	II, IV, 23	5,595,849
Accounts receivable-related parties, net	II, IV, 4, V	9,411,802	Accrued expenses	V	1,598,570
Other receivables, net	V	2,928,642	Other payables	V	8,027,488
Other receivables-related parties, net	II, IV, 5	1,694,333	Receipts in advance	V	2,034,544
Inventory, net	V	40,975,383	Current portion of long-term loans	IV, 16, VI	4,076,903
Prepayments	V	816,726	Other current liabilities	V	118,731
Noncurrent assets held for sale	IV, 6	182,876	Total current liabilities	IV, 16, VI	1,600,959
Other current assets	V, VI	823,869			
Deferred income tax assets-current	II, IV, 23, V	1,248,765	LONG-TERM LIABILITY		
Total current assets		142,736,087	Long-term loans	IV, 16, VI	8,212,695
INVESTMENTS			OTHER LIABILITIES		
Available-for-sale financial assets-noncurrent	II, IV, 7	837,958	Accrued pension liabilities	II, IV, 17	19,991
Financial assets carried at cost-noncurrent	II, IV, 8	1,295,298	Guarantee deposits received	II, IV, 23	231,665
Long-term investments under the equity method	II, IV, 9	2,665,994	Deferred income tax liabilities-noncurrent		161,852
Total long-term investments		4,799,250	Others		37,208
			Total other liabilities		470,716
PROPERTY, PLANT AND EQUIPMENT	II, IV, 10, V, VI		Total liabilities		104,936,816
Land		3,248,728			
Buildings and equipment		21,144,123	STOCKHOLDERS' EQUITY		
Machinery and equipment		46,462,038	Capital stock	IV, 18, V	18,846,281
Warehousing equipment		82,247	Common stock		
Instrument equipment		2,095,122	Additional paid-in capital	IV, 19, V	61,344,958
Transportation equipment		1,090,000	Premium on common stock		2,237,139
Office equipment		186,983	Others		63,582,097
Miscellaneous equipment		3,960,795	Total capital surplus		127,764,475
Total costs		78,270,056	Retained earnings	IV, 21, IV, 23	5,455,699
Less: Accumulated depreciation		(23,623,114)	Unappropriated earnings		
Accumulated impairment		(454,082)	Other adjustments of stockholders' equity	II	1,849,737
Add: Prepayments on purchase of equipment		5,234,331	Cumulative translation adjustments	II	(1,128)
Property, plant and equipment, net		59,447,191	Unrecognized loss on pension cost	II	241,398
			Total other adjustments of stockholders' equity	II	2,090,007
INTANGIBLE ASSETS	II		Equity attributable to shareholders of the parent		89,974,084
Consolidated debit		882,284	Minority interest		20,201,470
Deferred pension cost		8,029	Total Stockholders' Equity		110,175,554
Land use rights		2,333,541			
Other intangible assets		479,685			
Total intangible assets		3,703,539			
OTHER ASSETS	IV, 11				
Assets held for lease	IV, 12, VI	576,986			
Idle assets	V, VI	80,549			
Refundable deposits	II, V	475,760			
Deferred charges	IV, 13, VI	3,127,472			
Others		145,536			
Total other assets		4,406,303			
TOTAL ASSETS		<u>\$215,112,370</u>	TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		<u>\$215,112,370</u>

The accompanying notes are an integral part of the consolidated financial statements.

English Translations of Financial Statements Originally Issued in Chinese

PEGATRON CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF INCOME

FOR THE YEAR ENDED DECEMBER 31, 2008

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

	Notes	2008
NET SALES	II, V	\$513,294,155
COST OF SALES	II, IV.22, V	(486,230,023)
GROSS PROFIT		27,064,132
OPERATING EXPENSES	II, III, IV.21, IV.22, V	
Sales and marketing expenses		7,383,043
General and administrative expenses		5,351,049
Research and development expenses		6,480,557
Total operating expenses		19,214,649
OPERATING INCOME		7,849,483
NON-OPERATING INCOMES AND GAINS		
Interest income	V	475,472
Investment income recognized under equity method	II, IV.9	84,927
Dividends income		89,254
Gain on disposal of investments		210,530
Others	V	3,052,550
Total non-operating incomes and gains		3,912,733
NON-OPERATING EXPENSES AND LOSSES		
Interest expense		283,371
Loss on disposal of assets	II, V	41,616
Loss on foreign exchange	II, V	168,638
Impairment loss	II, IV.7-10, IV.12	754,957
Valuation loss on financial assets	II	52,570
Others	V	1,315,590
Total non-operating expenses and losses		2,616,742
INCOME BEFORE INCOME TAX		9,145,474
INCOME TAX EXPENSE	II, IV.23	(1,217,835)
CONSOLIDATED NET INCOME		\$7,927,639
REPRESENTED BY:		
Available for common shareholders		\$5,526,317
Available for minority shareholders		2,401,322
CONSOLIDATED NET INCOME		\$7,927,639
BASIC EARNINGS PER SHARE (in New Taiwan Dollars)	II, IV.24	
	Before Income Tax	After Income Tax
Available for common shareholders	\$2.80	\$3.08

The accompanying notes are an integral part of the consolidated financial statements.