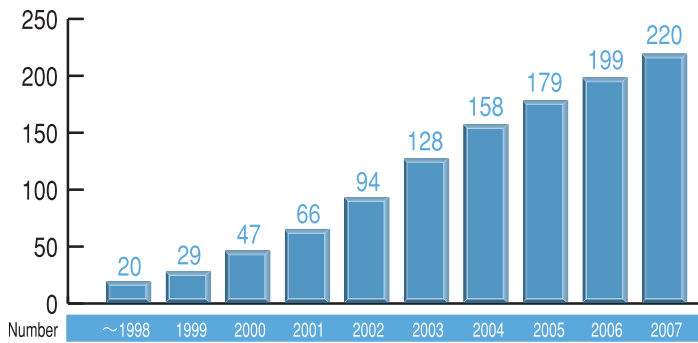


# Industry Advancement and Clustering

## Investor Numbers Continue to Rise

A total 21 high-tech enterprises were approved as STSP enterprises in 2007, with investments totaling US\$428 million—a 35.7% increase on 2006. The photovoltaic industry garnered the most investments at 71.5% of the total. A total 220 enterprises have been admitted to the STSP as of the end of 2007; taking away the number of companies revoked or that had moved out of the Park, a total of 154 enterprises remain on the premises, including 45 optoelectronics, 13 IC, 23 biotechnology, 49 precision machinery, 10 telecommunications, three computer and peripherals, and 11 other industry companies. Of these, 99 have already commenced production and 10 are undergoing construction; the STSP is currently at 71% occupancy.



Accumulated Number of Approved Enterprises by Year

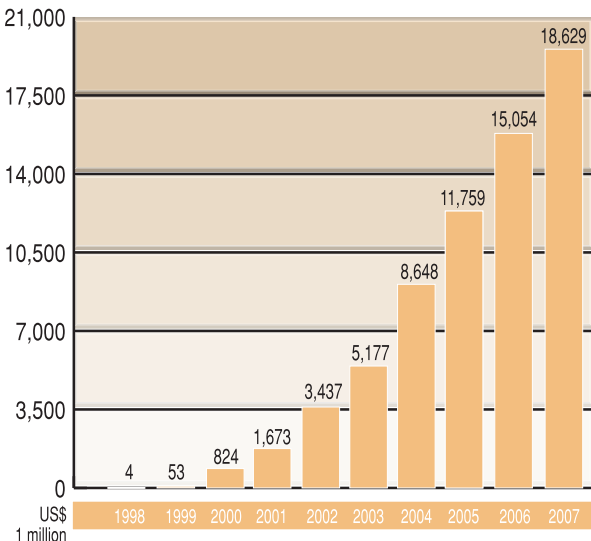
Number of Approved Enterprises by Industry (As of the end of 2007)

	Optoelectronics	IC	Biotechnology	Precision Machinery	Telecommunications	Computer & Peripherals	Other Industries	Total
Number	45	13	23	49	10	3	11	154
%	29.2	8.5	14.9	31.8	6.5	2.0	7.1	100.0

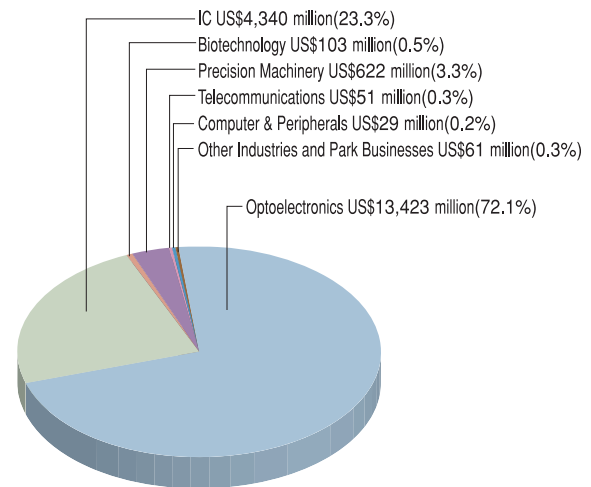
Note: Numbers exclude companies revoked or moved out of the Park.

## An US\$3.3 Billion Increase in Turnover

In compliance with the Executive Yuan's Two Trillion and Twin Star Industries Development Plan, STSP turnover reached a historic high of US\$18.6 billion in 2007. This 23.8% increase on 2006 is mainly attributed to optoelectronics (72.1%) and IC (23.3%) industry operations, which comprised 95.4% of the total STSP turnover.



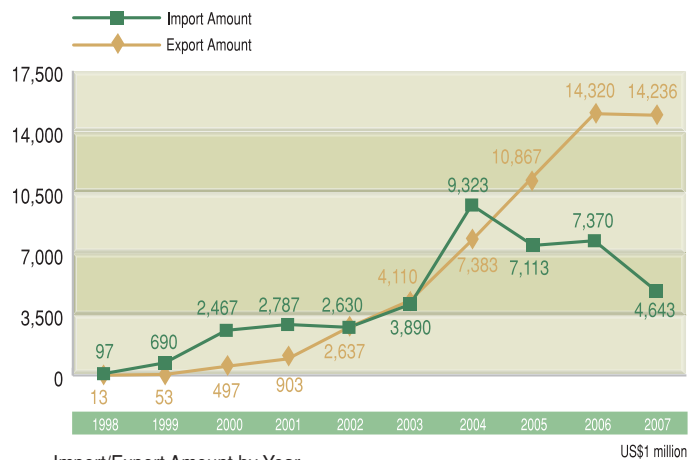
Turnover by Year



2007 Turnover by Industry

## An Expected Increase in Total Import/Export Amount

Import/export amount for the year 2007 totaled US\$18.88 billion, of which exports comprised US\$14.2 billion. This slight 0.6% decrease of export on 2006 is attributed mainly to decreased demand for and the pricing of TFT-LCD industry products. Major export partners include Hong Kong, the U.S. and China. Imports totaled US\$4.6 billion in 2007, denoting a 37% decrease on 2006 attributed mainly to a temporary slowdown in LCD panel plant expansion plans within the STSP. Major import partners include Japan, the U.S. and Taiwan (outside the STSP).



Import/Export Amount by Year

Note: Numbers include domestic sales and transfer sales in bonded areas.