

ALI CORPORATION  
Consolidated Statements of Cashflow  
For the periods ended Mar.31 , 2008 and 2007

(Amounts in thousand New Taiwan Dollars)

	2008	2007
Cash flows from operating activities :		
Net income	63,235	
Adjustments to reconcile net income to net cash provided by operating activities :		
Depreciation	9,641	
Amortization	22,808	
Amortization - deferred credit	(716)	
Provision for inventory loss	8,905	
Gain on disposal of investments	(960)	
Valuation gain on financial instruments	(205)	
Loss on disposal of property and equipment, net	273	
Change in deferred income tax assets	11,323	
Decrease in financial assets at fair value through profit or loss -current	254,797	
Increase in notes receivable	(2,250)	
Decrease in accounts receivable	153,237	
Decrease in other financial assets -current	13,211	
Decrease in inventory	145,090	
Increase in prepaid expenses and other current assets	(5,251)	
Decrease in prepaid pension	581	
Decrease in notes payable	(13)	
Decrease in accounts payable	(348,785)	
Increase in payables to related parties	6,102	
Increase in tax payable	4,165	
Decrease in accrued expenses and other current liabilities	(90,844)	
Cash provided by operating activities	244,344	
Cash flows from investing activities :		
Increase in certificate of deposit - restricted	(1,064)	
Decrease in financial assets available for sale -current	30,960	
Additions to property, plant and equipment	(4,735)	
Proceeds from sale of property, plant and equipment	14	
Increase in intangible assets	(14,299)	
Decrease of refundable deposits	531	
Cash provided by investing activities	11,407	
Cash flows from financing activities :		
Employee stock option	13,674	
Decrease of deposit- in	(55)	
Cash provided by financing activities	13,619	
Effect of exchange rate change on cash	(1,677)	
Net increase in cash and cash equivalents	267,693	
Cash and cash equivalents at beginning of year	1,670,294	
Cash and cash equivalents at end of the period	1,937,987	

Note : Based on the regulations governing public companies of the Securities and Futures Bureau ,  
ALI didn't need to prepare consolidated financial statement till 2008 .