

SOFT-WORLD INTERNATIONAL CORPORATION

STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY

PERIOD FROM JANUARY 1 THROUGH JUNE 30, 2003 AND 2002

(In Thousands of New Taiwan Dollars)

	Common Stock	Stock Dividend to be distributed	Capital Surplus	Retained Earnings			Total	Cumulative Translation Adjustments	Unrecognized losses on pension cost	TOTAL
				Legal Reserve	Special Reserve	Unappropriated Earnings				
BALANCE JANUARY 1,2003	\$ 633,939	\$ -	\$ 1,188,710	\$ 49,821	\$ -	\$ 472,926	\$ 522,747	\$ 1,138	\$ (1,267)	\$ 2,345,267
Additional paid in capital-gain on disposal of fixed assets adjusted back to accumulated earnings	-	-	(408)	-	-	408	408	-	-	-
Appropriation of earning for 2002 :										
Legal reserve	-	-	-	39,744	-	(39,744)	-	-	-	-
Special reserve	-	-	-	-	129	(129)	-	-	-	-
Shareholders' bonuses-per share NTD3	-	-	-	-	-	(190,192)	(190,192)	-	-	(190,192)
Capitalization of earnings-per share NTD1.8	-	114,115	-	-	-	(114,115)	(114,115)	-	-	-
Directors' remuneration-2%	-	-	-	-	-	(6,615)	(6,615)	-	-	(6,615)
Employees' bonuses	-	-	-	-	-	(7,346)	(7,346)	-	-	(7,346)
Capitalization of employees' bonuses	-	12,500	-	-	-	(12,500)	(12,500)	-	-	-
Corporate bonds converted into the common stock	32	-	273	-	-	-	-	-	-	305
Translation adjustments on long-term equity investments	-	-	-	-	-	-	-	(1,426)	-	(1,426)
Effect of changes of ownership interests in equity method investees	-	-	(59,303)	-	-	-	-	-	-	(59,303)
Net income for June 30, 2003	-	-	-	-	-	374,010	374,010	-	-	374,010
BALANCE JUNE 30, 2001(Recompiled)	\$ 633,971	\$ 126,615	\$ 1,129,272	\$ 89,565	\$ 129	\$ 476,703	\$ 566,397	\$ (288)	\$ (1,267)	\$ 2,454,700
BALANCE JANUARY 1, 2002	\$ 375,600	\$ -	\$ 5,800	\$ 34,281	\$ -	\$ 239,211	\$ 273,492	\$ 32	\$ -	\$ 654,924
Appropriation of earning for 2001:										
Legal reserve	-	-	-	15,540	-	(15,540)	-	-	-	-
Shareholders' bonuses-per share NTD1.1	-	-	-	-	-	(41,316)	(41,316)	-	-	(41,316)
Capitalization of earnings-per share NTD2.5	-	93,900	-	-	-	(93,900)	(93,900)	-	-	-
Directors' remuneration-2%	-	-	-	-	-	(2,956)	(2,956)	-	-	(2,956)
Capitalization of employees' bonuses	-	9,606	-	-	-	(9,606)	(9,606)	-	-	-
Effect of changes of ownership interests in equity method investees	-	-	-	-	-	-	-	(2,382)	-	(2,382)
Translation adjustments on long-term investments	-	-	(1,112)	-	-	(14,557)	(14,557)	-	-	(15,669)
Net income for June 30, 2002	-	-	-	-	-	194,590	194,590	-	-	194,590
BALANCE JUNE 30, 2002	\$ 375,600	\$ 103,506	\$ 4,688	\$ 49,821	\$ -	\$ 255,926	\$ 305,747	\$ (2,350)	\$ -	\$ 787,191