

CHEMICAL INDUSTRIES OF THE PHILIPPINES, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY
YEARS ENDED DECEMBER 31, 2004, 2003 AND 2002

	Capital Stock	Additional Paid-in Capital	Net Unrealized Loss on Decline in Value of Investments In Noncurrent Marketable Securities	Revaluation Increment in Land	Retained Earnings (Note 16)		Treasury Stock	Total
					Appropriated	Unappropriated		
BALANCES AT DECEMBER 31, 2001 AS PREVIOUSLY STATED	₱102,966,880	₱16,621,243	₱-	₱46,015,884	₱127,304,133	₱264,585,133	(₱870)	₱557,492,403
Effect of change in accounting for income taxes (Note 2)	-	-	-	(14,725,083)	-	-	-	(14,725,083)
BALANCES AT DECEMBER 31, 2001 AS RESTATED	102,966,880	16,621,243	-	31,290,801	127,304,133	264,585,133	(870)	542,767,320
Revaluation increment in land				811,599,923				811,599,923
Reversal of portion of revaluation increment arising from change in accounting policy	-	-	-	(30,026,346)	-	-	-	(30,026,346)
Reversal of revaluation increment related to the land sold	-	-	-	(604,596)	-	-	-	(604,596)
Effect of change in accounting for income taxes (Note 2)				(249,910,074)				(249,910,074)
Reversal of various appropriations (Note 16)	-	-	-	-	(120,000,000)	120,000,000	-	-
Net loss for the year	-	-	-	-	-	(274,536,233)	-	(274,536,233)
BALANCES AT DECEMBER 31, 2002	102,966,880	16,621,243	-	562,349,708	7,304,133	110,048,900	(870)	799,289,994
Net unrealized loss in value of investments in noncurrent marketable securities (Note 8)	-	-	(10,815,496)	-	-	-	-	(10,815,496)
Revaluation increment in land				54,584,974				54,584,974
Effect of change in accounting for income taxes (Note 2)	-	-	-	(17,467,192)	-	-	-	(17,467,192)
Reversal of appropriations (Note 16)	-	-	-	-	(7,304,133)	7,304,133	-	-
Net income for the year	-	-	-	-	-	9,748,066	-	9,748,066
BALANCES AT DECEMBER 31, 2003	102,966,880	16,621,243	(10,815,496)	599,467,490	-	127,101,099	(870)	835,340,346
Net unrealized loss in value of investments in noncurrent marketable securities (Note 8)	-	-	(602,500)	-	-	-	-	(602,500)
Net income for the year	-	-	-	-	-	4,786,274	-	4,786,274
BALANCES AT DECEMBER 31, 2004	₱102,966,880	₱16,621,243	(₱11,417,996)	₱599,467,490	₱-	₱131,887,373	(₱870)	₱839,524,120

See accompanying Notes to Consolidated Financial Statements.

* SGVMC304616 *