

CHUNGHWA TELECOM CO LTD

Form 6-K

August 30, 2007

1934 Act Registration No. 1-31731

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER

PURSUANT TO RULE 13a-16 OR 15d-16 OF

THE SECURITIES EXCHANGE ACT OF 1934

Dated August 30, 2007

Chunghwa Telecom Co., Ltd.

(Translation of Registrant's Name into English)

21-3 Hsinyi Road Sec. 1,

Taipei, Taiwan, 100 R.O.C.

(Address of Principal Executive Office)

(Indicate by check mark whether the registrant files or will file annual reports under cover of form 20-F or Form 40-F.)

Form 20-F Form 40-F

(Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.)

Yes No

(If "Yes" is marked, indicated below the file number assigned to the registrant in connection with Rule 12g3-2(b): Not applicable)

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant Chunghwa Telecom Co., Ltd. has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: 2007/08/30

Chunghwa Telecom Co., Ltd.

By: /s/ Tan HoChen
Name: Tan HoChen
Title: Chairman & CEO

Exhibit

Exhibit	Description
1	Consolidated Financial Statements as of December 31, 2006 and June 30, 2007 (Unaudited) and for Three Months and Six Months Ended June 30, 2006 and 2007 (Unaudited)
2	Press Release to Report Operating Results for 1H 2007

Chunghwa Telecom Co., Ltd. and Subsidiaries

Consolidated Financial Statements as of

December 31, 2006 and June 30, 2007 (Unaudited) and

for Three Months and Six Months Ended June 30, 2006

and 2007 (Unaudited)

CHUNGHWA TELECOM CO., LTD. AND SUBSIDIARIES**CONSOLIDATED BALANCE SHEETS**

(Amounts in Millions, Except Shares and Par Value Data)

	December 31,	June 30	
	2006 NT\$	2007 NT\$ (Unaudited)	2007 US\$ (Unaudited) (Note 3)
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	\$ 70,673	\$ 82,370	\$ 2,509
Short-term investments	6,951	17,724	540
Trade notes and accounts receivable, net	12,630	12,605	384
Inventories	2,183	4,285	131
Prepaid expenses	907	2,938	89
Deferred income taxes	1,271	1,292	39
Other current assets	6,287	6,043	184
Total current assets	100,902	127,257	3,876
LONG-TERM INVESTMENTS	3,546	4,031	123
PROPERTY, PLANT AND EQUIPMENT, NET	277,426	267,992	8,163
INTANGIBLE ASSETS			
3G concession, net	8,983	8,609	262
Patents and computer software, net	210	320	10
Goodwill	73	73	2
Total intangible assets	9,266	9,002	274
OTHER ASSETS			
Deferred income taxes, non-current	3,457	3,557	108
Other	4,184	4,664	142
Total other assets	7,641	8,221	250
TOTAL	\$ 398,781	\$ 416,503	\$ 12,686
LIABILITIES AND STOCKHOLDERS EQUITY			
CURRENT LIABILITIES			
Short-term loans	\$ 126	\$ 240	\$ 8
Trade notes and accounts payable	9,906	8,154	248
Income tax payable	12,469	8,804	268
Accrued expenses	19,937	12,073	368
Current portion of deferred income	8,354	8,461	258
Current portion of long-term loans	323	108	3
Dividend payable		34,751	1,059
Customers deposits	6,654	6,511	198
Other current liabilities	9,344	9,907	301

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Total current liabilities	67,113	89,009	2,711
LONG-TERM LIABILITIES			
Long-term loans		492	15
Deferred income, net of current portion	9,350	8,956	273
Accrued pension liabilities	1,612	2,921	89
Other	561	808	24
Total long-term liabilities	11,523	13,177	401
Total liabilities	78,636	102,186	3,112
MINORITY INTEREST	98	2,229	68
COMMITMENTS AND CONTINGENCIES (Notes 13 and 14)			
STOCKHOLDERS' EQUITY			
Capital stock NT\$10 (US\$0.3) par value			
Authorized 12,000,000,000 common shares			
Issued and outstanding 9,667,845,093 common shares	96,678	96,678	2,945
Capital stock to be issued		9,668	295
Capital surplus	164,330	154,704	4,712
Retained earnings	58,727	50,468	1,537
Other comprehensive income	312	570	17
Total stockholders' equity	320,047	312,088	9,506
TOTAL	\$ 398,781	\$ 416,503	\$ 12,686

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

CHUNGHWA TELECOM CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

(Amounts in Millions, Except Shares and Earnings Per Share and Per ADS Data)

	Three Months Ended June 30			Six Months Ended June 30		
	2006 NT\$	2007 NT\$	2007 US\$	2006 NT\$	2007 NT\$	2007 US\$
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
REVENUES	\$ 46,384	\$ 50,648	(Note 3) \$ 1,543	\$ 91,404	\$ 96,429	(Note 3) \$ 2,937
OPERATING COSTS AND EXPENSES						
Costs of revenues, excluding depreciation and amortization	15,447	19,305	588	30,872	34,185	1,041
Marketing, excluding depreciation and amortization	4,930	4,669	142	9,972	9,123	278
General and administrative, excluding depreciation and amortization	745	806	25	1,819	1,548	47
Research and development, excluding depreciation and amortization)	733	667	20	1,382	1,288	39
Depreciation and amortization costs of revenues	9,578	9,278	283	19,235	18,644	568
Depreciation and amortization other operating expenses	583	580	18	1,155	1,130	35
Total operating costs and expenses	32,016	35,305	1,076	64,435	65,918	2,008
INCOME FROM OPERATIONS	14,368	15,343	467	26,969	30,511	929
OTHER INCOME						
Interest	181	387	12	314	692	21
Other income	3	129	4	175	265	8
Total other income	184	516	16	489	957	29
OTHER EXPENSES						
Interest	1	5		1	7	
Other expense	154	30	1	137	77	2
Total other expenses	155	35	1	138	84	2
	14,397	15,824	482	27,320	31,384	956

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INCOME BEFORE INCOME TAX AND MINORITY INTEREST							
INCOME TAX EXPENSE	3,941	442	13	7,545	4,888	149	
INCOME BEFORE MINORITY INTEREST	10,456	15,382	469	19,775	26,496	807	
MINORITY INTEREST		103	4		95	3	
NET INCOME	\$ 10,456	\$ 15,279	\$ 465	\$ 19,775	\$ 26,401	\$ 804	
BASIC EARNINGS PER SHARE	\$ 0.98	\$ 1.44	\$ 0.04	\$ 1.85	\$ 2.48	\$ 0.08	
DILUTED EARNINGS PER SHARE		\$ 1.44	0.04		\$ 2.48	0.08	
WEIGHTED-AVERAGE NUMBER OF COMMON SHARES OUTSTANDING	10,636,005,324	10,634,629,602	10,634,629,602	10,707,152,646	10,634,629,602	10,634,629,602	
NET INCOME PER PRO FORMA EQUIVALENT ADS							
Basic	\$ 9.83	\$ 14.37	\$ 0.44	\$ 18.47	\$ 24.83	\$ 0.76	
Diluted		\$ 14.36	0.44		\$ 24.82	0.76	
WEIGHTED-AVERAGE NUMBER OF PRO FORMA EQUIVALENT ADSs OUTSTANDING	1,063,600,532	1,063,462,960	1,063,462,960	1,070,715,265	1,063,462,960	1,063,462,960	

(Continued)

CHUNGHWA TELECOM CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

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