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TAIWAN FUND INC  
Form N-Q  
January 29, 2008

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number: 811-4893

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THE TAIWAN FUND, INC.  
(Exact name of registrant as specified in charter)

2 AVENUE DE LAFAYETTE  
BOSTON, MA 02111  
(Address of principal executive offices) (Zip code)

(Name and Address of Agent for Service)  
The Taiwan Fund, Inc.  
c/o State Street Bank and Trust Company  
Attention: Mary Moran Zeven, Assistant  
Secretary  
2 Avenue De Lafayette  
P.O. Box 5049  
Boston, MA 02206-5049

Copy to:  
Leonard B. Mackey, Jr., Esq.  
Clifford Chance US LLP  
31 West 52nd Street  
New York, New York 10019

Registrant's telephone number, including area code: (800) 636-9242

Date of fiscal year end: August 31, 2008

Date of reporting period: November 30, 2007

ITEM 1: SCHEDULE OF INVESTMENTS

THE TAIWAN FUND, INC.

Investments/November 30, 2007 (Showing Percentage of Total Value of Investment  
in Securities) (unaudited)

|                           | US\$<br>VALUE<br>(NOTE c) |
|---------------------------|---------------------------|
| SHARES                    | -----                     |
| COMMON STOCKS - 95.5%     |                           |
| BASIC INDUSTRIES -- 19.4% |                           |
| CONSTRUCTION -- 3.2%      |                           |
| Goldsun Development &     |                           |

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|  |            |              |
|--|------------|--------------|
| Construction Co. Ltd.                    | 9,609,130  | \$ 4,765,547 |
| Ruentex Development Co. Ltd.             | 8,500,000  | 6,955,552    |
|  |            | -----        |
|  |            | 11,721,099   |
|  |            | -----        |
| FOOD -- 1.2%                             |            |              |
| Uni-President Enterprises Corp.          | 3,500,000  | 4,529,322    |
|  |            | -----        |
| GLASS -- 1.9%                            |            |              |
| Taiwan Glass Industrial Corp.            | 6,800,000  | 7,071,477    |
|  |            | -----        |
| IRON & STEEL -- 3.2%                     |            |              |
| China Steel Corp.                        | 7,000,000  | 9,221,375    |
| Tung Ho Steel Enterprise Corp.           | 1,800,000  | 2,705,970    |
|  |            | -----        |
|  |            | 11,927,345   |
|  |            | -----        |
| PAPER -- 0.7%                            |            |              |
| Long Chen Paper Co. Ltd.                 | 6,310,162  | 2,435,110    |
|  |            | -----        |
| PETROLEUM SERVICES -- 1.2%               |            |              |
| Formosa Petrochemical Corp.              | 1,600,000  | 4,542,806    |
|  |            | -----        |
| PLASTICS -- 1.6%                         |            |              |
| Nan Ya Plastics Corp.                    | 2,266,000  | 5,885,897    |
|  |            | -----        |
| RETAIL -- 2.1%                           |            |              |
| Far Eastern Department Stores Co Ltd.    | 6,500,000  | 7,736,656    |
|  |            | -----        |
| TEXTILE -- 2.1%                          |            |              |
| Far Eastern Textile Co Ltd.              | 5,145,500  | 6,212,176    |
| Ruentex Industries Ltd                   | 2,000,000  | 1,568,409    |
|  |            | -----        |
|  |            | 7,780,585    |
|  |            | -----        |
| TRANSPORTATION -- 2.2%                   |            |              |
| EVA Airways Corp. (a)                    | 7,000,000  | 2,798,958    |
| U-Ming Marine Transport Corp.            | 2,001,000  | 5,358,825    |
|  |            | -----        |
|  |            | 8,157,783    |
|  |            | -----        |
| TOTAL BASIC INDUSTRIES                   |            | 71,788,080   |
|  |            | -----        |
| FINANCE -- 8.9%                          |            |              |
| BANKS -- 1.5%                            |            |              |
| Far Eastern International Bank           | 16,000,000 | 5,504,928    |
|  |            | -----        |
| FINANCIAL SERVICES -- 7.4%               |            |              |
| Cathay Financial Holding Co. Ltd.        | 4,500,593  | 10,099,899   |
| Fubon Financial Holding Co Ltd           | 7,500,000  | 6,567,324    |
| Taishin Financial Holdings Co., Ltd. (a) | 13,000,000 | 5,560,721    |
| Yuanta Financial Holding Co. Ltd. (a)    | 7,700,000  | 5,131,424    |
|  |            | -----        |
|  |            | 27,359,368   |
|  |            | -----        |
| TOTAL FINANCE                            |            | 32,864,296   |
|  |            | -----        |
| MISCELLANEOUS -- 1.7%                    |            |              |
| ATHLETIC FOOTWARE -- 1.7%                |            |              |
| Pou Chen Corp.                           | 7,069,531  | 6,365,690    |
|  |            | -----        |

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|   | SHARES    | US\$<br>VALUE<br>(NOTE c) |
|---|-----------|---------------------------|
|   | -----     | -----                     |
| TECHNOLOGY -- 65.5%                         |           |                           |
| ELECTRONIC COMPONENTS -- 9.4%               |           |                           |
| Epistar Corp.                               | 1,000,267 | \$ 4,139,100              |
| Everlight Electronics Co. Ltd.              | 1,800,920 | 6,866,070                 |
| Kinsus Interconnect Technology Corp.        | 1,800,029 | 6,416,321                 |
| Nan Ya Printed Circuit Board Corp.          | 1,330,401 | 8,927,897                 |
| Paragon Technologies Co Ltd.                | 105,000   | 681,839                   |
| Unimicron Technology Corp.                  | 3,876,000 | 7,472,792                 |
|   |           | -----                     |
|   |           | 34,504,019                |
|   |           | -----                     |
| ELECTRONICS -- 4.8%                         |           |                           |
| Largan Precision Co., Ltd.                  | 506,000   | 6,501,054                 |
| Synnex Technology International Corp.       | 4,300,000 | 11,315,790                |
|   |           | -----                     |
|   |           | 17,816,844                |
|   |           | -----                     |
| IC DESIGN -- 12.4%                          |           |                           |
| Global Unichip Corp                         | 700,000   | 5,174,819                 |
| MediaTek, Inc.                              | 1,282,000 | 16,689,604                |
| Novatek Microelectronics Corp. Ltd.         | 1,700,703 | 6,747,566                 |
| Orise Technology Co. Ltd. (a)               | 2,000,000 | 5,244,560                 |
| Realtek Semiconductor Corp.                 | 1,150,000 | 4,188,364                 |
| RichTek Technology Corp.                    | 800,500   | 7,567,804                 |
|   |           | -----                     |
|   |           | 45,612,717                |
|   |           | -----                     |
| MEMORY IC -- 2.2%                           |           |                           |
| Inotera Memories, Inc.                      | 9,646,000 | 8,222,212                 |
|   |           | -----                     |
| PC & PERIPHERALS -- 13.5%                   |           |                           |
| Asustek Computer Inc.                       | 3,451,363 | 10,804,899                |
| Clevo Co. (a)                               | 3,800,000 | 5,194,346                 |
| Foxconn Technology Co. Ltd.                 | 935,000   | 9,129,161                 |
| GeoVision Inc.                              | 450,000   | 3,187,186                 |
| Hon Hai Precision Industry Co. Ltd.         | 2,800,760 | 17,883,472                |
| Portwell Inc.                               | 1,800,000 | 3,347,592                 |
|   |           | -----                     |
|   |           | 49,546,656                |
|   |           | -----                     |
| SEMICONDUCTOR MANUFACTURING -- 6.8%         |           |                           |
| Ardentec Corp.                              | 2,747,054 | 1,992,470                 |
| Siliconware Precision Industries Co.        | 3,500,074 | 6,400,854                 |
| Taiwan Semiconductor Manufacturing Co. Ltd. | 8,950,009 | 16,811,436                |
|   |           | -----                     |
|   |           | 25,204,760                |
|   |           | -----                     |
| TELECOMMUNICATIONS -- 9.1%                  |           |                           |
| Chunghwa Telecom Co., Ltd.                  | 3,000,000 | 5,988,469                 |
| CyberTAN Technology Inc.                    | 2,600,000 | 5,206,125                 |
| High Tech Computer Corp.                    | 800,000   | 14,853,388                |
| Merry Electronics Co. Ltd.                  | 2,500,866 | 7,596,704                 |
|   |           | -----                     |
|   |           | 33,644,686                |

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|                       |           |            |
|-----------------------|-----------|------------|
| TFT-LCD -- 7.3%       |           |            |
| Au Optronics Corp.    | 7,200,674 | 13,949,604 |
| InnoLux Display Corp. | 1,900,840 | 7,158,641  |
| Wintek Corp.          | 4,200,000 | 5,571,880  |

See Notes to Schedule of Investments.

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INVESTMENTS/ November 30, 2007 (unaudited) (continued)

|   | SHARES | US\$<br>VALUE<br>(NOTE c) |
|---|--------|---------------------------|
|   |        | 26,680,125                |
| TOTAL TECHNOLOGY  |        | 241,232,019               |
| TOTAL COMMON STOCKS<br>(Identified Cost -- \$282,142,794) |        | 352,250,085               |

|   | PRINCIPAL<br>AMOUNT<br>NT\$ | US\$<br>VALUE<br>(NOTE c) |
|---|-----------------------------|---------------------------|
| COMMERCIAL PAPER - 4.3%                                     |                             |                           |
| Alcon Pharmaceuticals Ltd:                                  |                             |                           |
| 1.9400%, 01/11/2008   | \$ 99,857,218               | \$ 3,095,196              |
| Citibank  | 19,904,318                  | 616,959                   |
| Fu One Enterprise   | 49,772,674                  | 1,542,765                 |
| Grand Bills Finance Corp (b)                                | 29,863,590                  | 925,658                   |
| International Bank Of Taipei                                | 100,000,000                 | 3,097,466                 |
| Taishin Bills Finance Corp: (b)                             |                             |                           |
| 1.9300%, 12/28/2007   | 50,035,058                  | 1,550,897                 |
| 1.9600%, 01/24/2008   | 49,842,959                  | 1,544,943                 |
| Taishin Time Deposit  | 49,785,873                  | 1,543,174                 |
| Les Enphants Co Ltd   | 50,000,000                  | 1,545,702                 |
| TOTAL COMMERCIAL PAPER<br>(Identified Cost -- \$15,409,965) |                             | 15,462,760                |

| MATURITY<br>AMOUNT | US\$<br>VALUE |
|--------------------|---------------|
|--------------------|---------------|

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|                                    | US\$<br>----- | (NOTE c)<br>----- |
|------------------------------------|---------------|-------------------|
| REPURCHASE AGREEMENT - 0.2%        |               |                   |
| State Street Bank and Trust Co.    |               |                   |
| 1.00% dated 11/26/07 due 12/07/07  |               |                   |
| (collateralized by U.S. Treasury   |               |                   |
| Note 5.625%, 5/15/08, market value |               |                   |
| \$586,786) (d)                     | 575,000       | 575,000           |
|                                    |               | -----             |
| TOTAL INVESTMENTS -- 100.0%        |               |                   |
| (Cost -- \$298,127,759)*           |               | \$368,287,845     |
|                                    |               | =====             |

See Notes to Schedule of Investments.

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NOTES TO SCHEDULE OF INVESTMENTS

NT\$ New Taiwan Dollar

US\$ United States Dollar

- (a) Non-income producing
- (b) Certificates of Deposit and Commercial Paper that are traded through Bills Finance Corporations must be guaranteed by either a bank, a trust company or a Bills Finance Corporation. Since there is no recognized credit rating system in the Republic of China, the guarantee may not be comparable to a guarantee issued by a U.S. institution.
- (c) All securities, including those traded over-the-counter for which market quotations are readily available, are valued at the last sales price prior to the time of determination of the Fund's net asset value per share or, if there were no sales on such date, at the closing price quoted for such securities (but if bid and asked quotations are available, at the mean between the last current bid and asked prices, rather than such quoted closing price). In certain instances where the price determined above may not represent fair market value, the value is determined in such manner as the Board of Directors may prescribe. Short-term investments, having a maturity of 60 days or less, are valued at amortized cost, which approximates market value, with accrued interest or discount earned included in interest receivable.
- (d) In connection with transactions in repurchase agreements, it is the Fund's policy that its custodian take possession of the underlying collateral securities, the fair value of which exceeds the principal amount of the repurchase transaction, including accrued interest, at all times. If the seller defaults, and the fair value of the collateral declines, realization of the collateral by the Fund may be delayed or limited by legal proceedings.

\* At November 30, 2007, aggregate gross unrealized appreciation for all securities for which there was an excess of value over financial reporting cost was \$70,160,086 and aggregate gross unrealized depreciation for all securities for which there was an excess of financial reporting cost over value was \$25,389,072 and net appreciation for financial reporting

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purposes was \$95,549,158. At November 30, 2007, aggregate cost for financial reporting purposes was \$298,127,759.

### ITEM 2. CONTROLS AND PROCEDURES

- (a) The registrant's principal executive and principal financial officers have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of this Form N-Q that includes the disclosure required by this paragraph based on their evaluation of the controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934 (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d))) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

### ITEM 3. EXHIBITS

The certification required by Rule 30a-2(a) of the Investment Company Act of 1940 (17 CFR 270.30a-2(a)), as amended, is attached as an exhibit to this filing.

### SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

THE TAIWAN FUND, INC.

By:

/s/ Andrew Chen  
President of The Taiwan Fund, Inc.

Date: January 29, 2008

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Adelina Louie  
Adelina Louie  
Treasurer of The Taiwan Fund, Inc.

Date: January 24, 2008

By:

/s/ Andrew Chen

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President of The Taiwan Fund, Inc.

Date: January 29, 2008