

Axiomtek Co., Ltd. And Subsidiaries
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

Item	2013/3/31	2012/12/31	2012/3/31	2012/1/1
Assets				
Current assets				
Cash and cash equivalents				
Total cash and cash equivalents	411,159	428,572	418,522	376,038
Current financial assets at fair value through profit or loss				
Total current financial assets at fair value through profit or loss	30,506	3,001	67,072	19,014
Notes receivable, net				
Notes receivable, net	6,191	15,933	10,989	37,769
Accounts receivable, net				
Accounts receivable, net	456,200	394,556	318,695	333,434
Other receivables				
Other receivables, net	25,170	8,154	15,285	6,795
Inventories				
Total inventories	623,375	537,064	492,386	479,965
Prepayments				
Total prepayments	18,759	38,528	53,695	39,445
Other current assets				
Total other current assets	5,810	5,559	3,662	9,387
Total current assets	1,577,170	1,431,367	1,380,306	1,301,847
Non-current assets				
Non-current financial assets at cost				
Non-current financial assets at cost, net	923	923	923	923
Property, plant and equipment				
Total property, plant and equipment	345,453	344,682	346,608	345,557
Intangible assets				
Total intangible assets	130,271	130,365	87,751	83,635
Deferred tax assets	36,755	40,390	56,340	47,778
Other non-current assets				
Total other non-current assets	10,439	10,716	11,385	12,301
Total non-current assets	523,841	527,076	503,007	490,194
Total assets	2,101,011	1,958,443	1,883,313	1,792,041
Liabilities				
Current liabilities				
Short-term borrowings				
Total short-term borrowings	0	1,000	36,000	40,000
Short-term notes and bills payable				
Total short-term notes and bills payable	4,997	19,989	29,992	29,986
Notes payable				
Total notes payable	99	113	3,329	118
Accounts payable				
Total accounts payable	303,198	247,974	254,570	192,850
Accounts payable to related parties				
Total accounts payable to related parties	15,616	3,395	3,151	4,307
Other payables				
Total other payables	223,421	228,652	162,743	176,662
Current tax liabilities	44,959	32,216	25,171	19,282
Other current liabilities				
Total other current liabilities	32,878	32,523	27,375	23,605
Total current liabilities	625,168	565,862	542,331	486,810
Non-current liabilities				
Long-term borrowings				
Total long-term borrowings	55,704	54,238	56,851	58,325
Deferred tax liabilities				
Total deferred tax liabilities	45,518	43,024	39,888	32,545
Other non-current liabilities				
Total other non-current liabilities	41,994	42,250	31,844	31,852
Total non-current liabilities	143,216	139,512	128,583	122,722
Total liabilities	768,384	705,374	670,914	609,532
Equity				
Equity attributable to shareholders of the parent				
Share capital				
Ordinary share	773,430	773,430	773,430	773,430
Total capital stock	773,430	773,430	773,430	773,430
Capital surplus				
Capital surplus, additional paid-in capital				
Total capital surplus, additional paid-in capital	98,369	98,369	130,699	130,699
Capital surplus, treasury share transactions	1,026	1,026	1,026	0
Capital surplus, gain on disposals of property, plant and equipment	2	2	2	2
Capital surplus, employee share options	15,103	14,300	10,051	8,278

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Item	2013/3/31	2012/12/31	2012/3/31	2012/1/1
Total capital surplus	114,500	113,697	141,778	138,979
Retained earnings				
Legal reserve	213,131	213,131	198,769	198,769
Special reserve	20,418	20,418	0	0
Unappropriated retained earnings (accumulated deficit)				
Total unappropriated retained earnings (accumulated deficit)	187,361	119,666	86,439	70,171
Total retained earnings	420,910	353,215	285,208	268,940
Other equity interest				
Exchange differences on translation of foreign financial statements				
Total exchange differences on translation of foreign financial statements	-2,536	-10,901	-6,549	0
Total other equity interest	-2,536	-10,901	-6,549	0
Treasury shares	0	0	0	17,610
Equity attributable to shareholders of the parent	1,306,304	1,229,441	1,193,867	1,163,739
Noncontrolling interests	26,323	23,628	18,532	18,770
Total equity	1,332,627	1,253,069	1,212,399	1,182,509
Equivalent issue shares of advance receipts for ordinary share	0	0	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0	0	797,000

Axiomtek Co., Ltd. And Subsidiaries
Consolidated Statements of Comprehensive Income

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

Item	<u>2013/1/1-3/31</u>	<u>2012/1/1-3/31</u>
Operating revenue		
Total operating revenue	809,989	579,260
Operating costs		
Total operating costs	508,797	366,218
Gross profit (loss) from operations	301,192	213,042
Gross profit (loss) from operations	301,192	213,042
Operating expenses		
Selling expenses		
Total selling expenses	121,490	91,706
Administrative expenses		
Total administrative expenses	27,470	26,890
Research and development expenses		
Total research and development expenses	74,130	69,498
Total operating expenses	223,090	188,094
Net operating income (loss)	78,102	24,948
Non-operating income and expenses		
Other income		
Total other income	7,935	4,870
Other gains and losses		
Other gains and losses, net	8,342	-6,286
Finance costs		
Finance costs, net	487	690
Total non-operating income and expenses	15,790	-2,106
Profit (loss) from continuing operations before tax	93,892	22,842
Tax expense (income)		
Total tax expense (income)	23,442	6,592
Profit (loss) from continuing operations	70,450	16,250
Profit (loss)	70,450	16,250
Other comprehensive income		
Exchange differences on translation of foreign financial statements	10,078	-7,890
Income tax relating to components of other comprehensive income	1,713	-1,341
Other comprehensive income, net	8,365	-6,549
Comprehensive income	78,815	9,701
NET INCOME (LOSS) ATTRIBUTABLE TO:		
Shareholders of the parent	67,695	16,268
Noncontrolling interests	2,755	-18
TOTAL COMPREHENSIVE INCOME (LOSS)		
ATTRIBUTABLE TO:		
Shareholders of the parent	76,060	9,719
Noncontrolling interests	2,755	-18
Basic earnings per share		
Total basic earnings per share	0.88	0.21
Diluted earnings per share		
Total diluted earnings per share	0.86	0.21

Axiomtek Co., Ltd. And Subsidiaries
 Consolidated Statements of Changes in Equity

(In Thousands of New Taiwan Dollars)

Item	Ordinary share	Total capital stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Equity Attributable to Shareholders of the Parent	Noncontrolling interests	Total equity
Balance, January 1, 2013	773,430	773,430	113,697	213,131	20,418	119,666	353,215	-10,901	-10,901	1,229,441	23,628	1,253,069
Profit (loss)						67,695	67,695			67,695	2,755	70,450
OTHER COMPREHENSIVE INCOME (LOSS)								8,365	8,365	8,365		8,365
Comprehensive Income						67,695	67,695	8,365	8,365	76,060	2,755	78,815
Share-based payments			803							803		803
Increase (decrease) in noncontrolling interests											-60	-60
Total Increase (decrease) in equity	0	0	803	0	0	67,695	67,695	8,365	8,365	76,863	2,695	79,558
Balance, March 31, 2013	773,430	773,430	114,500	213,131	20,418	187,361	420,910	-2,536	-2,536	1,306,304	26,323	1,332,627

(In Thousands of New Taiwan Dollars)

Item	Ordinary share	Total capital stock	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Treasury shares	Equity Attributable to Shareholders of the Parent	Noncontrolling interests	Total equity
Balance, January 1, 2012	773,430	773,430	138,979	198,769	70,171	268,940	0	0	-17,610	1,163,739	18,770	1,182,509
Profit (loss)					16,268	16,268				16,268	-18	16,250
OTHER COMPREHENSIVE INCOME (LOSS)							-6,549	-6,549		-6,549		-6,549
Comprehensive Income					16,268	16,268	-6,549	-6,549		9,719	-18	9,701
Share-based payments			1,773							1,773		1,773
Increase (decrease) in noncontrolling interests											-220	-220
Other			1,026						17,610	18,636		18,636
Total Increase (decrease) in equity	0	0	2,799	0	16,268	16,268	-6,549	-6,549	17,610	30,128	-238	29,890
Balance, March 31, 2012	773,430	773,430	141,778	198,769	86,439	285,208	-6,549	-6,549	0	1,193,867	18,532	1,212,399

Axiomtek Co., Ltd. And Subsidiaries
Consolidated Statements of Cash Flows

(In Thousands of New Taiwan Dollars)

Item	<u>2013/1/1-3/31</u>	<u>2012/1/1-3/31</u>
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	93,892	22,842
Profit (loss) before tax	93,892	22,842
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	8,800	9,187
Amortization expense	1,533	1,194
Provision (reversal of provision) for bad debt expense	1,052	391
Net loss (gain) on financial assets or liabilities at fair value through profit or	-4	-46
Interest expense	487	690
Interest revenue	-124	-111
Share-based payments	803	2,849
Loss (gain) on disposal of property, plan and equipment	0	-70
Loss (gain) on disposal of investments	-45	-16
Total adjustments to reconcile profit (loss)	12,502	14,068
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in financial assets held for trading	-27,455	-47,996
Decrease (increase) in notes receivable	9,742	26,780
Decrease (increase) in accounts receivable	-62,732	14,394
Decrease (increase) in other receivable	-17,016	-8,489
Decrease (increase) in inventories	-86,456	-12,338
Decrease (increase) in prepayments	19,769	-14,250
Decrease (increase) in other current assets	-251	5,725
Total changes in operating assets	-164,399	-36,174
Changes in operating liabilities		
Increase (decrease) in notes payable	-14	3,211
Increase (decrease) in accounts payable	67,444	60,565
Increase (decrease) in other payable	-5,231	-13,919
Increase (decrease) in other current liabilities	355	4,249
Total changes in operating liabilities	62,554	54,106
Total changes in operating assets and liabilities	-101,845	17,932
Total adjustments	-89,343	32,000
Cash inflow (outflow) generated from operations	4,549	54,842
Interest received	124	111
Interest paid	-446	-711
Income taxes refund (paid)	-5,731	-1
Net cash flows from (used in) operating activities	-1,504	54,241
Cash flows from (used in) investing activities		
Acquisition of property, plant and equipment	-8,474	-13,421
Proceeds from disposal of property, plant and equipment	0	70
Acquisition of intangible assets	0	-4,657
Increase in other non-current assets	15	346
Net cash flows from (used in) investing activities	-8,459	-17,662
Cash flows from (used in) financing activities		
Decrease in short-term loans	-1,000	-4,000
Increase in short-term notes and bills payable	-14,992	7

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Consolidated Statements of Cash Flows

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Item	<u>2013/1/1-3/31</u>	<u>2012/1/1-3/31</u>
Decrease in other non-current liabilities	-256	-8
Treasury shares sold to employees	0	17,561
Change in noncontrolling interests	2,696	-220
Net cash flows from (used in) financing activities	-13,552	13,340
Effect of exchange rate changes on cash and cash equivalents	6,102	-7,435
Net increase (decrease) in cash and cash equivalents	-17,413	42,484
Cash and cash equivalents at beginning of period	428,572	376,038
Cash and cash equivalents at end of period	411,159	418,522
Cash and cash equivalents reported in the statement of financial position	411,159	418,522