

Axiomtek Co., Ltd. And Subsidiaries  
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

Item	2013/9/30	2012/12/31	2012/9/30	2012/1/1
<b>Assets</b>				
<b>Current assets</b>				
<b>Cash and cash equivalents</b>				
Total cash and cash equivalents	354,496	428,572	455,698	376,038
<b>Current financial assets at fair value through profit or loss</b>				
Total current financial assets at fair value through profit or loss	0	3,001	15,039	19,014
<b>Notes receivable, net</b>				
Notes receivable, net	4,039	15,933	25,093	37,769
<b>Accounts receivable, net</b>				
Accounts receivable, net	504,599	394,556	373,979	333,434
<b>Other receivables</b>				
Other receivables, net	23,379	8,154	22,658	6,795
<b>Inventories</b>				
Total inventories	714,239	537,064	590,553	479,965
<b>Prepayments</b>				
Total prepayments	22,339	38,528	45,422	39,445
<b>Other current assets</b>				
Total other current assets	2,793	5,559	5,262	9,387
<b>Total current assets</b>	<b>1,625,884</b>	<b>1,431,367</b>	<b>1,533,704</b>	<b>1,301,847</b>
<b>Non-current assets</b>				
<b>Non-current financial assets at cost</b>				
Non-current financial assets at cost, net	923	923	923	923
<b>Property, plant and equipment</b>				
Total property, plant and equipment	343,526	344,682	337,907	345,557
<b>Intangible assets</b>				
Total intangible assets	134,685	130,365	87,346	83,635
<b>Deferred tax assets</b>	39,523	40,390	55,028	47,778
<b>Other non-current assets</b>				
Total other non-current assets	12,997	10,716	21,871	12,301
<b>Total non-current assets</b>	<b>531,654</b>	<b>527,076</b>	<b>503,075</b>	<b>490,194</b>
<b>Total assets</b>	<b>2,157,538</b>	<b>1,958,443</b>	<b>2,036,779</b>	<b>1,792,041</b>
<b>Liabilities</b>				
<b>Current liabilities</b>				
<b>Short-term borrowings</b>				
Total short-term borrowings	92,000	1,000	14,500	40,000
<b>Short-term notes and bills payable</b>				
Total short-term notes and bills payable	0	19,989	29,980	29,986
<b>Notes payable</b>				
Total notes payable	204	113	4,273	118
<b>Accounts payable</b>				
Total accounts payable	271,038	247,974	375,776	192,850
<b>Accounts payable to related parties</b>				
Total accounts payable to related parties	6,178	3,395	12,174	4,307
<b>Other payables</b>				
Total other payables	236,021	228,652	200,225	176,662
<b>Current tax liabilities</b>	56,777	32,216	36,840	19,282
<b>Other current liabilities</b>				
Total other current liabilities	23,631	32,523	24,831	23,605
<b>Total current liabilities</b>	<b>685,849</b>	<b>565,862</b>	<b>698,599</b>	<b>486,810</b>
<b>Non-current liabilities</b>				
<b>Long-term borrowings</b>				
Total long-term borrowings	53,924	54,238	56,437	58,325
<b>Deferred tax liabilities</b>				
Total deferred tax liabilities	42,646	43,024	40,430	32,545
<b>Other non-current liabilities</b>				
Total other non-current liabilities	41,318	42,250	30,715	31,852
<b>Total non-current liabilities</b>	<b>137,888</b>	<b>139,512</b>	<b>127,582</b>	<b>122,722</b>
<b>Total liabilities</b>	<b>823,737</b>	<b>705,374</b>	<b>826,181</b>	<b>609,532</b>
<b>Equity</b>				
<b>Equity attributable to shareholders of the parent</b>				
<b>Share capital</b>				
Ordinary share	773,430	773,430	773,430	773,430
Advance receipts for ordinary share	1,989	0	0	0
Total capital stock	775,419	773,430	773,430	773,430
<b>Capital surplus</b>				
Total capital surplus	116,106	113,697	112,589	138,979
<b>Retained earnings</b>				
Legal reserve	230,919	213,131	213,131	198,769
Special reserve	27,848	20,418	20,418	0

Axiomtek Co., Ltd. And Subsidiaries  
 Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

Item	2013/9/30	2012/12/31	2012/9/30	2012/1/1
Unappropriated retained earnings (accumulated deficit)				
Total unappropriated retained earnings (accumulated deficit)	158,738	119,666	80,561	70,171
Total retained earnings	417,505	353,215	314,110	268,940
Other equity interest				
Total other equity interest	-2,404	-10,901	-10,946	0
Treasury shares	0	0	0	17,610
Equity attributable to shareholders of the parent	1,306,626	1,229,441	1,189,183	1,163,739
Noncontrolling interests	27,175	23,628	21,415	18,770
Total equity	1,333,801	1,253,069	1,210,598	1,182,509
Equivalent issue shares of advance receipts for ordinary share	88,000	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	2013/7/1-9/30	2012/7/1-9/30	2013/1/1-9/30	2012/1/1-9/30
<b>Operating revenue</b>				
Total operating revenue	1,034,753	698,706	2,700,781	2,041,589
<b>Operating costs</b>				
Total operating costs	696,202	424,524	1,739,408	1,265,972
Gross profit (loss) from operations	338,551	274,182	961,373	775,617
Gross profit (loss) from operations	338,551	274,182	961,373	775,617
<b>Operating expenses</b>				
<b>Selling expenses</b>				
Total selling expenses	126,864	90,636	380,990	285,027
<b>Administrative expenses</b>				
Total administrative expenses	27,939	42,646	81,868	95,154
<b>Research and development expenses</b>				
Total research and development expenses	76,631	65,454	224,591	207,427
Total operating expenses	231,434	198,736	687,449	587,608
Net operating income (loss)	107,117	75,446	273,924	188,009
<b>Non-operating income and expenses</b>				
<b>Other income</b>				
Total other income	2,264	2,198	11,420	7,521
<b>Other gains and losses</b>				
Other gains and losses, net	-5,059	-6,417	8,332	-9,628
<b>Finance costs</b>				
Finance costs, net	530	567	1,461	1,850
Total non-operating income and expenses	-3,325	-4,786	18,291	-3,957
Profit (loss) from continuing operations before tax	103,792	70,660	292,215	184,052
<b>Tax expense (income)</b>				
Total tax expense (income)	24,208	17,671	66,800	50,149
Profit (loss) from continuing operations	79,584	52,989	225,415	133,903
Profit (loss)	79,584	52,989	225,415	133,903
<b>Other comprehensive income</b>				
Exchange differences on translation of foreign financial statements	-4,398	-6,005	10,511	-13,188
Income tax relating to components of other comprehensive income	-558	-1,021	2,014	-2,242
Other comprehensive income, net	-3,840	-4,984	8,497	-10,946
Comprehensive income	75,744	48,005	233,912	122,957
<b>NET INCOME (LOSS) ATTRIBUTABLE TO:</b>				
Shareholders of the parent	76,548	50,618	215,882	129,853
Noncontrolling interests	3,036	2,371	9,533	4,050
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>				
<b>ATTRIBUTABLE TO:</b>				
Shareholders of the parent	72,708	45,634	224,379	118,907
Noncontrolling interests	3,036	2,371	9,533	4,050
<b>Basic earnings per share</b>				
Total basic earnings per share	0.99	0.65	2.79	1.68
<b>Diluted earnings per share</b>				
Total diluted earnings per share	0.98	0.65	2.75	1.66

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

(In Thousands of New Taiwan Dollars)

Item	Ordinary share	Advance receipts for 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	0	773,430	113,697	213,131	20,418	119,666	353,215	-10,901	-10,901	1,229,441	23,628	1,253,069
Legal reserve appropriated					17,788		-17,788	0			0		0
Special reserve appropriated						7,430	-7,430	0			0		0
Cash dividends of ordinary share					0	0	-151,592	-151,592			-151,592		-151,592
Profit (loss)							215,882	215,882			215,882	9,533	225,415
OTHER COMPREHENSIVE INCOME (LOSS)							0	0	8,497	8,497	8,497	0	8,497
Comprehensive income							215,882	215,882	8,497	8,497	224,379	9,533	233,912
Share-based payments				2,409							2,409	0	2,409
Increase (decrease) in noncontrolling interests											0	-5,986	-5,986
Other	0	1,989	1,989								1,989	0	1,989
Total increase (decrease) in equity	0	1,989	1,989	2,409	17,788	7,430	39,072	64,290	8,497	8,497	77,185	3,547	80,732
Balance, September 30, 2013	773,430	1,989	775,419	116,106	230,919	27,848	158,738	417,505	-2,404	-2,404	1,306,626	27,175	1,333,801

(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	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	0	70,171	268,940	0	0	-17,610	1,163,739	18,770	1,182,509
Legal reserve appropriated				14,362		-14,362	0				0		0
Special reserve appropriated					20,418	-20,418	0				0		0
Cash dividends of ordinary share				0	0	-83,686	-83,686				-83,686		-83,686
Cash dividends from capital surplus			-32,329								-32,329		-32,329
Profit (loss)						129,853	129,853				129,853	4,050	133,903
OTHER COMPREHENSIVE INCOME (LOSS)								-10,946	-10,946		-10,946		-10,946
Comprehensive income						129,853	129,853	-10,946	-10,946		118,907	4,050	122,957
Share-based payments			4,913								4,913		4,913
Increase (decrease) in noncontrolling interests											0	-1,405	-1,405
Other			1,026			-997	-997			17,610	17,639		17,639
Total increase (decrease) in equity	0	0	-26,390	14,362	20,418	10,390	45,170	-10,946	-10,946	17,610	25,444	2,645	28,089
Balance, September 30, 2012	773,430	773,430	112,589	213,131	20,418	80,561	314,110	-10,946	-10,946	0	1,189,183	21,415	1,210,598

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

	(In Thousands of New Taiwan Dollars)	
Item	2013/1/1-9/30	2012/1/1-9/30
<b>Cash flows from (used in) operating activities, indirect method</b>		
Profit (loss) from continuing operations before tax	292,215	184,052
Profit (loss) before tax	292,215	184,052
<b>Adjustments</b>		
<b>Adjustments to reconcile profit (loss)</b>		
Depreciation expense	25,058	27,678
Amortization expense	5,430	3,128
Provision (reversal of provision) for bad debt expense	1,174	1,868
Net loss (gain) on financial assets or liabilities at fair value through profit or	2	-40
Interest expense	1,461	1,850
Interest revenue	-361	-709
Share-based payments	2,409	5,989
Loss (gain) on disposal of property, plan and equipment	59	1,541
Loss (gain) on disposal of investments	-100	-312
Total adjustments to reconcile profit (loss)	35,132	40,993
<b>Changes in operating assets and liabilities</b>		
<b>Changes in operating assets</b>		
Decrease (increase) in financial assets held for trading	3,099	4,327
Decrease (increase) in notes receivable	11,894	12,676
Decrease (increase) in accounts receivable	-111,240	-42,322
Decrease (increase) in other receivable	-15,225	-15,863
Decrease (increase) in inventories	-177,237	-110,513
Decrease (increase) in prepayments	16,189	-10,583
Decrease (increase) in other current assets	2,766	4,125
Total changes in operating assets	-269,754	-158,153
<b>Changes in operating liabilities</b>		
Increase (decrease) in notes payable	91	4,155
Increase (decrease) in accounts payable	25,847	190,793
Increase (decrease) in other payable	7,208	23,563
Increase (decrease) in other current liabilities	-10,999	1,226
Total changes in operating liabilities	22,147	219,737
Total changes in operating assets and liabilities	-247,607	61,584
Total adjustments	-212,475	102,577
Cash inflow (outflow) generated from operations	79,740	286,629
Interest received	361	709
Interest paid	-1,300	-1,850
Income taxes refund (paid)	-39,288	-28,245
<b>Net cash flows from (used in) operating activities</b>	<b>39,513</b>	<b>257,243</b>
<b>Cash flows from (used in) investing activities</b>		
Acquisition of property, plant and equipment	-22,669	-27,993
Proceeds from disposal of property, plant and equipment	17	252
Acquisition of intangible assets	-7,172	-5,573
Increase in other non-current assets	-3,148	-10,855
<b>Net cash flows from (used in) investing activities</b>	<b>-32,972</b>	<b>-44,169</b>
<b>Cash flows from (used in) financing activities</b>		
Increase in short-term loans	92,000	0
Decrease in short-term loans	-1,000	-25,500
Decrease in short-term notes and bills payable	-19,989	-6

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

	(In Thousands of New Taiwan Dollars)	
<b>Item</b>	<u>2013/1/1-9/30</u>	<u>2012/1/1-9/30</u>
Decrease in other non-current liabilities	-932	-1,137
Cash dividends paid	-151,592	-116,015
Exercise of employee share options	1,989	0
Treasury shares sold to employees	0	17,561
Change in noncontrolling interests	-5,986	-1,405
Net cash flows from (used in) financing activities	-85,510	-126,502
Effect of exchange rate changes on cash and cash equivalents	4,893	-6,912
Net increase (decrease) in cash and cash equivalents	-74,076	79,660
Cash and cash equivalents at beginning of period	428,572	376,038
Cash and cash equivalents at end of period	354,496	455,698
Cash and cash equivalents reported in the statement of financial position	354,496	455,698