

## Financial Statement Balance Sheet

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2014/09/30	2013/12/31	2013/09/30
<b>Balance Sheet</b>			
Assets			
Current assets			
Cash and cash equivalents			
Total cash and cash equivalents	21,951,551	16,515,621	15,863,835
Current financial assets at fair value through profit or loss			
Total current financial assets at fair value through profit or loss	844,688	144,773	239,695
Current bond investment without active market			
Current bond investment without active market, net	1,444,427	1,281,373	1,347,866
Accounts receivable, net			
Accounts receivable, net	3,511,671	3,124,085	3,019,568
Accounts receivable due from related parties, net			
Accounts receivable due from related parties, net	1,066,594	932,354	734,727
Other receivables			
Other receivables, net	322,586	164,938	187,486
Other receivables due from related parties			
Other receivables due from related parties, net	11,647	0	9,318
Inventories			
Total inventories	2,979,351	2,790,862	3,262,612
Prepayments			
Total prepayments	86,960	120,241	165,373
Other current assets			
Total other current assets	2,364,547	2,147,472	2,296,924
Total current assets	34,584,022	27,221,719	27,127,404
Non-current assets			
Non-current available-for-sale financial assets			
Non-current available-for-sale financial assets, net	1,314,953	747,116	737,193
Held-to-maturity non-current financial assets			
Non-current held-to-maturity financial assets, net	346,919	399,796	391,653

Non-current financial assets at cost			
Non-current financial assets at cost, net	855,967	978,442	1,019,807
Investments accounted for using equity method			
Investments accounted for using equity method, net	168,370	322,834	336,714
Property, plant and equipment			
Total property, plant and equipment	3,426,008	3,035,281	2,974,291
Investment property, net			
Investment property, net	79,477	82,146	80,879
Intangible assets			
Total intangible assets	1,310,835	1,257,062	977,078
Deferred tax assets	140,960	31,632	69,845
Other non-current assets			
Total other non-current assets	79,823	53,154	40,247
Total non-current assets	7,723,312	6,907,463	6,627,707
Total assets	42,307,334	34,129,182	33,755,111
Liabilities			
Current liabilities			
Short-term borrowings			
Total short-term borrowings	8,217,785	6,288,505	5,399,062
Notes payable			
Total notes payable	6,379	4,282	5,060
Accounts payable			
Total accounts payable	3,967,448	2,903,789	2,988,714
Accounts payable to related parties			
Total accounts payable to related parties	355,054	345,399	350,479
Other payables			
Total other payables	7,457,521	3,903,730	5,264,613
Other payables to related parties	43,118	36,306	29,962
Current tax liabilities	390,361	82,742	93,294
Other current liabilities			
Total other current liabilities	73,857	29,927	39,029
Total current liabilities	20,511,523	13,594,680	14,170,213
Non-current liabilities			

Non-current provisions			
Total non-current provisions	949,625	856,557	768,206
Deferred tax liabilities			
Total deferred tax liabilities	18,246	5,770	0
Other non-current liabilities			
Total other non-current liabilities	127,856	148,416	158,014
Total non-current liabilities	1,095,727	1,010,743	926,220
Total liabilities	21,607,250	14,605,423	15,096,433
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	5,049,513	5,049,513	5,049,513
Total capital stock	5,049,513	5,049,513	5,049,513
Capital surplus			
Capital surplus, additional paid-in capital			
Total capital surplus, additional paid-in capital	4,405,168	4,406,855	4,408,868
Capital surplus, changes in equity of associates and joint ventures accounted for using equity method	0	0	0
Total capital surplus	4,405,168	4,406,855	4,408,868
Retained earnings			
Legal reserve	3,191,846	2,888,304	2,888,304
Special reserve	124,338	533,055	533,055
Unappropriated retained earnings (accumulated deficit)			
Total unappropriated retained earnings (accumulated deficit)	7,678,541	6,760,468	6,061,428
Total retained earnings	10,994,725	10,181,827	9,482,787
Other equity interest			
Exchange differences on translation of foreign financial statements			
Total exchange differences on translation of foreign financial statements	148,680	-137,358	-295,443
Unrealized gains (losses) on available-for-sale financial assets			
Total unrealized gains (losses) on available-for-sale financial assets	92,222	13,020	2,979
Total other equity interest	240,902	-124,338	-292,464
Total equity attributable to owners of parent	20,690,308	19,513,857	18,648,704
Non-controlling interests	9,776	9,902	9,974
Total equity	20,700,084	19,523,759	18,658,678

Number of share capital awaiting retirement	0	0	0
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0	0

## Financial Statement Income Statement

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2014/3rd	2013/3rd	2014/01/01 To 2014/09/30	2013/01/01 To 2013/09/30
<b>Statement of comprehensive income</b>				
Operating revenue				
Total operating revenue	8,300,440	7,176,916	23,700,950	20,876,766
Operating costs				
Total operating costs	4,686,633	4,142,512	13,250,242	11,835,492
Gross profit (loss) from operations	3,613,807	3,034,404	10,450,708	9,041,274
Gross profit (loss) from operations	3,613,807	3,034,404	10,450,708	9,041,274
Operating expenses				
Selling expenses				
Total selling expenses	492,478	392,341	1,348,717	1,199,555
Administrative expenses				
Total administrative expenses	341,818	301,874	895,539	1,012,612
Research and development expenses				
Total research and development expenses	2,080,511	1,632,896	5,816,990	4,788,384
Total operating expenses	2,914,807	2,327,111	8,061,246	7,000,551
Net other income (expenses)				
Net other income (expenses)	1,626	1,241	5,113	4,937
Net operating income (loss)	700,626	708,534	2,394,575	2,045,660
Non-operating income and expenses				
Other income				
Total other income	227,862	147,139	550,747	341,371
Other gains and losses				
Other gains and losses, net	779,823	-7,286	847,524	92,165
Finance costs				



Financial year: Yearly  
Unit: NT\$ thousand

Accounting Title	2014/01/01 To 2014/09/30	2013/01/01 To 2013/09/30
<b>Statement of cash flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	3,731,075	2,525,534
Profit (loss) before tax	3,731,075	2,525,534
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	437,069	453,396
Amortization expense	408,689	400,818
Provision (reversal of provision) for bad debt expense	-5,862	8,681
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-21,402	4,559
Interest expense	56,093	26,501
Interest income	-414,891	-296,181
Dividend income	-27,230	-22,686
Share of loss (profit) of associates and joint ventures accounted for using equity method	-2,980	-72,893
Loss (gain) on disposal of property, plan and equipment	158	937
Loss (gain) on disposal of investments	-1,083,612	-34,745
Impairment loss on financial assets	135,246	35,000
Total adjustments to reconcile profit (loss)	-518,722	503,387
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in financial assets held for trading	-669,160	-119,405
Decrease (increase) in accounts receivable	-381,724	-487,403
Decrease (increase) in accounts receivable due from related parties	-134,240	-69,012
Decrease (increase) in other receivable	-80,799	-75,835
Decrease (increase) in other receivable due from related parties	0	-8,432
Decrease (increase) in inventories	-188,489	-255,641
Decrease (increase) in prepayments	33,281	-40,457
Total changes in operating assets	-1,421,131	-1,056,185
Changes in operating liabilities		

Increase (decrease) in notes payable	2,097	-2,399
Increase (decrease) in accounts payable	1,063,659	-347,102
Increase (decrease) in accounts payable to related parties	9,655	96,437
Increase (decrease) in other payable	1,277,447	602,956
Increase (decrease) in other payable to related parties	7,067	-5,439
Increase (decrease) in receipts in advance	36,764	0
Increase (decrease) in other current liabilities	7,166	-10,158
Increase (decrease) in accrued pension liabilities	-29,777	-31,801
Increase (decrease) in other operating liabilities	93,068	284,441
Total changes in operating liabilities	2,467,146	586,935
Total changes in operating assets and liabilities	1,046,015	-469,250
Total adjustments	527,293	34,137
Cash inflow (outflow) generated from operations	4,258,368	2,559,671
Interest received	326,395	296,181
Dividends received	27,052	34,823
Interest paid	-64,751	-26,378
Income taxes refund (paid)	-176,746	-91,788
Net cash flows from (used in) operating activities	4,370,318	2,772,509
Cash flows from (used in) investing activities		
Proceeds from disposal of available-for-sale financial assets	0	67,400
Acquisition of bond investments without active market	-1,263,293	-1,162,795
Proceeds from disposal of bond investments without active market	1,109,789	466,956
Acquisition of held-to-maturity financial assets	-347,235	0
Proceeds from disposal of held-to-maturity financial assets	401,571	0
Proceeds from capital reduction of financial assets at cost	0	9,865
Acquisition of investments accounted for using equity method	-100,000	0
Proceeds from disposal of investments accounted for using equity method	827,890	0
Proceeds from capital reduction of investments accounted for using equity method	13,005	22,950
Acquisition of property, plant and equipment	-820,750	-281,311
Proceeds from disposal of property, plant and equipment	0	3,025
Increase in refundable deposits	-29,939	220
Acquisition of intangible assets	-669,606	-395,783
Increase in other non-current assets	-217,075	-1,238,941

Decrease in other non-current assets	3,270	4,501
Net cash flows from (used in) investing activities	-1,092,373	-2,503,913
Cash flows from (used in) financing activities		
Increase in short-term loans	1,979,933	4,251,526
Decrease in guarantee deposits received	9,217	4,685
Net cash flows from (used in) financing activities	1,989,150	4,256,211
Effect of exchange rate changes on cash and cash equivalents	168,835	150,189
Net increase (decrease) in cash and cash equivalents	5,435,930	4,674,996
Cash and cash equivalents at beginning of period	16,515,621	11,188,839
Cash and cash equivalents at end of period	21,951,551	15,863,835
Cash and cash equivalents reported in the statement of financial position	21,951,551	15,863,835

## Financial Statement Statements of Changes in Stockholders' Equity

Financial year: Yearly

Unit: NT\$ thousand

2014/09/30  
Statement of Stockholders' Equity  
Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on available-for-sale financial assets	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	5,049,513	5,049,513	4,406,855	2,888,304	533,055	6,760,468	10,181,827	-137,358	13,020	124,338	19,513,857	9,902	19,523,759
Legal reserve appropriated	0	0	0	303,542	0	-303,542	0	0	0	0	0	0	0
Special reserve appropriated	0	0	0	0	408,717	408,717	0	0	0	0	0	0	0
Cash dividends of ordinary share	0	0	0	0	0	-2,524,758	-2,524,758	0	0	0	-2,524,758	0	-2,524,758
Changes in equity of associates and joint ventures accounted for using equity	0	0	-1,687	0	0	0	0	0	0	0	-1,687	0	-1,687



method													
Profit (loss)	0	0	0	0	0	3,337,656	3,337,656	0	0	0	3,337,656	-126	3,337,530
Other comprehensive income	0	0	0	0	0	0	0	286,038	79,202	365,240	365,240	0	365,240
Total comprehensive income	0	0	0	0	0	3,337,656	3,337,656	286,038	79,202	365,240	3,702,896	-126	3,702,770
Total increase (decrease) in equity	0	0	-1,687	303,542	408,717	918,073	812,898	286,038	79,202	365,240	1,176,451	-126	1,176,325
Equity at end of period	5,049,513	5,049,513	4,405,168	3,191,846	124,338	7,678,541	10,994,725	148,680	92,222	240,902	20,690,308	9,776	20,700,084

**2013/09/30**  
**Statement of Stockholders' Equity**  
Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on available-for-sale financial assets	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	4,987,795	4,987,795	5,436,603	2,662,950	173,073	4,958,790	7,794,813	-511,016	-22,039	533,055	17,686,156	10,000	17,696,156
Legal reserve appropriated	0	0	0	225,354	0	-225,354	0	0	0	0	0	0	0
Special reserve appropriated	0	0	0	0	359,982	-359,982	0	0	0	0	0	0	0
Cash dividends of ordinary share	0	0	0	0	0	-598,535	-598,535	0	0	0	-598,535	0	-598,535
Stock dividends of ordinary share	61,718	61,718	65,881	0	0	-49,878	-49,878	0	0	0	77,721	0	77,721
Changes in equity of associates and joint ventures accounted for using equity method	0	0	3,699	0	0	0	0	0	0	0	3,699	0	3,699
Cash dividends													



## Content of Independent Auditors Report

ended September 30, 2014 and 2013, for nine-month period ended September 30, 2014 and 2013, of changes in stockholder's equity and cash flows for the nine-month period then ended September 30, 2014 and 2013. These financial consolidated statements are the responsibility of the Company's management. Our responsibility is to issue a review report on these financial statements based on our reviews. Except for the facts stated in the following paragraph, we conducted our reviews in accordance with the guidelines of ROC Statement on Auditing Standards No.36 (ROC SAS No. 36), "Reviewing Financial Statements". Those guidelines require that we plan and perform the review, which consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the Republic of China and with the objective of expressing an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion. As stated in note 4(5) to the financial statements, the financial statements and the disclosure in note 13 of certain non-major subsidiaries and long-term investments accounted under the equity were not reviewed by independent auditors. The total assets of these subsidiaries amounted to NT\$5,507,932 thousand and NT\$4,478,219 thousand, or 13.02% and 13.27% of the total consolidated assets as of September 30, 2014 and 2013, respectively, and the total liabilities of these subsidiaries amounted to NT\$2,554,929 thousand and NT\$1,343,831 thousand, or 11.82% and 8.90% of the total consolidated liabilities as of September 30, 2014 and 2013, respectively. The net sales of these subsidiaries were NT\$4,810,977 thousand and NT\$989,135 thousand, or 20.30% and 4.74% of total consolidated net sales for nine-month period ended September 30, 2014 and 2013, respectively. In addition, the long-term investments accounted for under the equity method amounted to NT\$168,370 thousand and NT\$336,714 thousand as of September 30, 2014 and 2013, respectively, and the related investment income were NT\$(1,126) thousand and NT\$21,951 thousand for three-month period ended September 30, 2014 and 2013, and NT\$2,980 thousand and NT\$72,893 thousand for nine-month period ended September 30, 2014 and 2013, respectively. Based on our reviews, we are not aware of any modifications that should be made, in any material respects, to the financial statements referred to in the first paragraph in order for them to be in conformity with the Rules Governing the Preparation of Financial Statements of Securities Issuers and IAS

	34 Interim Financial Report?? as recognized by Financial Supervisory Commission, except for the effect of such adjustments, if any, as might have been determined to be necessary had the subsidiaries and investee companies?? financial statements as stated in the third paragraph been reviewed.
Ending balance of assets of subsidiaries whose financial statements were audited or reviewed by other independent accountants	0
Total year-to-date revenues of subsidiaries whose financial statements were audited or reviewed by other independent accountants	0
Total revenues for the quarter of subsidiaries whose financial statements were audited or reviewed by other independent accountants	
Ending balance of investments accounted for using equity method whose financial statements were audited or reviewed by other independent accountants	0
Share of year-to-date profit (loss) of associates and joint ventures accounted for using equity method which audited by other independent accountants	0
Share of profit (loss) for the quarter of associates and joint ventures accounted for using equity method whose financial statements were audited or reviewed by other independent accountants	
Ending balance of assets of subsidiaries whose financial statements were on unaudited or unreviewed	5507932000
Year-to-date comprehensive income of subsidiaries whose financial statements were unaudited or unreviewed	1831986000
Comprehensive income for the quarter of subsidiaries whose financial statements were unaudited or unreviewed	
Ending balance of investments accounted for using equity method whose financial statements were unaudited or unreviewed	168370000
Share of year-to-date profit (loss) of associates and joint ventures accounted for using equity method whose financial statements were unaudited or unreviewed	-1126000
Share of profit (loss) for the quarter of associates and joint ventures accounted for using equity method whose financial statements were unaudited or unreviewed	