

Financial Statement – Balance Sheet

Provided by: ADLINK TECHNOLOGY INC.  
Financial year: Yearly  
Unit: NT\$ thousand

Accounting Title	2014/03/31	2013/12/31	2013/03/31
<b>Balance Sheet</b>			
<b>Assets</b>			
Current assets			
Cash and cash equivalents			
Total cash and cash equivalents	1,213,474	1,177,682	1,023,818
Current financial assets at fair value through profit or loss			
Total current financial assets at fair value through profit or loss	0	0	129,358
Notes receivable, net			
Notes receivable, net	98,897	103,967	70,255
Accounts receivable, net			
Accounts receivable, net	1,161,673	1,147,948	978,482
Accounts receivable due from related parties, net			
Accounts receivable due from related parties, net	3,028	2,785	4,588
Other receivables			
Other receivables, net	33,566	52,895	63,109
Other receivables due from related parties			
Other receivables due from related parties, net	0	0	184
Inventories			
Total inventories	1,350,457	1,147,924	1,201,585
Prepayments			
Total prepayments	127,208	84,035	77,962
Other current assets			
Total other current assets	1,723	2,690	1,404
Total current assets	3,990,026	3,719,926	3,550,745
Non-current assets			
Non-current financial assets at cost			
Non-current financial assets at cost, net	1,680	2,240	6,123
Property, plant and equipment			
Total property, plant and equipment	1,040,450	1,043,878	1,081,960
Intangible assets			
Total intangible assets	605,897	430,494	456,638
Deferred tax assets			
Deferred tax assets	52,685	50,554	58,967
Other non-current assets			
Prepayments for business facilities	3,145	2,386	915
Guarantee deposits paid	36,133	34,089	25,265
Long-term prepaid rents	69,235	68,775	68,504
Total other non-current assets	108,513	105,250	94,684
Total non-current assets	1,809,225	1,632,416	1,698,372
Total assets	5,799,251	5,352,342	5,249,117
<b>Liabilities</b>			
Current liabilities			
Short-term borrowings			
Total short-term borrowings	490,266	357,224	534,261
Notes payable			
Total notes payable	8,571	8,530	5,909
Accounts payable			
Total accounts payable	1,003,325	830,393	799,362
Accounts payable to related parties			
Total accounts payable to related parties	6,269	1,779	615
Other payables			
Total other payables	573,646	531,737	410,998
Current tax liabilities			
Current tax liabilities	82,175	57,108	30,581
Current provisions			
Total current provisions	48,086	40,844	28,145
Other current liabilities			
Long-term liabilities, current portion			
Total long-term liabilities, current portion	110,000	207,500	117,500
Other current liabilities, others	39,873	24,542	34,970
Total other current liabilities	149,873	232,042	152,470
Total current liabilities	2,362,211	2,059,657	1,962,341
Non-current liabilities			
Long-term borrowings			
Total long-term borrowings	0	0	237,500
Non-current provisions			
Total non-current provisions	21,503	22,884	24,100
Deferred tax liabilities			
Total deferred tax liabilities	19,744	15,572	8,579
Other non-current liabilities			
Accrued pension liabilities	52,419	52,528	34,115
Total other non-current liabilities	52,419	52,528	34,115
Total non-current liabilities	93,666	90,984	304,294
Total liabilities	2,455,877	2,150,641	2,266,635
<b>Equity</b>			
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,709,874	1,709,224	1,707,094
Total capital stock	1,709,874	1,709,224	1,707,094
Capital surplus			
Total capital surplus	608,992	606,942	597,881
Retained earnings			
Legal reserve	318,395	318,395	299,027
Special reserve	1,608	1,608	0
Unappropriated retained earnings (accumulated deficit)			
Total unappropriated retained earnings (accumulated deficit)	606,563	498,797	337,454
Total retained earnings	926,566	818,800	636,481
Other equity interest			
Exchange differences on translation of foreign financial statements			
Total exchange differences on translation of foreign financial statements	91,141	61,091	35,764
Total other equity interest	91,141	61,091	35,764
Total equity attributable to owners of parent	3,336,573	3,196,057	2,977,220
Non-controlling interests			
Total equity	3,343,374	3,201,701	2,982,482
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**

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2014/01/01To2014/03/31	2013/01/01To2013/03/31
<b>Statement of comprehensive income</b>		
Operating revenue		
Total operating revenue	1,669,323	1,351,234
Operating costs		
Total operating costs	939,252	800,410
Gross profit (loss) from operations	730,071	550,824
Gross profit (loss) from operations	730,071	550,824
Operating expenses		
Selling expenses		
Total selling expenses	195,551	163,911
Administrative expenses		
Total administrative expenses	159,702	142,257
Research and development expenses		
Total research and development expenses	248,675	188,735
Total operating expenses	603,928	494,903
Net operating income (loss)	126,143	55,921
Non-operating income and expenses		
Other income		
Total other income	3,787	1,731
Other gains and losses		
Other gains and losses, net	10,491	4,988
Finance costs		
Finance costs, net	2,577	6,586
Total non-operating income and expenses	11,701	133
Profit (loss) from continuing operations before tax	137,844	56,054
Tax expense (income)		
Total tax expense (income)	29,167	10,757
Profit (loss) from continuing operations	108,677	45,297
Profit (loss)	108,677	45,297
Other comprehensive income		
Exchange differences on translation	36,450	39,187
Income tax related to components of other comprehensive income	6,154	6,698
Other comprehensive income, net	30,296	32,489
Total comprehensive income	138,973	77,786
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	107,766	45,254
Profit (loss), attributable to non-controlling interests	911	43
Comprehensive income attributable to:		
Comprehensive income, attributable to owners of parent	137,816	77,958
Comprehensive income, attributable to non-controlling interests	1,157	-172
Basic earnings per share		
Basic earnings (loss) per share from continuing operations	0.63	0.27
Total basic earnings per share	0.63	0.27
Diluted earnings per share		
Diluted earnings (loss) per share from continuing operations	0.62	0.26
Total diluted earnings per share	0.62	0.26

**2014/03/31 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	Gains (losses) on effective portion of hedges of net investments in foreign operations	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity	1,709,224	1,709,224	606,942	318,395	1,608	498,792	818,800		61,091	61,091	3,196,057	5,644	3,201,701
Legal reserve appropriated													0
Profit (loss)						107,766	107,766				107,766	911	108,677
Other comprehensive income											30,050	246	30,296
Total comprehensive income						107,766	107,766			30,050	137,816	1,157	138,973
Share-based payments	650	650	2,050								2,700		2,700
Total increase (decrease) in equity	650	650	2,050			107,766	107,766			30,050	140,516	1,157	141,673
Equity	1,709,874	1,709,874	608,992	318,395	1,608	606,558	926,564		61,091	91,141	3,336,573	6,801	3,343,374

**2013/03/31 Statement of Stockholders' Equity**

Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity		
Equity	1,581,000	1,581,000		287,301	299,027	292,200	581,227	3,960	3,960	2,462,395	5,424	2,467,819	
Profit (loss)					45,254	45,254				45,254	43	45,297	
Other comprehensive income													
Total comprehensive income					45,254	45,254			32,704	32,704	-213	32,491	
Issue of ordinary share, others	126,087	126,087	308,913						32,704	32,704	77,938	-172	77,766
Share-based payments			1,667								435,000		435,000
Total increase (decrease) in equity	126,087	126,087	310,580						45,254	45,254	514,625	1,867	516,492
Equity	1,707,087	1,707,087	597,881	299,027	299,027	337,454	616,481		35,764	35,764	2,977,220	5,262	2,982,482

**Financial Statement – Statements of Cash Flows**

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2014/01/01To2014/03/31	2013/01/01To2013/03/31
<b>Statement of cash flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	137,844	56,054
Profit (loss) before tax	137,844	56,054
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	36,355	31,954
Amortization expense	19,424	14,854
Provision (reversal of provision) for bad debt expense	-737	-1,177
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	0	-797
Interest expense	2,577	6,586
Interest income	-630	-325
Share-based payments	710	1,667
Loss (gain) on disposal of property, plan and equipment	-78	0
Impairment loss on financial assets	1,581	1,772
Impairment loss on non-financial assets	16,248	1,691
Unrealized foreign exchange loss (gain)	-1,593	-7,448
Other adjustments to reconcile profit (loss)	442	442
Total adjustments to reconcile profit (loss)	74,299	49,219
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	5,070	-4,825
Decrease (increase) in accounts receivable	33,450	38,156
Decrease (increase) in accounts receivable due from related parties	-243	-1,964
Decrease (increase) in other receivable	19,041	-27,750
Decrease (increase) in other receivable due from related parties	0	-86
Decrease (increase) in inventories	-140,744	-68,920
Decrease (increase) in prepayments	-41,502	59,082
Decrease (increase) in other current assets	1,031	-405
Total changes in operating assets	-123,897	-6,712
Changes in operating liabilities		
Increase (decrease) in notes payable	41	5,903
Increase (decrease) in accounts payable	138,748	182,120
Increase (decrease) in accounts payable to related parties	4,490	-2,525
Increase (decrease) in other payable	32,716	-115,987
Increase (decrease) in provisions	121	4,941
Increase (decrease) in other current liabilities	2,410	7,954
Increase (decrease) in accrued pension liabilities	-109	-426
Total changes in operating liabilities	178,417	81,980
Total changes in operating assets and liabilities	54,520	75,268
Total adjustments	128,819	124,487
Cash inflow (outflow) generated from operations	266,663	180,541
Interest received	955	685
Interest paid	-3,144	-6,503
Income taxes refund (paid)	-9,387	-3,737
Net cash flows from (used in) operating activities	255,087	170,986
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through profit or loss, designated as upon initial recognition	0	-41,523
Acquisition of available-for-sale financial assets	-224,070	0
Proceeds from disposal of bond investments without active market	0	395
Acquisition of property, plant and equipment	-16,471	-15,891
Proceeds from disposal of property, plant and equipment	97	0
Increase in refundable deposits	-1,768	18
Acquisition of intangible assets	-17,114	-13,010
Net cash flows from (used in) investing activities	-259,326	-70,011
Cash flows from (used in) financing activities		
Increase in short-term loans	147,519	306,814
Decrease in short-term loans	-28,302	-485,239
Repayments of long-term debt	-97,500	-88,561
Proceeds from issuing shares	0	435,000
Exercise of employee share options	1,990	0
Net cash flows from (used in) financing activities	23,707	168,014
Effect of exchange rate changes on cash and cash equivalents	16,324	11,916
Net increase (decrease) in cash and cash equivalents	35,792	280,905
Cash and cash equivalents at beginning of period	1,177,682	742,913
Cash and cash equivalents at end of period	1,213,474	1,023,818
Cash and cash equivalents reported in the statement of financial position	1,213,474	1,023,818