

Financial Statement – Balance Sheet

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2014/06/30	2013/12/31	2013/06/30
Balance Sheet			
Assets			
Current assets			
Cash and cash equivalents			
Total cash and cash equivalents	997,338	1,177,682	902,763
Current financial assets at fair value through profit or loss			
Total current financial assets at fair value through profit or loss	0	0	60,459
Current bond investment without active market			
Current bond investment without active market, net	14,986	0	71,775
Notes receivable, net			
Notes receivable, net	99,042	103,967	68,138
Accounts receivable, net			
Accounts receivable, net	1,608,731	1,147,948	1,449,167
Accounts receivable due from related parties, net			
Accounts receivable due from related parties, net	4,184	2,785	7,029
Other receivables			
Other receivables, net	63,743	52,895	70,970
Other receivables due from related parties			
Other receivables due from related parties, net	0	0	90
Inventories			
Total inventories	1,574,368	1,147,924	1,204,667
Prepayments			
Total prepayments	163,023	84,035	111,681
Other current assets			
Total other current assets	1,124	2,690	707
Total current assets	4,526,539	3,719,926	3,947,446
Non-current assets			
Non-current financial assets at cost			
Non-current financial assets at cost, net	16,195	2,240	4,828
Property, plant and equipment			
Total property, plant and equipment	1,028,326	1,043,878	1,078,077
Intangible assets			
Total intangible assets	580,665	430,494	451,967
Deferred tax assets	53,193	50,554	48,119
Other non-current assets			
Prepayments for business facilities	42,907	2,386	1,404
Guarantee deposits paid	36,210	34,089	26,636
Long-term prepaid rents	67,419	68,775	69,283
Total other non-current assets	146,536	105,250	97,323
Total non-current assets	1,824,915	1,632,416	1,680,314
Total assets	6,351,454	5,352,342	5,627,760
Liabilities			
Current liabilities			
Short-term borrowings			
Total short-term borrowings	431,380	357,224	441,338
Notes payable			
Total notes payable	8,931	8,530	3,920
Accounts payable			
Total accounts payable	1,481,924	830,393	1,027,471
Accounts payable to related parties			
Total accounts payable to related parties	2,937	1,779	1,526
Other payables			
Total other payables	838,698	531,737	667,689
Current tax liabilities	86,158	57,108	28,081
Current provisions			
Total current provisions	49,248	40,844	31,809
Other current liabilities			
Long-term liabilities, current portion			
Total long-term liabilities, current portion	72,500	207,500	197,500
Other current liabilities, others	37,006	24,542	38,072
Total other current liabilities	109,506	232,042	235,572
Total current liabilities	3,008,782	2,059,657	2,437,406
Non-current liabilities			
Long-term borrowings			
Total long-term borrowings	0	0	112,500
Non-current provisions			
Total non-current provisions	20,831	22,884	27,593
Deferred tax liabilities			
Total deferred tax liabilities	14,633	15,572	13,391
Other non-current liabilities			
Accrued pension liabilities	52,414	52,528	33,525
Total other non-current liabilities	52,414	52,528	33,525
Total non-current liabilities	87,878	90,984	187,009
Total liabilities	3,096,660	2,150,641	2,624,415
Equity			
Equity attributable to owners of parent			
Share capital			

Ordinary share	1,710,664	1,709,224	1,707,094
Stock dividend to be distributed	119,896	0	0
Total capital stock	1,830,560	1,709,224	1,707,094
Capital surplus			
Total capital surplus	611,339	606,942	599,546
Retained earnings			
Legal reserve	359,875	318,395	318,395
Special reserve	0	1,608	1,608
Unappropriated retained earnings (accumulated deficit)			
Total unappropriated retained earnings (accumulated deficit)	389,950	498,797	316,964
Total retained earnings	749,825	818,800	636,967
Other equity interest			
Exchange differences on translation of foreign financial statements			
Total exchange differences on translation of foreign financial statements	55,779	61,091	54,499
Total other equity interest	55,779	61,091	54,499
Total equity attributable to owners of parent	3,247,503	3,196,057	2,998,106
Non-controlling interests	7,291	5,644	5,239
Total equity	3,254,794	3,201,701	3,003,345
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	2014/2nd	2013/2nd	2014/01/01To2014/06/30	2013/01/01To2013/06/30
Statement of comprehensive income				
Operating revenue				
Total operating revenue	2,254,937	1,816,428	3,924,260	3,167,662
Operating costs				
Total operating costs	1,317,808	1,068,538	2,257,060	1,868,948
Gross profit (loss) from operations	937,129	747,890	1,667,200	1,298,714
Gross profit (loss) from operations	937,129	747,890	1,667,200	1,298,714
Operating expenses				
Selling expenses				
Total selling expenses	212,005	181,493	407,556	345,404
Administrative expenses				
Total administrative expenses	201,112	167,072	360,814	309,329
Research and development expenses				
Total research and development expenses	250,354	204,567	499,029	393,302
Total operating expenses	663,471	553,132	1,267,399	1,048,035
Net operating income (loss)	273,658	194,758	399,801	250,679
Non-operating income and expenses				
Other income				
Other income, others	11,331	5,406	15,118	7,137
Total other income	11,331	5,406	15,118	7,137
Other gains and losses				
Other gains and losses, net	-15,619	14,024	-5,128	19,012
Finance costs				
Finance costs, net	3,317	5,886	5,894	12,472
Total non-operating income and expenses	-7,605	13,544	4,096	13,677
Profit (loss) from continuing operations before tax	266,053	208,302	403,897	264,356
Tax expense (income)				
Total tax expense (income)	65,492	36,606	94,659	47,363
Profit (loss) from continuing operations	200,561	171,696	309,238	216,993
Profit (loss)	200,561	171,696	309,238	216,993
Other comprehensive income				
Exchange differences on translation	-42,638	22,340	-6,188	61,527
Income tax related to components of other comprehensive income	-7,243	3,838	-1,089	10,536
Other comprehensive income, net	-35,395	18,502	-5,099	50,991
Total comprehensive income	165,166	190,198	304,139	267,984
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	200,038	171,486	307,804	216,740
Profit (loss), attributable to non-controlling interests	523	210	1,434	253
Comprehensive income attributable to:				
Comprehensive income, attributable to owners of parent	164,676	190,221	302,492	268,179
Comprehensive income, attributable to non-controlling interests	490	-23	1,647	-195
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	1.09	0.94	1.68	1.19
Total basic earnings per share	1.09	0.94	1.68	1.19
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	1.08	0.93	1.66	1.18
Total diluted earnings per share	1.08	0.93	1.66	1.18

Financial Statement – Statements of Changes in Stockholders' Equity

Provided by: ADLINK TECHNOLOGY INC.
 Fiscal year: Yearly
 Unit: NTS thousand

2014/06/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Stock dividend to be distributed	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	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	498,797	818,600	61,091	61,091	3,196,057	5,644	3,201,701
Legal reserve appropriated							-41,480	0					0
Special reserve appropriated							1,608	0					0
Cash dividends of ordinary share							-256,883	-256,883			-256,883		-256,883
Stock dividends of ordinary share		119,896	119,896				-119,896	-119,896			0		0
Profit (loss)							307,804	307,804			307,804		309,238
Other comprehensive income													1,434
Total comprehensive income									-5,312	-5,312	-5,312		213
Issue of ordinary share, others	1,440		1,440	2,977					-5,312	-5,312	302,469		304,139
Share-based payments					1,420								4,417
Total increase (decrease) in equity	1,440	119,896	121,336	4,397	41,480	-1,608	-108,847	-68,075	-5,312	-5,312	51,446		1,647
Equity	1,710,664	119,896	1,830,560	611,339	359,875	0	389,950	749,925	55,779	55,779	3,247,503	7,281	3,254,784

2013/06/30 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	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity	1,581,007	1,581,007	287,301	299,027		292,200	591,227	3,060	3,060	2,462,595	5,434	2,468,029
Legal reserve appropriated				19,368		-19,368	0					0
Special reserve appropriated					1,608	-1,608	0					0
Cash dividends of ordinary share						-171,000	-171,000			-171,000		-171,000
Profit (loss)						216,740	216,740			216,740		216,093
Other comprehensive income									51,439	51,439		30,991
Total comprehensive income									51,439	51,439		448
Issue of ordinary share, others	126,087	126,087	308,913							261,174		267,984
Purchase of treasury share												-195
Retirement of treasury share												0
Share-based payments				3,332						3,332		3,332
Total increase (decrease) in equity	126,087	126,087	312,245	19,368	1,608	24,764	45,740		51,439	51,439	535,511	-195
Equity	1,707,094	1,707,094	599,546	318,395	1,608	316,964	636,967	54,499	54,499	2,998,106	5,239	3,003,345

Financial Statement – Statements of Cash Flows

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2014/01/01To2014/06/30	2013/01/01To2013/06/30
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	403,897	264,356
Profit (loss) before tax	403,897	264,356
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	73,994	64,930
Amortization expense	39,140	30,106
Provision (reversal of provision) for bad debt expense	2,510	-714
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	0	-3,305
Interest expense	5,894	12,472
Interest income	-2,658	-1,443
Share-based payments	1,420	3,332
Loss (gain) on disposal of property, plant and equipment	-275	-31
Loss (gain) on disposal of intangible assets	-15	0
Impairment loss on financial assets	3,158	5,673
Impairment loss on non-financial assets	18,291	1,437
Unrealized foreign exchange loss (gain)	-803	-23,224
Other adjustments to reconcile profit (loss)	879	896
Total adjustments to reconcile profit (loss)	141,535	90,129
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	4,925	-2,708
Decrease (increase) in accounts receivable	-422,608	-413,831
Decrease (increase) in accounts receivable due from related parties	-1,399	-4,404
Decrease (increase) in other receivable	-11,013	-35,305
Decrease (increase) in other receivable due from related parties	0	8
Decrease (increase) in inventories	-366,698	-71,748
Decrease (increase) in prepayments	-77,317	25,363
Decrease (increase) in other current assets	1,630	291
Total changes in operating assets	-872,480	-502,334
Changes in operating liabilities		
Increase (decrease) in notes payable	401	3,914
Increase (decrease) in accounts payable	626,157	419,103
Increase (decrease) in accounts payable to related parties	1,158	-1,614
Increase (decrease) in other payable	34,951	-28,136
Increase (decrease) in provisions	611	12,098
Increase (decrease) in other current liabilities	-457	11,057
Increase (decrease) in accrued pension liabilities	-114	-1,016
Total changes in operating liabilities	662,707	415,406
Total changes in operating assets and liabilities	-209,773	-86,928
Total adjustments	-68,238	3,201
Cash inflow (outflow) generated from operations	335,659	267,557
Interest received	2,860	1,500
Interest paid	-6,018	-14,044
Income taxes refund (paid)	-69,272	-31,021
Net cash flows from (used in) operating activities	263,229	223,992
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through profit or loss, designated as upon initial recognition	0	-162,957
Proceeds from disposal of financial assets at fair value through profit or loss, designated as upon initial recognition	0	192,841
Acquisition of available-for-sale financial assets	-224,070	0
Acquisition of bond investments without active market	-14,986	-94,200
Proceeds from disposal of bond investments without active market	0	22,820
Acquisition of financial assets at cost	-15,075	0
Acquisition of property, plant and equipment	-91,024	-30,884
Proceeds from disposal of property, plant and equipment	323	127
Increase in refundable deposits	-1,845	-1,353
Acquisition of intangible assets	-26,143	-21,709
Proceeds from disposal of intangible assets	219	0
Net cash flows from (used in) investing activities	-372,601	-95,315
Cash flows from (used in) financing activities		
Increase in short-term loans	237,741	498,386
Decrease in short-term loans	-180,241	-777,435
Repayments of long-term debt	-135,000	-133,561
Proceeds from issuing shares	0	435,000
Exercise of employee share options	4,417	0
Net cash flows from (used in) financing activities	-73,083	22,390
Effect of exchange rate changes on cash and cash equivalents	2,111	8,783
Net increase (decrease) in cash and cash equivalents	-180,344	159,850
Cash and cash equivalents at beginning of period	1,177,682	742,913
Cash and cash equivalents at end of period	997,338	902,763
Cash and cash equivalents reported in the statement of financial position	997,338	902,763