

Financial Statement – Balance Sheet

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2014/09/30	2013/12/31	2013/09/30
Balance Sheet			
Assets			
Current assets			
Cash and cash equivalents			
Total cash and cash equivalents	1,078,749	1,177,682	1,116,685
Current bond investment without active market			
Current bond investment without active market, net	15,234	0	0
Notes receivable, net			
Notes receivable, net	107,431	103,967	74,987
Accounts receivable, net			
Accounts receivable, net	1,447,008	1,147,948	1,322,922
Accounts receivable due from related parties, net			
Accounts receivable due from related parties, net	3,269	2,785	6,651
Other receivables			
Other receivables, net	73,603	52,895	51,380
Inventories			
Total inventories	1,727,722	1,147,924	1,305,860
Prepayments			
Total prepayments	138,578	84,035	121,206
Other current assets			
Total other current assets	108	2,690	1,120
Total current assets	4,591,702	3,719,926	4,000,811
Non-current assets			
Non-current financial assets at cost			
Non-current financial assets at cost, net	15,680	2,240	3,534
Property, plant and equipment			
Total property, plant and equipment	1,076,460	1,043,878	1,050,296
Intangible assets			
Total intangible assets	558,032	430,494	436,573
Deferred tax assets	49,861	50,554	44,437
Other non-current assets			
Prepayments for business facilities	12,494	2,386	2,346
Guarantee deposits paid	37,351	34,089	26,062
Long-term prepaid rents	68,233	68,775	68,095
Total other non-current assets	118,078	105,250	96,503
Total non-current assets	1,818,111	1,632,416	1,631,343
Total assets	6,409,813	5,352,342	5,632,154
Liabilities			
Current liabilities			
Short-term borrowings			
Total short-term borrowings	684,738	357,224	477,023
Short-term notes and bills payable			
Total short-term notes and bills payable	99,842	0	0
Notes payable			
Total notes payable	8,530	8,530	1,960
Accounts payable			
Total accounts payable	1,298,736	830,393	1,046,873
Accounts payable to related parties			
Total accounts payable to related parties	3,496	1,779	2,653
Other payables			
Total other payables	618,225	531,737	525,813
Current tax liabilities	90,584	57,108	40,335
Current provisions			
Total current provisions	47,948	40,844	39,990
Other current liabilities			
Long-term liabilities, current portion			
Total long-term liabilities, current portion	10,000	207,500	230,000
Other current liabilities, others	33,069	24,542	52,406
Total other current liabilities	43,069	232,042	282,406
Total current liabilities	2,895,168	2,059,657	2,417,053
Non-current liabilities			
Long-term borrowings			
Total long-term borrowings	0	0	35,000
Non-current provisions			
Total non-current provisions	22,934	22,884	22,722
Deferred tax liabilities			
Total deferred tax liabilities	18,107	15,572	10,660
Other non-current liabilities			
Total other non-current liabilities	52,464	52,528	33,221
Total non-current liabilities	93,505	90,984	101,603
Total liabilities	2,988,673	2,150,641	2,518,656
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,832,905	1,709,224	1,707,809
Total capital stock	1,832,905	1,709,224	1,707,809
Capital surplus			

Total capital surplus	616,950	606,942	602,721
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)	541,988	498,797	435,491
Total retained earnings	901,863	818,800	755,494
Other equity interest			
Total other equity interest	62,616	61,091	41,528
Total equity attributable to owners of parent	3,414,334	3,196,057	3,107,552
Non-controlling interests	6,806	5,644	5,946
Total equity	3,421,140	3,201,701	3,113,498
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	2014/3rd	2013/3rd	2014/01/01To2014/09/30	2013/01/01To2013/09/30
Statement of comprehensive income				
Operating revenue				
Total operating revenue	2,037,800	1,710,158	5,962,060	4,877,820
Operating costs				
Total operating costs	1,195,304	1,020,495	3,452,364	2,889,443
Gross profit (loss) from operations	842,496	689,663	2,509,696	1,988,377
Gross profit (loss) from operations	842,496	689,663	2,509,696	1,988,377
Operating expenses				
Selling expenses				
Total selling expenses	196,888	183,350	604,444	528,754
Administrative expenses				
Total administrative expenses	187,334	150,832	548,148	460,161
Research and development expenses				
Total research and development expenses	270,926	202,080	769,955	595,382
Total operating expenses	655,148	536,262	1,922,547	1,584,297
Net operating income (loss)	187,348	153,401	587,149	404,080
Non-operating income and expenses				
Other income				
Other income, others	10,986	2,632	26,104	9,769
Total other income	10,986	2,632	26,104	9,769
Other gains and losses				
Other gains and losses, net	8,905	-1,503	3,777	17,509
Finance costs				
Finance costs, net	3,258	3,687	9,152	16,159
Total non-operating income and expenses	16,633	-2,558	20,729	11,119
Profit (loss) from continuing operations before tax	203,981	150,843	607,878	415,199
Tax expense (income)				
Total tax expense (income)	52,030	31,571	146,689	78,934
Profit (loss) from continuing operations	151,951	119,272	461,189	336,265
Profit (loss)	151,951	119,272	461,189	336,265
Other comprehensive income				
Exchange differences on translation	7,840	-15,667	1,652	45,860
Income tax related to components of other comprehensive income	1,401	-2,658	312	7,878
Other comprehensive income, net	6,439	-13,009	1,340	37,982
Total comprehensive income	158,390	106,263	462,529	374,247
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	152,038	118,527	459,842	335,267
Profit (loss), attributable to non-controlling interests	-87	745	1,347	998
Comprehensive income attributable to:				
Comprehensive income, attributable to owners of parent	158,875	105,556	461,367	373,735
Comprehensive income, attributable to non-controlling interests	-485	707	1,162	512
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	0.83	0.65	2.51	1.84
Total basic earnings per share	0.83	0.65	2.51	1.84
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	0.82	0.65	2.48	1.82
Total diluted earnings per share	0.82	0.65	2.48	1.82

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	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	319,395	1,608	498,737	818,800	61,091	61,091	3,196,057	5,644	3,201,701
Legal reserve appropriated				41,480		-41,480	0			0		0
Special reserve appropriated					-1,608		0			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)						459,842	459,842			459,842	1,347	461,189
Other comprehensive income									1,525	1,525	-185	1,340
Total comprehensive income									1,525	1,525		1,525
Issue of ordinary share, others	3,785	3,785	7,996							461,367	1,162	462,529
Share-based payments										11,781		11,781
Total increase (decrease) in equity	123,681	123,681	10,008	41,480	-1,608	43,191	83,063		1,525	218,277	1,162	219,439
Equity	1,832,905	1,832,905	616,950	359,875	0	541,988	901,863	62,616	62,616	3,414,334	6,806	3,421,140

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	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	0	292,200	591,227	3,060	3,060	2,462,595	5,434	2,468,029
Equity at beginning of period after adjustments	1,581,007	1,581,007	287,301	299,027	0	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		0
Special reserve appropriated					1,608		0			0		0
Cash dividends of ordinary share						-171,000	-171,000			-171,000		-171,000
Profit (loss)						335,267	335,267			335,267	998	336,265
Other comprehensive income									38,468	38,468	-486	37,982
Total comprehensive income									38,468	38,468		38,468
Issue of ordinary share, others	126,802	126,802	310,620							373,735	512	374,247
Share-based payments			4,800							437,422	0	437,422
Share-based payments										4,800	0	4,800
Total increase (decrease) in equity	126,802	126,802	315,420	19,368	1,608	143,291	164,267		38,468	644,957	512	645,469
Equity	1,707,809	1,707,809	602,721	318,395	1,608	435,491	755,494	41,528	41,528	3,107,552	5,946	3,113,498

Financial Statement – Statements of Cash Flows

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2014/01/01To2014/09/30	2013/01/01To2013/09/30
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	607,878	415,199
Profit (loss) before tax	607,878	415,199
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	113,559	98,479
Amortization expense	58,836	48,422
Provision (reversal of provision) for bad debt expense	2,972	-1,116
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	0	-3,471
Interest expense	9,152	16,159
Interest income	-4,300	-2,992
Share-based payments	2,012	4,800
Loss (gain) on disposal of property, plan and equipment	-341	-67
Loss (gain) on disposal of intangible assets	-15	0
Loss (gain) on disposal of investments	-45	0
Impairment loss on financial assets	4,697	7,943
Impairment loss on non-financial assets	38,925	23,932
Unrealized foreign exchange loss (gain)	-7,577	-13,918
Other adjustments to reconcile profit (loss)	1,315	1,283
Total adjustments to reconcile profit (loss)	219,190	179,454
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	-3,464	-9,557
Decrease (increase) in accounts receivable	-245,866	-304,693
Decrease (increase) in accounts receivable due from related parties	-484	-4,026
Decrease (increase) in other receivable	-19,966	-15,423
Decrease (increase) in other receivable due from related parties	0	98
Decrease (increase) in inventories	-540,686	-195,436
Decrease (increase) in prepayments	-52,872	15,838
Decrease (increase) in other current assets	2,646	-122
Total changes in operating assets	-860,692	-513,321
Changes in operating liabilities		
Increase (decrease) in notes payable	0	1,954
Increase (decrease) in accounts payable	430,703	429,070
Increase (decrease) in accounts payable to related parties	1,717	-487
Increase (decrease) in other payable	77,161	-3,324
Increase (decrease) in provisions	1,414	15,408
Increase (decrease) in other current liabilities	-4,394	25,391
Increase (decrease) in accrued pension liabilities	-64	-1,320
Total changes in operating liabilities	506,537	466,692
Total changes in operating assets and liabilities	-354,155	-46,629
Total adjustments	-134,965	132,825
Cash inflow (outflow) generated from operations	472,913	548,024
Interest received	3,595	2,757
Interest paid	-8,416	-17,381
Income taxes refund (paid)	-111,471	-46,729
Net cash flows from (used in) operating activities	356,621	486,671
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	253,466
Acquisition of available-for-sale financial assets	-224,070	0
Acquisition of bond investments without active market	-15,234	-94,200
Proceeds from disposal of bond investments without active market	0	94,595
Acquisition of financial assets at cost	-15,120	0
Proceeds from disposal of financial assets at cost	45	0
Acquisition of property, plant and equipment	-142,648	-40,544
Proceeds from disposal of property, plant and equipment	420	164
Increase in refundable deposits	-2,986	-779
Acquisition of intangible assets	-33,061	-27,728
Proceeds from disposal of intangible assets	219	0
Net cash flows from (used in) investing activities	-432,435	22,017
Cash flows from (used in) financing activities		
Increase in short-term loans	722,836	704,436
Decrease in short-term loans	-408,419	-930,162
Increase in short-term notes and bills payable	99,842	0
Repayments of long-term debt	-197,500	-178,561
Cash dividends paid	-256,883	-171,000
Proceeds from issuing shares	0	435,000
Exercise of employee share options	11,781	2,422
Net cash flows from (used in) financing activities	-28,343	-137,865
Effect of exchange rate changes on cash and cash equivalents	5,224	2,949
Net increase (decrease) in cash and cash equivalents	-98,933	373,772
Cash and cash equivalents at beginning of period	1,177,682	742,913
Cash and cash equivalents at end of period	1,078,749	1,116,685
Cash and cash equivalents reported in the statement of financial position	1,078,749	1,116,685