## <u>Teco Image Systems Co., Ltd and Subsidiaries</u> <u>Consolidated Statements of Comprehensive Income</u> For the year ended Dec. 31,2013 and 2012

In Thousands of New Taiwan Dollars, Except Earnings Per Share

TOTAL SALES REVENUE, NET  TOTAL COST OF SALES  GROSS PROFIT  SELLING EXPENSES  Selling expenses  General and administrative expenses  General and administrative expenses  (100,5  General and administrative expenses  (195,2  R&D expenses  (286,6  Total operating expenses  (581,5  OPERATING PROFIT (LOSS)  NON-OPERATING REVENUE AND EXPENSES  Other income  Other gains and losses  Finance costs  Total non-operating revenue and expenses  PROFIT BEFORE INCOME TAX  Income tax expenses  (38,7  NET INCOME  OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations  Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans  Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:  Shareholders of the parent  69,6	30) ( 47 40) 88) 88)	(81) 19 (3) (7) (9)	3,395,958 (2,680,388) 715,570 (74,737) (176,150)		
GROSS PROFIT  OPERATING EXPENSES  Selling expenses  (100,5 General and administrative expenses (195,2 R&D expenses (286,6 Total operating expenses (581,5 OPERATING PROFIT (LOSS)  NON-OPERATING REVENUE AND EXPENSES  Other income Other gains and losses Finance costs Total non-operating revenue and expenses 79,7 PROFIT BEFORE INCOME TAX Income tax expenses (38,7 NET INCOME OTHER COMPREHENSIVE INCOME (LOSS) Financial statements translation differences of foreign operations Unrealized gain (loss) on valuation of available-for-sale financial assets Actuarial losses on defined benefit pension plans Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	47 40) 88) 88)	(3) (7) (9)	715,570 (74,737)	21 (2)	
OPERATING EXPENSES  Selling expenses  General and administrative expenses  (100,5  General and administrative expenses  (286,6  Total operating expenses  (581,5  OPERATING PROFIT (LOSS)  NON-OPERATING REVENUE AND EXPENSES  Other income  61,8  Other gains and losses  Finance costs  Total non-operating revenue and expenses  79,7  PROFIT BEFORE INCOME TAX  Income tax expenses  NET INCOME  OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations  Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans  Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	40) 88) 88)	(3) (7) (9)	(74,737)	(2)	
Selling expenses (100,5 General and administrative expenses (195,2 R&D expenses (286,6 Total operating expenses (581,5 OPERATING PROFIT (LOSS) 4,6 NON-OPERATING REVENUE AND EXPENSES Other income 61,8 Other gains and losses 20,3 Finance costs (2,4 Total non-operating revenue and expenses 79,7 PROFIT BEFORE INCOME TAX 83,8 Income tax expenses (38,7 NET INCOME 0THER COMPREHENSIVE INCOME (LOSS) Financial statements translation differences of foreign operations 3,8 Unrealized gain (loss) on valuation of available-for-sale financial assets 393,3 Actuarial losses on defined benefit pension plans (6) Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year 442,6 NET INCOME (LOSS) ATTRIBUTABLE TO:	88) 88) 16) (	(7) (9)	(74,737)	. ,	
General and administrative expenses  R&D expenses  (286,6 Total operating expenses (581,5 OPERATING PROFIT (LOSS)  NON-OPERATING REVENUE AND EXPENSES  Other income Other gains and losses Finance costs (2,4 Total non-operating revenue and expenses 79,7 PROFIT BEFORE INCOME TAX Income tax expenses (38,7 NET INCOME OTHER COMPREHENSIVE INCOME (LOSS) Financial statements translation differences of foreign operations Unrealized gain (loss) on valuation of available-for-sale financial assets Actuarial losses on defined benefit pension plans Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	88) 88) 16) (	(7) (9)	` ' '	. ,	
R&D expenses (286.0 Total operating expenses (581.9 OPERATING PROFIT (LOSS) 4.0 NON-OPERATING REVENUE AND EXPENSES Other income 61,6 Other gains and losses 20,3 Finance costs (2,4 Total non-operating revenue and expenses 79,7 PROFIT BEFORE INCOME TAX 83,8 Income tax expenses (38,7) NET INCOME 45,0 OTHER COMPREHENSIVE INCOME (LOSS) Financial statements translation differences of foreign operations 3,8 Unrealized gain (loss) on valuation of available-for-sale financial assets 393,3 Actuarial losses on defined benefit pension plans (2) Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year 442,0 NET INCOME (LOSS) ATTRIBUTABLE TO:	88) 16) (	(9)	(176,150)	(5)	
Total operating expenses  OPERATING PROFIT (LOSS)  A,Q  NON-OPERATING REVENUE AND EXPENSES  Other income Other gains and losses  Cother gains and losses  Finance costs  Total non-operating revenue and expenses  PROFIT BEFORE INCOME TAX Income tax expenses Income tax expenses  OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	16) (	. ,			
OPERATING PROFIT (LOSS)  NON-OPERATING REVENUE AND EXPENSES  Other income Other gains and losses Finance costs (2,4  Total non-operating revenue and expenses 79,7  PROFIT BEFORE INCOME TAX Income tax expenses (38,7  NET INCOME OTHER COMPREHENSIVE INCOME (LOSS) Financial statements translation differences of foreign operations Unrealized gain (loss) on valuation of available-for-sale financial assets 393,3  Actuarial losses on defined benefit pension plans Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year  MET INCOME (LOSS) ATTRIBUTABLE TO:		(19)	(392,900)	(12)	
NON-OPERATING REVENUE AND EXPENSES  Other income 61,6 Other gains and losses 20,3 Finance costs (2,4 Total non-operating revenue and expenses 79,7 PROFIT BEFORE INCOME TAX 83,8 Income tax expenses (38,7) NET INCOME 45,0 OTHER COMPREHENSIVE INCOME (LOSS) Financial statements translation differences of foreign operations 3,8 Unrealized gain (loss) on valuation of available-for-sale financial assets 393,3 Actuarial losses on defined benefit pension plans (3,8) Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year 442,0 NET INCOME (LOSS) ATTRIBUTABLE TO:	31	< /	(643,787)	(19)	
Other income 61,8 Other gains and losses 20,3 Finance costs (2,4 Total non-operating revenue and expenses 79,7 PROFIT BEFORE INCOME TAX 83,8 Income tax expenses (38,7 NET INCOME 45,0 OTHER COMPREHENSIVE INCOME (LOSS) Financial statements translation differences of foreign operations 3,8 Unrealized gain (loss) on valuation of available-for-sale financial assets 393,3 Actuarial losses on defined benefit pension plans (3,8 Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year 442,0 NET INCOME (LOSS) ATTRIBUTABLE TO:		-	71,783	2	
Other gains and losses  Finance costs  C2,4  Total non-operating revenue and expenses  PROFIT BEFORE INCOME TAX  Income tax expenses  (38,7)  NET INCOME  OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations  Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans  Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:					
Finance costs  Total non-operating revenue and expenses  PROFIT BEFORE INCOME TAX  Income tax expenses  (38,7)  NET INCOME  OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations  Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans  Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	29	2	63,361	2	
Total non-operating revenue and expenses 79,7 PROFIT BEFORE INCOME TAX 83,8 Income tax expenses (38,7 NET INCOME OTHER COMPREHENSIVE INCOME (LOSS) Financial statements translation differences of foreign operations Unrealized gain (loss) on valuation of available-for-sale financial assets 393,3 Actuarial losses on defined benefit pension plans Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	91	-	(13,301)	_	
PROFIT BEFORE INCOME TAX  Income tax expenses  (38,7)  NET INCOME  OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations  Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans  Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	43)	-	(857)	-	
Income tax expenses  (38,7)  NET INCOME  OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations  Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans  Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	77	2	49,203	2	
NET INCOME  OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations  Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans  Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	08	2	120,986	4	
OTHER COMPREHENSIVE INCOME (LOSS)  Financial statements translation differences of foreign operations 3,8  Unrealized gain (loss) on valuation of available-for-sale financial assets 393,3  Actuarial losses on defined benefit pension plans Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year 442,6  NET INCOME (LOSS) ATTRIBUTABLE TO:	47)	(1)	(55,568)	(2)	
Financial statements translation differences of foreign operations  Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans  Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:	61	1	65,418	2	
Unrealized gain (loss) on valuation of available-for-sale financial assets  Actuarial losses on defined benefit pension plans Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:  393,3 442,6					
Actuarial losses on defined benefit pension plans Income tax benefit (expense) related to components of other comprehensive income Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:  (3) 442,0	53	-	(5,954)	-	
Income tax benefit (expense) related to components of other comprehensive income  Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:  442,0	68	13	(18,910)	(1)	
Total comprehensive income for the year  NET INCOME (LOSS) ATTRIBUTABLE TO:  442,0	13)	-	(16,257)	-	
NET INCOME (LOSS) ATTRIBUTABLE TO:	53	_	2,764	_	
	22	14	27,061	1	
Shareholders of the parent 69,6					
	66	2	68,599	2	
Noncontrolling interests (24,6	05)	(1)	(3,181)		
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:					
Shareholders of the parent 466,4	82	15	34,446	1	
Noncontrolling interests (24,4)	60)	(1)	(7,385)		
EARNINGS PER SHARE					
Basic earnings per share		0.62		0.61	
Diluted earnings per share	0.	0.62		0.61	

## Teco Image Systems Co., Ltd and Subsidiaries

## **Consolidated Balance Sheets**

## Dec 31, 2013 and 2012

In Thousands of New Taiwan Dollars

1,915,867

2,958,502

65

100

1,507,606

2,271,397

66

2013.12.31 2012.12.31 2013.12.31 % 2012.12.31 **ASSETS** LIABILITIES AND SHAREHOLDERS EQUITY CURRENT ASSETS **CURRENT LIABILITIES** Total cash and cash equivalents 681,813 23 332,340 15 Total short-term borrowings 12,810 50,311 2 Total current financial assets at fair value through profit or loss 189,757 198,888 9 Total notes payable 4,786 23,115 1 6 Notes receivable,net 1,047 3,866 Total accounts payable 534,071 18 252,083 11 Accounts receivable, net 574,438 20 452,865 20 Total accounts payable to related parties 6,700 36,593 2 Total other payables 9 Other receivables, net 26,850 1 24,683 1 214,659 204,060 Total current tax assets 7,524 7,524 Current tax liabilities 6,825 Total Inventories 301,798 10 404,754 18 Total current provisions 1 21,465 21,076 Total prepayments 39,489 1 59,484 2 Total other current liabilities 155,750 5 91,336 4 Total other current assets 16.316 1 15,100 1 Total currnet assets 1,837,816 62 1,500,720 66 Total current liabilities 957,066 32 678,574 30 NON-CURRENT LIABILITIES Total deferred income tax liabilities 577 3 Total other non-current liabilities 84.992 85,217 4 Total non-current liabilities 85,569 3 85,217 4 Total liabilities 1,042,635 35 763,791 34 EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT Share capital 38 49 Share capital - common stock 1,125,365 1,125,365 NON-CURRENT ASSETS Retained earnings 1.028,768 35 636,316 28 Legal reserve 282,280 10 287.192 13 Non-current available-for-sale financial assets, net property, plant and equipment 29,371 1 52,749 2 Special reserve 143,590 5 109,179 5 17,343 1 8,029 Unappropriated retained earnings (accumulated deficit) 13,197 7,051 Intangible assets Deferred income tax assets 36,404 1 61,448 3 Other equity Other non-current assets 8.800 12.135 1 Other equity 286,503 (110.573)(5) 1,120,686 38 770,677 1,850,935 63 1,418,214 Total non-current assets 34 Total equity attributable to shareholders of the parent 62 NONCONTROLLING INTERESTS 64,932 2. 89.392 4

2.958.502 100

TOTAL ASSETS

Total equity

2,271,397 100 TOTAL LIABILITIES AND SHAREHOLDERS EQUITY