

Teco Image Systems Co., Ltd and Subsidiaries
Consolidated Statements of Comprehensive Income
For the Nine Months ended Sep. 30 ,2014 and 2013

In Thousands of New Taiwan Dollars, Except Earnings Per Share

	2014	%	2013	%
<i>TOTAL SALES REVENUE, NET</i>	2,010,137	100	2,261,373	100
<i>TOTAL COST OF SALES</i>	(1,539,364)	(76)	(1,857,644)	(82)
<i>GROSS PROFIT</i>	470,773	24	403,729	18
<i>OPERATING EXPENSES</i>				
<i>Selling expenses</i>	(54,832)	(3)	(79,118)	(3)
<i>General and administrative expenses</i>	(156,883)	(8)	(146,157)	(6)
<i>R&D expenses</i>	(169,266)	(8)	(195,814)	(9)
<i>Total operating expenses</i>	(380,981)	(19)	(421,089)	(18)
<i>OPERATING PROFIT (LOSS)</i>	89,792	5	(17,360)	0
<i>NON-OPERATING REVENUE AND EXPENSES</i>				
<i>Other income</i>	75,392	4	48,105	2
<i>Other gains and losses</i>	13,011	0	(20,104)	(1)
<i>Finance costs</i>	(1,209)	-	(1,915)	-
<i>Total non-operating revenue and expenses</i>	87,194	4	26,086	1
<i>PROFIT BEFORE INCOME TAX</i>	176,986	9	8,726	1
<i>Income tax expenses</i>	(47,587)	(3)	(15,536)	(1)
<i>NET INCOME</i>	129,399	6	(6,810)	-
<i>OTHER COMPREHENSIVE INCOME (LOSS)</i>				
<i>Financial statements translation differences of foreign operations</i>	4,585	-	3,984	-
<i>Unrealized gain (loss) on valuation of available-for-sale financial assets</i>	(27,227)	(1)	227,978	10
<i>Total comprehensive income for the year</i>	106,757	5	225,152	10
<i>NET INCOME (LOSS) ATTRIBUTABLE TO:</i>				
<i>Shareholders of the parent</i>	135,184	6	14,644	1
<i>Noncontrolling interests</i>	(5,785)	-	(21,454)	(1)
<i>TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:</i>				
<i>Shareholders of the parent</i>	110,166	5	246,175	22
<i>Noncontrolling interests</i>	(3,409)	-	(21,023)	(1)
<i>EARNINGS PER SHARE</i>				
<i>Basic earnings per share</i>	1.20		0.13	
<i>Diluted earnings per share</i>	1.20		0.13	

Teco Image Systems Co., Ltd and Subsidiaries
Consolidated Balance Sheets
Sep. 30, 2014 and 2013

In Thousands of New Taiwan Dollars

	<u>2014.09.30</u>	<u>%</u>	<u>2013.09.30</u>	<u>%</u>		<u>2014.09.30</u>	<u>%</u>	<u>2013.09.30</u>	<u>%</u>
<u>ASSETS</u>					<u>LIABILITIES AND SHAREHOLDERS EQUITY</u>				
<u>CURRENT ASSETS</u>					<u>CURRENT LIABILITIES</u>				
Total cash and cash equivalents	490,198	17	504,418	17	Total short-term borrowings	-	-	74,348	2
Total current financial assets at fair value through profit or loss	546,640	19	167,215	6	Total notes payable	12,686	-	953	-
Notes receivable, net	492	-	1,333	-	Total accounts payable	459,769	16	640,025	22
Accounts receivable, net	472,847	16	718,942	25	Total accounts payable to related parties	7,990	-	6,347	-
Accounts receivable from related parties, net	42	-	-	-	Total other payables	227,196	8	214,052	7
Other receivables, net	7,262	-	38,509	1	Current tax liabilities	13,040	1	16,624	1
Total current tax assets	15,199	1	7,524	-	Total current provisions	25,393	1	21,218	1
Total Inventories	239,683	8	399,099	14	Total other current liabilities	123,560	4	138,644	5
Total prepayments	31,470	1	63,720	2					
Total other current assets	22,649	1	15,100	1	Total current liabilities	869,634	30	1,112,211	38
Total current assets	1,826,482	63	1,915,860	66	<u>NON-CURRENT LIABILITIES</u>				
					Total deferred income tax liabilities	1,045	-	-	-
					Total other non-current liabilities	84,597	3	85,027	3
					Total non-current liabilities	85,642	3	85,027	3
					Total liabilities	955,276	33	1,197,238	41
					<u>EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT</u>				
					Share capital				
					Share capital - common stock	1,125,365	38	1,125,365	39
					Retained earnings				
					Legal reserve	283,600	10	282,280	10
					Special reserve	-	-	143,590	5
					Unappropriated retained earnings (accumulated deficit)	223,129	8	(41,565)	(2)
					Other equity				
					Other equity	261,485	9	120,958	4
					Total equity attributable to shareholders of the parent	1,893,579	65	1,630,628	56
					<u>NONCONTROLLING INTERESTS</u>				
						61,523	2	68,369	3
					Total equity	1,955,102	67	1,698,997	59
					<u>TOTAL LIABILITIES AND SHAREHOLDERS EQUITY</u>				
						2,910,378	100	2,896,235	100
<u>TOTAL ASSETS</u>	<u>2,910,378</u>	<u>100</u>	<u>2,896,235</u>	<u>100</u>					