

TECO IMAGE SYSTEMS CO.,LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

(Expressed in thousands of New Taiwan dollars)

ASSETS, LIABILITIES AND EQUITY		December 31, 2015		December 31, 2014	
		Amount	%	Amount	%
Current Assets					
1100	Cash and cash equivalents	\$ 640,842	22	\$ 493,330	18
1110	Financial assets at fair value through profit or loss-current	436,722	15	546,954	19
1150	Notes receivable, net	1,218	-	1,162	-
1170	Accounts receivable, net	564,012	19	435,711	16
1180	Accounts receivable-related parties, net	-	-	1,266	-
1200	Other receivables	74,190	2	48,257	2
1220	Current income tax assets	30,602	1	15,199	-
130X	Inventories, net	206,297	7	154,943	5
1410	Prepayments	46,679	2	30,791	1
1470	Other current assets	31,883	1	22,649	1
11XX	Total current assets	<u>2,032,445</u>	<u>69</u>	<u>1,750,262</u>	<u>62</u>
Non-current assets					
1523	Available-for-sale financial assets-non	821,170	28	969,642	35
1600	Property, plant and equipment, net	27,442	1	26,279	1
1780	Intangible assets, net	4,203	-	10,082	-
1840	Deferred income tax assets	40,087	2	41,903	2
1900	Other non-current assets	10,917	-	2,519	-
15XX	Total non-current assets	<u>903,819</u>	<u>31</u>	<u>1,050,425</u>	<u>38</u>
1XXX	Total assets	<u>\$ 2,936,264</u>	<u>100</u>	<u>\$ 2,800,687</u>	<u>100</u>
Current Liabilities					
2150	Short-term borrowings	\$ 1,000	-	\$ -	-
2170	Accounts payable	503,810	17	410,808	15
2180	Accounts payable-related parties	3,588	-	1,749	-
2200	Other payables	272,491	9	222,874	8
2230	Current income tax liabilities	12,086	-	13,433	-
2250	Provisions for liabilities-current	54,025	2	26,433	1
2300	Other current liabilities	130,846	5	99,167	4
21XX	Total current liabilities	<u>977,846</u>	<u>33</u>	<u>774,464</u>	<u>28</u>
Non-current liabilities					
2570	Deferred income tax liabilities	6,691	-	4,165	-
2600	Other non-current liabilities	84,503	3	82,824	3
25XX	Total non-current liabilities	<u>91,194</u>	<u>3</u>	<u>86,989</u>	<u>3</u>
2XXX	Total liabilities	<u>1,069,040</u>	<u>36</u>	<u>861,453</u>	<u>31</u>
Equity attributable to owners of parent					
Share capital					
3110	Common stock	1,125,365	38	1,125,365	40
Retained earnings					
3310	Legal reserve	298,095	10	283,600	10
3350	Unappropriated retained earnings	285,297	10	234,187	9
Other equity interest					
3400	Other equity interest	89,222	3	232,257	8
31XX	Total equity attributable to owners of the parent	<u>1,797,979</u>	<u>61</u>	<u>1,875,409</u>	<u>67</u>
36XX	Non-controlling interest	<u>69,245</u>	<u>3</u>	<u>63,825</u>	<u>2</u>
3XXX	Total equity	<u>1,867,224</u>	<u>64</u>	<u>1,939,234</u>	<u>69</u>
Significant contingent liabilities and unrecognized contract commitments					
3X2X	Total liabilities and equity	<u>\$ 2,936,264</u>	<u>100</u>	<u>\$ 2,800,687</u>	<u>100</u>

TECO IMAGE SYSTEMS CO.,LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan dollars, except earnings per share)

		Years ended December 31,			
		2015		2014 (Adjusted)	
		Amount	%	Amount	%
4000	Operating revenues	\$ 2,527,063	100	\$ 2,555,822	100
5000	Operating costs	(1,902,993)	(75)	(1,950,672)	(76)
5900	Gross profit	<u>624,070</u>	<u>25</u>	<u>605,150</u>	<u>24</u>
Operating expenses					
6100	Selling expenses	(85,502)	(3)	(78,718)	(3)
6200	Administrative expenses	(177,077)	(7)	(203,667)	(8)
6300	Research and development expenses	(237,877)	(10)	(224,827)	(9)
6000	Total operating expenses	<u>(500,456)</u>	<u>(20)</u>	<u>(507,212)</u>	<u>(20)</u>
6900	Net operating income	<u>123,614</u>	<u>5</u>	<u>97,938</u>	<u>4</u>
Non-operating income and expenses					
7010	Other income	99,299	4	92,242	4
7020	Other gains and losses	(12,588)	(1)	5,088	-
7050	Finance costs	(343)	-	(1,291)	-
7000	Total non-operating income and expenses	<u>86,368</u>	<u>3</u>	<u>96,039</u>	<u>4</u>
7900	Profit before income tax, net	209,982	8	193,977	8
7950	Income tax expense	(28,156)	(1)	(55,225)	(2)
8200	Profit	<u>\$ 181,826</u>	<u>7</u>	<u>\$ 138,752</u>	<u>6</u>
Other comprehensive income (loss) , net					
Components of other comprehensive income that will not be reclassified to profit or loss					
8311	Gains (losses) on remeasurements of defined benefit plans	(\$ 4,438)	-	\$ 1,555	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss available-for-sale financial assets	<u>754</u>	<u>-</u>	<u>(264)</u>	<u>-</u>
8310	Total components of other comprehensive income that will not be reclassified to profit or loss	<u>(3,684)</u>	<u>-</u>	<u>1,291</u>	<u>-</u>
Components of other comprehensive income that will be reclassified to profit or loss					
8361	Exchange differences on translation of foreign operations	10,857	1	\$ 9,972	-
8362	Unrealised gains (losses) on valuation of available-for-sale financial assets	(148,472)	(6)	(59,126)	- 2
8360	Total components of other comprehensive income that will be reclassified to profit or loss	<u>(137,615)</u>	<u>(5)</u>	<u>(49,154)</u>	<u>(2)</u>
8300	Other comprehensive loss, net	<u>(\$ 141,299)</u>	<u>(5)</u>	<u>(\$ 47,863)</u>	<u>(2)</u>
8500	Total comprehensive income	<u>\$ 40,527</u>	<u>2</u>	<u>\$ 90,889</u>	<u>4</u>
Profit attributable to:					
8610	Owners of the parent	<u>\$ 181,826</u>	<u>7</u>	<u>\$ 144,951</u>	<u>6</u>
8620	Non-controlling interest	<u>\$ -</u>	<u>-</u>	<u>(\$ 6,199)</u>	<u>-</u>
Total comprehensive profit (loss) attributable to:					
8710	Owners of the parent	<u>\$ 35,107</u>	<u>2</u>	<u>\$ 91,996</u>	<u>4</u>
8720	Non-controlling interest	<u>\$ 5,420</u>	<u>-</u>	<u>(\$ 1,107)</u>	<u>-</u>
9750	Basic earnings per share	<u>\$ 1.62</u>		<u>\$ 1.29</u>	
9850	Diluted earnings per share	<u>\$ 1.62</u>		<u>\$ 1.29</u>	