

Teco Image Systems Co., Ltd and Subsidiaries
Consolidated Statements of Comprehensive Income
For the Three Months ended March 31 ,2015 and 2014

In Thousands of New Taiwan Dollars, Except Earnings Per Share

	2015	%	2014	%
<i>TOTAL SALES REVENUE, NET</i>	418,599	100	592,188	100
<i>TOTAL COST OF SALES</i>	(309,575)	(74)	(443,982)	(75)
<i>GROSS PROFIT</i>	109,024	26	148,206	25
<i>OPERATING EXPENSES</i>				
<i>Selling expenses</i>	(18,266)	(4)	(16,795)	(3)
<i>General and administrative expenses</i>	(38,083)	(9)	(47,167)	(8)
<i>R&D expenses</i>	(49,716)	(12)	(56,725)	(10)
<i>Total operating expenses</i>	(106,065)	(25)	(120,687)	(21)
<i>OPERATING PROFIT (LOSS)</i>	2,959	1	27,519	4
<i>NON-OPERATING REVENUE AND EXPENSES</i>				
<i>Other income</i>	6,386	1	6,884	1
<i>Other gains and losses</i>	2,592	1	29,499	5
<i>Finance costs</i>	(91)	-	(455)	-
<i>Total non-operating revenue and expenses</i>	8,887	2	35,928	6
<i>PROFIT BEFORE INCOME TAX</i>	11,846	3	63,447	10
<i>Income tax expenses</i>	(1,719)	(1)	(13,474)	(2)
<i>NET INCOME</i>	10,127	2	49,973	8
<i>OTHER COMPREHENSIVE INCOME (LOSS)</i>				
<i>COMPONENTS OF OTHER COMPREHENSIVE INCOME THAT WILL BE RECLASSIFIED TO PROFIT OR LOSS</i>				
<i>Financial statements translation differences of foreign operations</i>	6,536	2	6,661	1
<i>Unrealized gain (loss) on valuation of available-for-sale financial assets</i>	34,092	8	51,143	9
<i>TOTAL OTHER COMPREHENSIVE INCOME FOR THE YEAR</i>	40,628	10	57,804	10
<i>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</i>	50,755	12	107,777	18
<i>NET INCOME (LOSS) ATTRIBUTABLE TO:</i>				
<i>Shareholders of the parent</i>	10,127	2	49,973	8
<i>Noncontrolling interests</i>	-	-	-	-
<i>TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:</i>				
<i>Shareholders of the parent</i>	47,576	11	104,538	17
<i>Noncontrolling interests</i>	3,179	1	3,239	1
<i>EARNINGS PER SHARE</i>				
<i>Basic earnings per share</i>	0.09		0.44	
<i>Diluted earnings per share</i>	0.09		0.44	

Teco Image Systems Co., Ltd and Subsidiaries
Consolidated Balance Sheets
March 31, 2015 and 2014

In Thousands of New Taiwan Dollars

	<u>2015.03.31</u>	<u>%</u>	<u>2014.03.31</u>	<u>%</u>		<u>2015.03.31</u>	<u>%</u>	<u>2014.03.31</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	532,590	19	754,725	25	Total short-term borrowings	-	-	12,760	-
Total current financial assets at fair value through profit or loss	509,054	18	202,002	7	Total accounts payable	417,519	15	407,402	14
Notes receivable, net	911	-	1,093	-	Total accounts payable to related parties	7,183	-	5,172	-
Accounts receivable, net	313,506	11	435,494	15	Total other payables	211,401	7	213,026	7
Accounts receivable from related parties, net	837	-	-	-	Current tax liabilities	13,638	1	16,946	1
Other receivables, net	59,049	2	29,376	1	Total current provisions	27,222	1	22,668	1
Total current tax assets	15,199	1	7,524	-	Total other current liabilities	85,617	3	162,503	5
Total Inventories	263,824	9	280,253	9					
Total prepayments	37,440	1	47,760	2					
Total other current assets	22,895	1	22,649	1					
Total current assets	<u>1,755,305</u>	<u>62</u>	<u>1,780,876</u>	<u>60</u>	Total current liabilities	<u>762,580</u>	<u>27</u>	<u>840,477</u>	<u>28</u>
					<u>NON-CURRENT LIABILITIES</u>				
					Total deferred income tax liabilities	3,162	-	1,719	-
					Total other non-current liabilities	82,742	3	84,828	3
					Total non-current liabilities	<u>85,904</u>	<u>3</u>	<u>86,547</u>	<u>3</u>
					Total liabilities	<u>848,484</u>	<u>30</u>	<u>927,024</u>	<u>31</u>
					<u>EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT</u>				
					Share capital				
					Share capital - common stock	1,125,365	40	1,125,365	38
					Retained earnings				
					Legal reserve	283,600	10	282,280	10
					Special reserve	-	-	143,590	5
					Unappropriated retained earnings (accumulated deficit)	244,314	9	63,170	2
					Other equity				
					Other equity	269,706	9	341,068	11
					Total equity attributable to shareholders of the parent	<u>1,922,985</u>	<u>68</u>	<u>1,955,473</u>	<u>66</u>
					<u>NONCONTROLLING INTERESTS</u>				
					Total equity	<u>67,004</u>	<u>2</u>	<u>68,171</u>	<u>3</u>
						<u>1,989,989</u>	<u>70</u>	<u>2,023,644</u>	<u>69</u>
					<u>TOTAL LIABILITIES AND SHAREHOLDERS EQUITY</u>				
	<u>2,838,473</u>	<u>100</u>	<u>2,950,668</u>	<u>100</u>		<u>2,838,473</u>	<u>100</u>	<u>2,950,668</u>	<u>100</u>
<u>TOTAL ASSETS</u>									