

**eGalax\_eMPIA Technology Inc.**  
**BALANCE SHEET**  
**As of December 31, 2013, December 31, 2012, and January 1, 2012**  
**(In Thousands of New Taiwan Dollars)**

	31.12.2013		31.12.2012		01.01.2012			31.12.2013		31.12.2012		01.01.2012	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
<b>Assets</b>							<b>Liabilities and equity</b>						
<b>Current assets :</b>							<b>Current liabilities :</b>						
Cash and cash equivalents	\$ 940,048	56	622,293	52	709,266	55	Current financial liabilities at fair value through profit or loss	\$ 766	-	-	-	-	-
Current financial assets at fair value through profit or loss	185,515	11	81,229	7	198,535	15	Notes payable	64	-	64	-	64	-
Notes receivable, net	60	-	2,529	-	1,991	-	Accounts payable	75,893	5	70,755	6	103,121	8
Accounts receivable, net	184,828	11	103,886	9	78,349	6	Other payables	146,870	9	57,471	5	103,668	8
Accounts receivable due from related parties, net	9,532	1	5,819	-	24,353	2	Current tax liabilities	81,774	5	41,274	4	33,016	3
Other receivables	2,589	-	1,596	-	1,230	-	Current provisions for employee benefits	2,764	-	2,221	-	2,531	-
Inventories	70,586	4	96,466	8	138,464	11	Other current liabilities	3,214	-	2,461	-	6,311	-
Prepayments	14,932	1	3,366	-	10,274	1	<b>Total current liabilities</b>	<b>311,345</b>	<b>19</b>	<b>174,246</b>	<b>15</b>	<b>248,711</b>	<b>19</b>
Other current financial assets	1,083	-	1,070	-	6,057	1	<b>Non-current liabilities :</b>						
<b>Total current assets</b>	<b>1,409,173</b>	<b>84</b>	<b>918,254</b>	<b>76</b>	<b>1,168,519</b>	<b>91</b>	Non-current financial liabilities at fair value through profit or loss	-	-	418	-	-	-
<b>Non-current assets :</b>							Bonds payable	89,281	5	89,068	7	-	-
Non-current financial assets at fair value through profit or loss	234	-	50,040	4	-	-	<b>Total non-current liabilities</b>	<b>89,281</b>	<b>5</b>	<b>89,486</b>	<b>7</b>	<b>-</b>	<b>-</b>
Non-current held-to-maturity financial assets, net	100,000	6	50,000	4	50,000	4	<b>Total liabilities</b>	<b>400,626</b>	<b>24</b>	<b>263,732</b>	<b>22</b>	<b>248,711</b>	<b>19</b>
Investments accounted for using equity method	131,202	8	131,831	11	4,652	-	<b>Equity :</b>						
Property, plant and equipment	3,205	-	2,629	-	4,287	-	Ordinary share	523,340	31	482,341	40	472,883	37
Deferred tax assets	13,088	1	31,180	3	26,510	3	Capital surplus :						
Guarantee deposits paid	3,568	-	4,107	-	4,731	-	Capital surplus, additional paid-in capital arising from ordinary share	175,079	10	216,078	18	225,536	18
Non-current prepaid pension cost	385	-	424	-	736	-	Capital surplus, net assets from merger	39,842	3	39,842	3	39,842	3
Other non-current assets, others	13,665	1	19,790	2	25,140	2	Capital surplus, share options	514	-	514	-	-	-
<b>Total non-current assets</b>	<b>265,347</b>	<b>16</b>	<b>290,001</b>	<b>24</b>	<b>116,056</b>	<b>9</b>	Retained earnings :	<b>215,435</b>	<b>13</b>	<b>256,434</b>	<b>21</b>	<b>265,378</b>	<b>21</b>
							Legal reserve	99,318	6	88,086	7	64,528	5
							Special reserve	1,985	-	1,550	-	1,713	-
							Unappropriated retained earnings (accumulated deficit)	434,287	26	118,097	10	232,912	18
							Other equity interest :	<b>535,590</b>	<b>32</b>	<b>207,733</b>	<b>17</b>	<b>299,153</b>	<b>23</b>
							Exchange differences on translation of foreign financial statements	(471)	-	(1,985)	-	(1,550)	-
							<b>Total equity</b>	<b>1,273,894</b>	<b>76</b>	<b>944,523</b>	<b>78</b>	<b>1,035,864</b>	<b>81</b>
<b>Total Assets</b>	<b>\$ 1,674,520</b>	<b>100</b>	<b>1,208,255</b>	<b>100</b>	<b>1,284,575</b>	<b>100</b>	<b>Total liabilities and equity</b>	<b>\$ 1,674,520</b>	<b>100</b>	<b>1,208,255</b>	<b>100</b>	<b>1,284,575</b>	<b>100</b>

**eGalax\_eMPIA Technology Inc.**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
**For the Years ended December 31, 2013 and 2012**  
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	<b>2013</b>		<b>2012</b>	
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Sales revenue</b>	\$ 1,418,291	100	665,529.00	101
Less : Sales returns	4,935	-	8,049	1
Sales discounts and allowances	2,266	-	63	
<b>Operating revenue</b>	<u>1,411,090</u>	<u>100</u>	<u>657,417</u>	<u>100</u>
<b>Cost of sales</b>	619,602	44	340,957	52
<b>Gross profit (loss) from operations</b>	<u>791,488</u>	<u>56</u>	<u>316,460</u>	<u>48</u>
<b>Operating expenses</b>				
Selling expenses	47,328	3	36,782	6
Administrative expenses	56,684	4	36,211	5
Research and development expenses	207,184	15	156,923	24
<b>Total operating expenses</b>	<u>311,196</u>	<u>22</u>	<u>229,916</u>	<u>35</u>
<b>Net operating income (loss)</b>	<u>480,292</u>	<u>34</u>	<u>86,544</u>	<u>13</u>
<b>Non-operating income and expenses :</b>				
Other income	22,103	2	16,254	3
Other gains and losses, net	4,962	-	(833)	-
Finance costs, net	(1,113)	-	-	-
Share of profit (loss) of associates and joint ventures accounted for using equity method	18,917	1	20,741	3
<b>Total non-operating income and expenses</b>	<u>44,869</u>	<u>3</u>	<u>36,162</u>	<u>6</u>
<b>Profit (loss) before tax</b>	525,161	37	122,706	19
<b>Less : Tax expense (income)</b>	74,043	5	10,026	2
<b>Profit (loss)</b>	<u>451,118</u>	<u>32</u>	<u>112,680</u>	<u>17</u>
<b>Other comprehensive income :</b>				
Other comprehensive income, before tax, exchange differences on translation	332	-	(435)	-
Other comprehensive income, before tax, actuarial gains (losses) on defined benefit plans	(498)	-	(760)	-
Less : Income tax relating to components of other comprehensive income	-	-	-	-
<b>Other comprehensive income, net</b>	<u>(166)</u>	<u>-</u>	<u>(1,195)</u>	<u>-</u>
<b>Comprehensive income</b>	<u>450,952</u>	<u>32</u>	<u>111,485</u>	<u>17</u>
<b>Earnings per share(NT Dollars) :</b>				
<b>Basic earnings per share</b>	\$	8.62		2.15
<b>Diluted earnings per share</b>	\$	8.15		2.13

**eGalax\_eMPIA Technology Inc.**  
**STATEMENT OF CHANGES IN STOCKHOLDER EQUITY**  
**For the Years Ended December 31, 2013 and 2012**  
**(In Thousands of New Taiwan Dollars)**

	Ordinary share	Capital surplus	Retained earnings			Other equity interest	Total equity
			Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Exchange differences on translation of foreign financial statements	
	\$ 472,883	265,378	64,528	1,713	232,912	(1,550)	1,035,864
Appropriation and distribution of retained earnings :							
Legal reserve appropriated	-	-	23,558	-	(23,558)	-	-
Cash dividends of ordinary share	-	-	-	-	(203,340)	-	(203,340)
Reversal of special reserve	-	-	-	(163)	163	-	-
Stock dividends from capital surplus	9,458	(9,458)	-	-	-	-	-
Due to recognition of equity component of convertible bonds (preference share) issued	-	514	-	-	-	-	514
Profit for current period	-	-	-	-	112,680	-	112,680
Other comprehensive income for current period	-	-	-	-	(760)	(435)	(1,195)
Total comprehensive income	-	-	-	-	111,920	(435)	111,485
Ending Balance, December 31, 2012	482,341	256,434	88,086	1,550	118,097	(1,985)	944,523
Appropriation and distribution of retained earnings :							
Legal reserve appropriated	-	-	11,232	-	(11,232)	-	-
Special reserve appropriated	-	-	-	435	(435)	-	-
Cash dividends of ordinary share	-	-	-	-	(103,703)	-	(103,703)
Stock dividends from capital surplus	40,999	(40,999)	-	-	-	-	0
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	0	-	-	(19,060)	1,182	(17,878)
Profit for current period	-	-	-	-	451,118	-	451,118
Other comprehensive income for current period	-	-	-	-	(498)	332	(166)
Total comprehensive income	-	-	-	-	450,620	332	450,952
Ending Balance, December 31, 2013	\$ 523,340	215,435	99,318	1,985	434,287	(471)	1,273,894

Note 1: Bonus to directors and supervisors of NT\$6,358 thousand and bonus to employees in cash of NT\$33,947 thousand have been deducted from Statements of comprehensive income of 2011.

Note 2: Bonus to directors and supervisors of NT\$3,018 thousand and bonus to employees in cash of NT\$15,789 thousand have been deducted from Statements of comprehensive income of 2012.

**eGalax\_eMPIA Technology Inc.**  
**STATEMENT OF CASH FLOW**  
**For the Years ended December 31, 2013 and 2012**  
**(In Thousands of New Taiwan Dollars)**

	2013	2012
<b>Cash flows from operating activities, indirect method :</b>		
<b>Profit (loss) before tax</b>	\$ 525,161	122,706
<b>Adjustments :</b>		
Adjustments to reconcile profit (loss) :		
Depreciation expense	1,607	2,159
Amortization expense	28,255	19,273
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	262	51
Interest expense	1,113	-
Interest income	(8,441)	(6,972)
Share of loss (profit) of associates and joint ventures accounted for using equity method	(18,917)	(20,741)
Loss (gain) on disposal of property, plan and equipment	-	(95)
Total adjustments to reconcile profit (loss)	<u>3,879</u>	<u>(6,325)</u>
<b>Changes in operating assets and liabilities :</b>		
Changes in operating assets :		
Decrease (increase) in financial assets held for trading	(54,394)	67,215
Decrease (increase) in notes receivable	2,469	(538)
Decrease (increase) in accounts receivable	(80,942)	(48,993)
Decrease (increase) in accounts receivable due from related parties	(3,713)	16,871
Decrease (increase) in other receivable	(697)	(563)
Decrease (increase) in inventories	25,880	31,622
Decrease (increase) in prepayments	(12,025)	3,489
Decrease (increase) in other financial assets	(13)	4,987
Total changes in operating assets	<u>(123,435)</u>	<u>74,090</u>
Changes in operating liabilities :		
Increase (decrease) in accounts payable	5,138	(18,797)
Increase (decrease) in other payable	90,305	(27,064)
Increase (decrease) in provisions	543	(310)
Increase (decrease) in other current liabilities	753	(2,884)
Total changes in operating liabilities	<u>96,739</u>	<u>(49,055)</u>
Total changes in operating assets and liabilities	<u>(26,696)</u>	<u>25,035</u>
Total adjustments	<u>(22,817)</u>	<u>18,710</u>
Cash inflow (outflow) generated from operations	502,344	141,416
Interest received	8,145	7,169
Interest paid	(900)	-
Income taxes refund (paid)	(15,451)	(7,404)
<b>Net cash flows from operating activities</b>	<u>494,138</u>	<u>141,181</u>
<b>Cash flows from investing activities :</b>		
Acquisition of held-to-maturity financial assets	(50,000)	-
Acquisition of property, plant and equipment	(2,183)	(2,828)
Proceeds from disposal of property, plant and equipment	-	100
Decrease (Increase) in refundable deposits	539	624
Increase in other non-current assets	(23,036)	(18,094)
Dividends received	2,000	-
Other investing activities	-	(94,616)
<b>Net cash flows from investing activities</b>	<u>(72,680)</u>	<u>(114,814)</u>
<b>Cash flows from financing activities :</b>		
Proceeds from issuing bonds	-	90,000
Cash dividends paid	(103,703)	(203,340)
<b>Net cash flows from financing activities</b>	<u>(103,703)</u>	<u>(113,340)</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	317,755	(86,973)
<b>Cash and cash equivalents at beginning of period</b>	622,293	709,266
<b>Cash and cash equivalents at end of period</b>	<u>940,048</u>	<u>622,293</u>