

eGalax\_eMPIA Technology Inc. and SUBSIDIARIES  
CONSOLIDATED BALANCE SHEET  
As of March 31, 2016, December 31, 2015 and March 31, 2015  
(In Thousands of New Taiwan Dollars)  
(Reviewed, Not Audited)

	March 31,2016		December 31,2015		March 31,2015			March 31,2016		December 31,2015		March 31,2015	
	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	\$ 784,484	51	812,644	53	827,526	53	Current financial liabilities at fair value through profit or loss	\$ -	-	373	-	112	-
Current financial assets at fair value through profit or loss	274,437	18	254,179	17	209,886	14	Notes payable	753	-	418	-	1,572	-
Current held-to-maturity financial assets, net	100,000	6	100,000	7	-	-	Accounts payable	126,309	8	65,977	5	51,114	3
Notes receivable, net	2,056	-	1,648	-	403	-	Other payables	114,154	7	137,026	9	117,888	8
Accounts receivable, net	117,914	8	111,709	7	87,239	6	Current tax liabilities	27,246	2	16,656	1	13,131	1
Accounts receivable due from related parties, net	19,180	1	19,642	1	13,213	1	Current provisions for employee benefits	4,108	-	3,630	-	3,433	-
Other receivables	2,162	-	1,779	-	2,186	-	Bonds payable, current portion	-	-	89,717	6	89,553	6
Inventories	172,486	11	141,921	9	160,164	10	Other current liabilities	7,301	1	4,104	-	13,938	1
Prepayments	13,485	1	11,894	1	9,379	1	<b>Total current liabilities</b>	<b>279,871</b>	<b>18</b>	<b>317,901</b>	<b>21</b>	<b>290,741</b>	<b>19</b>
Other current financial assets	1,109	-	-	-	1,096	-	<b>Non-current liabilities :</b>						
<b>Total current assets</b>	<b>1,487,313</b>	<b>96</b>	<b>1,456,525</b>	<b>95</b>	<b>1,311,092</b>	<b>85</b>	Deferred tax liabilities	-	-	583	-	135	-
<b>Non-current assets :</b>							Net defined benefit liabilities	1,594	-	1,735	-	31	-
Non-current financial assets at fair value through profit or loss	20,011	1	40,032	3	98,888	6	<b>Total non-current liabilities</b>	<b>1,594</b>	<b>-</b>	<b>2,318</b>	<b>-</b>	<b>166</b>	<b>-</b>
Non-current held-to-maturity financial assets, net	-	-	-	-	100,000	7	<b>Total liabilities</b>	<b>281,465</b>	<b>18</b>	<b>320,219</b>	<b>21</b>	<b>290,907</b>	<b>19</b>
Property, plant and equipment	4,671	-	4,922	-	4,970	-	<b>Equity attributable to owners of parent :</b>						
Intangible assets	5	-	5	-	2,560	-	Ordinary share	549,821	36	549,821	36	533,807	35
Deferred tax assets	14,539	1	9,351	1	10,183	1	Capital surplus :						
Guarantee deposits paid	4,874	1	5,283	-	4,582	-	Capital surplus, additional paid-in capital arising from ordinary share	148,598	10	148,598	10	164,612	11
Other non-current assets, others	10,814	1	10,989	1	21,199	1	Capital surplus, net assets from merger	39,842	2	39,842	3	39,842	2
<b>Total non-current assets</b>	<b>54,914</b>	<b>4</b>	<b>70,582</b>	<b>5</b>	<b>242,382</b>	<b>15</b>	Capital surplus, share options	-	-	514	-	514	-
							Capital surplus, others	514	-	-	-	-	-
								<b>188,954</b>	<b>12</b>	<b>188,954</b>	<b>13</b>	<b>204,968</b>	<b>13</b>
							Retained earnings :						
							Legal reserve	166,869	11	166,869	11	142,898	9
							Special reserve	-	-	-	-	471	-
							Unappropriated retained earnings (accumulated deficit)	288,995	19	235,136	15	312,684	20
								<b>455,864</b>	<b>30</b>	<b>402,005</b>	<b>26</b>	<b>456,053</b>	<b>29</b>
							Other equity interest :						
							Exchange differences on translation of foreign operations	1,016	-	1,334	-	558	-
							<b>Total equity attributable to owners of parent</b>	<b>1,195,655</b>	<b>78</b>	<b>1,142,114</b>	<b>75</b>	<b>1,195,386</b>	<b>77</b>
							Non-controlling interests	65,107	4	64,774	4	67,181	4
							<b>Total equity</b>	<b>1,260,762</b>	<b>82</b>	<b>1,206,888</b>	<b>79</b>	<b>1,262,567</b>	<b>81</b>
<b>Total Assets</b>	<b>\$ 1,542,227</b>	<b>100</b>	<b>1,527,107</b>	<b>100</b>	<b>1,553,474</b>	<b>100</b>	<b>Total liabilities and equity</b>	<b>\$ 1,542,227</b>	<b>100</b>	<b>1,527,107</b>	<b>100</b>	<b>1,553,474</b>	<b>100</b>

**eGalax\_eMPIA Technology Inc. and SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
For the three months ended March 31, 2016 and 2015  
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)  
(Reviewed, Not Audited)

	<b>2016</b>		<b>2015</b>	
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Sales revenue</b>	\$ 284,959	101	227,810	101
Less : Sales returns	105	-	1,819	1
Sales discounts and allowances	1,452	1	30	-
<b>Operating revenue</b>	<u>283,402</u>	<u>100</u>	<u>225,961</u>	<u>100</u>
<b>Cost of sales</b>	136,201	48	92,106	41
<b>Gross profit (loss) from operations</b>	<u>147,201</u>	<u>52</u>	<u>133,855</u>	<u>59</u>
<b>Operating expenses</b>				
Selling expenses	14,605	5	11,146	5
Administrative expenses	13,164	5	15,950	7
Research and development expenses	58,474	20	56,055	25
<b>Total operating expenses</b>	<u>86,243</u>	<u>30</u>	<u>83,151</u>	<u>37</u>
<b>Net operating income (loss)</b>	<u>60,958</u>	<u>22</u>	<u>50,704</u>	<u>22</u>
<b>Non-operating income and expenses :</b>				
Other income	2,929	1	3,463	2
Other gains and losses, net	(4,474)	(2)	(774)	-
Finance costs, net	(154)	-	(280)	-
<b>Total non-operating income and expenses</b>	<u>(1,699)</u>	<u>(1)</u>	<u>2,409</u>	<u>2</u>
<b>Profit (loss) before tax</b>	<u>59,259</u>	<u>21</u>	<u>53,113</u>	<u>24</u>
<b>Less : Tax expense (income)</b>	4,896	2	6,563	3
<b>Profit (loss)</b>	<u>54,363</u>	<u>19</u>	<u>46,550</u>	<u>21</u>
<b>Other comprehensive income :</b>				
<b>Items that may be reclassified subsequently to profit or loss :</b>				
Exchange differences on translation of foreign operations	(489)	-	(375)	-
Income tax related to items that may be reclassified subsequently	-	-	-	-
<b>Items that may be reclassified subsequently to profit or loss</b>	<u>(489)</u>	<u>-</u>	<u>(375)</u>	<u>-</u>
<b>Other comprehensive income, net</b>	<u>(489)</u>	<u>-</u>	<u>(375)</u>	<u>-</u>
<b>Comprehensive income</b>	<u>\$ 53,874</u>	<u>19</u>	<u>46,175</u>	<u>21</u>
<b>Profit (loss), attributable to :</b>				
Profit (loss), attributable to owners of parent	\$ 53,859	19	48,114	21
Profit (loss), attributable to non-controlling interests	504	-	(1,564)	-
	<u>\$ 54,363</u>	<u>19</u>	<u>46,550</u>	<u>21</u>
<b>Comprehensive income attributable to :</b>				
Comprehensive income, attributable to owners of parent	\$ 53,541	19	47,871	21
Comprehensive income, attributable to non-controlling interests	333	-	(1,696)	-
	<u>\$ 53,874</u>	<u>19</u>	<u>46,175</u>	<u>21</u>
<b>Earnings per share(NT Dollars) :</b>				
<b>Basic earnings per share</b>	<u>\$</u>	<u>0.98</u>	<u></u>	<u>0.88</u>
<b>Diluted earnings per share</b>	<u>\$</u>	<u>0.94</u>	<u></u>	<u>0.83</u>

**eGalax\_eMPIA Technology Inc. and SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDER EQUITY**  
**For the three months ended March 31, 2016 and 2015**  
**(In Thousands of New Taiwan Dollars)**  
**(Reviewed, Not Audited)**

	Equity attributable to owners of parent						Non-controlling interests	Total equity	
	Share capital		Retained earnings			Other equity interest			Total equity attributable to owners of parent
	Ordinary share	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Exchange differences on translation of foreign operations			
Beginning balance, January 1, 2015	\$ 533,807	204,968	142,898	471	264,570	801	1,147,515	68,877	1,216,392
Profit for current period	-	-	-	-	48,114	-	48,114	(1,564)	46,550
Other comprehensive income for current period	-	-	-	-	-	(243)	(243)	(132)	(375)
Total comprehensive income	-	-	-	-	48,114	(243)	47,871	(1,696)	46,175
Ending Balance, March 31, 2015	\$ 533,807	204,968	142,898	471	312,684	558	1,195,386	67,181	1,262,567
Beginning balance, January 1, 2016	\$ 549,821	188,954	166,869	-	235,136	1,334	1,142,114	64,774	1,206,888
Profit for current period	-	-	-	-	53,859	-	53,859	504	54,363
Other comprehensive income for current period	-	-	-	-	-	(318)	(318)	(171)	(489)
Total comprehensive income	-	-	-	-	53,859	(318)	53,541	333	53,874
Ending Balance, March 31, 2016	\$ 549,821	188,954	166,869	-	288,995	1,016	1,195,655	65,107	1,260,762

**eGalax\_eMPIA Technology Inc. and SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CASH FLOW**  
**For the three months ended March 31, 2016 and 2015**  
(In Thousands of New Taiwan Dollars)  
(Reviewed, Not Audited)

	2016	2015
<b>Cash flows from operating activities, indirect method :</b>		
<b>Profit (loss) before tax</b>	\$ 59,259	\$ 53,113
<b>Adjustments :</b>		
Adjustments to reconcile profit (loss) :		
Depreciation expense	723	723
Amortization expense	5,801	7,147
Provision (reversal of provision) for bad debt expense	(5)	(108)
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(237)	(442)
Interest expense	154	280
Interest income	(2,074)	(2,226)
Loss (gain) on disposal of investments	-	(50)
Loss (gain) on bond redemption	(113)	-
Total adjustments to reconcile profit (loss)	4,249	5,324
<b>Changes in operating assets and liabilities :</b>		
Changes in operating assets :		
Decrease (increase) in financial assets held for trading	-	(23,950)
Decrease (increase) in notes receivable	(408)	732
Decrease (increase) in accounts receivable	(6,208)	2,784
Decrease (increase) in accounts receivable due from related parties	462	15,078
Decrease (increase) in other receivable	(23)	901
Decrease (increase) in inventories	(30,565)	21,143
Decrease (increase) in prepayments	(1,591)	(374)
Total changes in operating assets	(38,333)	16,314
Changes in operating liabilities :		
Increase (decrease) in notes payable	335	1,531
Increase (decrease) in accounts payable	60,332	(21,332)
Increase (decrease) in other payable	(22,162)	(18,738)
Increase (decrease) in provisions	478	337
Increase (decrease) in other current liabilities	3,197	6,203
Increase (decrease) in net defined benefit liabilities	(141)	(144)
Total changes in operating liabilities	42,039	(32,143)
Total changes in operating assets and liabilities	3,706	(15,829)
Total adjustments	7,955	(10,505)
Cash inflow (outflow) generated from operations	67,214	42,608
Interest received	1,722	1,856
Income taxes refund (paid)	(77)	(1,634)
<b>Net cash flows from operating activities</b>	68,859	42,830
<b>Cash flows from investing activities :</b>		
Acquisition of property, plant and equipment	(840)	(1,667)
Decrease (Increase) in refundable deposits	409	51
Increase in other non-current assets	(5,970)	(8,525)
<b>Net cash flows from investing activities</b>	(6,401)	(10,141)
<b>Cash flows from financing activities</b>		
Repayments of bonds	(90,131)	-
<b>Net cash flows from financing activities</b>	(90,131)	-
<b>Effect of exchange rate changes on cash and cash equivalents</b>	(487)	(245)
<b>Net increase (decrease) in cash and cash equivalents</b>	(28,160)	32,444
<b>Cash and cash equivalents at beginning of period</b>	812,644	795,082
<b>Cash and cash equivalents at end of period</b>	\$ 784,484	\$ 827,526