

CALITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Assets		June 30, 2015		December 31, 2014		June 30, 2014		January 1, 2014	
		Amount	%	Amount	%	Amount	%	Amount	%
Current assets									
1100	Cash and cash equivalents	\$ 209,821	43	\$ 157,563	33	\$ 127,316	29	\$ 116,795	28
1110	Financial assets at fair value through profit or loss - current	-	-	-	-	195	-	95	-
1150	Notes receivable, net	145	-	518	-	183	-	1,209	-
1170	Accounts receivable, net	66,247	14	70,350	15	86,697	20	67,059	16
1200	Other receivables	1,574	-	2,832	1	1,473	-	2,055	1
130X	Inventories, net	75,928	16	81,547	17	62,830	15	65,012	16
1410	Prepayments	2,623	1	5,374	1	3,450	1	1,986	-
1470	Other current assets	1,452	-	1,031	-	959	-	274	-
11XX	Total current assets	<u>357,790</u>	<u>74</u>	<u>319,215</u>	<u>67</u>	<u>283,103</u>	<u>65</u>	<u>254,485</u>	<u>61</u>
Non-current assets									
1600	Property, plant and equipment, net	118,989	25	153,575	32	15,348	35	161,887	39
1780	Intangible assets	2,120	-	2,111	1	1,716	-	2,113	-
1840	Deferred income tax assets	6,236	1	-	-	-	-	-	-
1900	Other non-current assets	1,023	-	543	-	545	-	531	-
15XX	Total non-current assets	<u>128,368</u>	<u>26</u>	<u>156,229</u>	<u>33</u>	<u>152,609</u>	<u>35</u>	<u>164,531</u>	<u>39</u>
1XXX	Total assets	<u>\$ 486,158</u>	<u>100</u>	<u>\$ 475,444</u>	<u>100</u>	<u>\$ 435,712</u>	<u>100</u>	<u>\$ 419,016</u>	<u>100</u>

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CALITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Liabilities and Equity		June 30, 2015		December 31, 2014		June 30, 2014		January 1, 2014	
		Amount	%	Amount	%	Amount	%	Amount	%
Current liabilities									
2120	Financial liabilities at fair value through profit or loss - current	\$ 336	-	\$ -	-	\$ -	-	\$ -	-
2150	Notes payable	-	-	1	-	65	-	4	-
2170	Accounts payable	39,159	8	38,846	8	44,284	10	33,930	8
2200	Other payables	47,675	10	35,809	8	24,611	5	20,819	5
2230	Current income tax liabilities	5,700	1	7,627	2	3,188	1	1,935	1
2250	Provisions - current	2,593	-	2,416	-	3,936	1	1,786	-
2300	Other current liabilities	17,274	4	8,004	2	8,812	2	7,954	2
21XX	Total current liabilities	<u>112,737</u>	<u>23</u>	<u>92,703</u>	<u>20</u>	<u>84,896</u>	<u>19</u>	<u>66,428</u>	<u>16</u>
Non-current liabilities									
2540	Long-term loans	10,500	2	13,125	3	19,500	5	22,750	6
2570	Deferred tax liabilities	981	-	845	-	56	-	105	-
2600	Other non-current liabilities	1,881	1	1,914	-	1,715	-	1,766	-
25XX	Total non-current liabilities	<u>13,362</u>	<u>3</u>	<u>15,884</u>	<u>3</u>	<u>21,271</u>	<u>5</u>	<u>24,621</u>	<u>6</u>
2XXX	Total liabilities	<u>126,099</u>	<u>26</u>	<u>108,587</u>	<u>23</u>	<u>106,167</u>	<u>24</u>	<u>91,049</u>	<u>22</u>
Equity attributable to owners of parent									
Share capital									
3110	Ordinary shares	287,267	59	287,267	60	287,267	66	287,267	68
Capital surplus									
3200	Capital surplus	19,097	4	19,097	4	19,097	4	33,072	8
Retained earnings									
3310	Legal reserve	4,632	1	-	-	-	-	-	-
3350	Unappropriated retained earnings (Accumulated deficit)	44,385	9	42,840	9	5,375	1	(16,734)	(4)
Other equity interest									
3400	Other equity interest	4,678	1	5,104	1	6,144	2	6,626	2
31XX	Total equity attributable to owners of the Company	<u>360,059</u>	<u>74</u>	<u>354,308</u>	<u>74</u>	<u>317,883</u>	<u>73</u>	<u>310,231</u>	<u>74</u>
36XX	Non-controlling interests	<u>-</u>	<u>-</u>	<u>12,549</u>	<u>3</u>	<u>11,662</u>	<u>3</u>	<u>17,736</u>	<u>4</u>
3XXX	Total equity	<u>360,059</u>	<u>74</u>	<u>366,857</u>	<u>77</u>	<u>329,545</u>	<u>76</u>	<u>327,967</u>	<u>78</u>
3X2X	Total liabilities and equity	<u>\$ 486,158</u>	<u>100</u>	<u>\$ 475,444</u>	<u>100</u>	<u>\$ 435,712</u>	<u>100</u>	<u>\$ 419,016</u>	<u>100</u>

CALITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

		Six-Month Periods Ended			
		2015		2014	
		Amount	%	Amount	%
4000	Operating revenue	\$ 169,152	100	\$ 164,670	100
5000	Operating costs	(114,135)	(68)	(124,971)	(76)
5900	Gross profit	55,017	32	39,699	24
	Operating expenses				
6100	Selling expenses	(7,225)	(4)	(9,408)	(6)
6200	General and administrative expenses	(16,319)	(10)	(15,767)	(10)
6300	Research and development expenses	(4,247)	(2)	(3,661)	(2)
6000	Total operating expenses	(27,791)	(16)	(28,836)	(18)
6900	Operating profit	27,226	16	10,863	6
	Non-operating income and expenses				
7010	Other income	416	-	262	-
7020	Other gains and losses	205	-	(5,262)	(3)
7050	Finance costs	(224)	-	(270)	-
7000	Total non-operating income and expenses	397	-	(5,270)	(3)
7900	Profit before income tax	27,623	16	5,593	3
7950	Income tax benefit (expense)	806	1	(3,189)	(2)
8200	Net income	\$ 28,429	17	\$ 2,404	1
	Other comprehensive income				
	Items that may be subsequently reclassified to profit or loss				
8361	Cumulative translation differences of foreign operations	\$ 292	-	(\$ 826)	-
8399	Income tax relating to items that may be reclassified to profit or loss	(958)	(1)	-	-
8300	Total other comprehensive loss, net of tax	(\$ 666)	(1)	(\$ 826)	-
8500	Total comprehensive income for the period	\$ 27,763	16	\$ 1,578	1
	Profit attributable to:				
8610	Owners of the parent	\$ 29,158	17	\$ 8,134	4
8620	Non-controlling interest	(\$ 729)	-	(\$ 5,730)	(3)
	Comprehensive income attributable to:				
8710	Owners of the parent	\$ 28,732	17	\$ 7,652	5
8720	Non-controlling interest	(\$ 969)	(1)	(\$ 6,074)	(4)
	Earnings per share				
9750	Basic earnings per share	\$ 1.02		\$ 0.28	
9850	Diluted earnings per share	\$ 1.01		\$ 0.28	

CALITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Equity attributable to owners of parent							
	Retained earnings				Other equity interest			
	Ordinary shares	Capital surplus	Legal reserve	Unappropriated retained earnings (Accumulated deficit)	Cumulative translation differences of foreign operations	Total	Non-controlling interests	Total equity
<u>2014</u>								
Balance at January 1, 2014	\$ 287,267	\$ 33,072	\$ -	(\$ 16,734)	\$ 6,626	\$ 310,231	\$ 17,736	\$ 327,967
Offset accumulated deficits from capital surplus	-	(13,975)	-	13,975	-	-	-	-
Net income	-	-	-	8,134	-	8,134	(5,730)	2,404
Other comprehensive income (loss)	-	-	-	-	(482)	(482)	(344)	(826)
Balance at June 30, 2014	<u>\$ 287,267</u>	<u>\$ 19,097</u>	<u>\$ -</u>	<u>\$ 5,375</u>	<u>\$ 6,144</u>	<u>\$ 317,883</u>	<u>\$ 11,662</u>	<u>\$ 329,545</u>
<u>2015</u>								
Balance at January 1, 2015	\$ 287,267	\$ 19,097	\$ -	\$ 42,840	\$ 5,104	\$ 354,308	\$ 12,549	\$ 366,857
Appropriation of 2014 earnings								
Legal reserve	-	-	4,632	(4,632)	-	-	-	-
Cash dividends	-	-	-	(22,981)	-	(22,981)	-	(22,981)
Net income	-	-	-	29,158	-	29,158	(729)	28,429
Other comprehensive income (loss)	-	-	-	-	(426)	(426)	(240)	(666)
Disposal of subsidiaries	-	-	-	-	-	-	(11,580)	(11,580)
Balance at June 30, 2015	<u>\$ 287,267</u>	<u>\$ 19,097</u>	<u>\$ 4,632</u>	<u>\$ 44,385</u>	<u>\$ 4,678</u>	<u>\$ 360,059</u>	<u>\$ -</u>	<u>\$ 360,059</u>

CALITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Six-Month Periods Ended	
	2015	2014
	Amount	Amount
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Consolidated profit before tax for the period	\$ 27,623	\$ 5,593
Adjustments to reconcile profit before tax to net cash provided by operating activities		
Income and expenses having no effect on cash flows		
Depreciation	6,753	8,592
Amortization of intangible assets	858	582
Allowance (reversal) for doubtful accounts	(88)	1,062
Net loss (gain) on financial assets at fair value through profit or loss	336 (100)
Interest expense	224	270
Interest income	(206) (88)
Loss (gain) on disposal of property, plant and equipment	(225)	1,052
Property, plant and equipment transferred to expenses	151	-
Impairment loss	-	4,758
Gain on disposal of subsidiaries	(3,130)	-
Changes in assets/liabilities relating to operating activities		
Net changes in assets relating to operating activities		
Notes receivable	373	1,026
Accounts receivable	4,191 (20,688)
Other receivables	(175)	582
Inventories	3,620	2,182
Prepayments	2,558 (1,464)
Other current assets	(421) (685)
Other non-current assets	(13) (14)
Net changes in liabilities relating to operating activities		
Notes payable	(1)	61
Accounts payable	4,257	10,354
Other payables	(7,576)	3,795
Provisions - current	177	2,150
Other current liabilities	9,270	858
Other non-current liabilities	5,886 (51)
Cash generated from operations	54,442	19,827
Interest received	195	88
Interest paid	(226) (273)
Income tax paid	(8,182) (1,985)
Net cash provided by operating activities	46,229	17,657

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CONSOLIDATED STATEMENTS OF CASH FLOWS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Six-Month Periods Ended	
	2015	2014
	Amount	Amount
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition of property, plant and equipment	(5,646)	(3,564)
Proceeds from disposal of property, plant and equipment	1,840	-
Acquisition of intangible assets	(867)	(185)
Increase in other non-current assets	(500)	-
Net cash inflow on disposal of subsidiaries	10,625	-
Cumulative translation differences from disposal of subsidiaries	2,320	-
Net cash provided by (used in) investing activities	7,772	(3,749)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase in short-term loans	20,000	50,000
Decrease in short-term loans	(20,000)	(50,000)
Repayments of long-term loans	(2,625)	(3,250)
Net cash used in financing activities	(2,625)	(3,250)
Net effect of changes in foreign currency exchange rates	882	(137)
Increase in cash and cash equivalents	52,258	10,521
Cash and cash equivalents at beginning of period	157,563	116,795
Cash and cash equivalents at end of period	<u>\$ 209,821</u>	<u>\$ 127,316</u>