

Financial Statement — Balance Sheet

Provided by: AXIOMTEK CO., LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/12/31	2015/12/31
Balance Sheet		
Assets		
Current assets		
Cash and cash equivalents		
Total cash and cash equivalents	995,597	559,006
Current financial assets at fair value through profit or loss		
Total current financial assets at fair value through profit or loss	244,028	98,013
Notes receivable, net		
Notes receivable, net	8,434	9,407
Accounts receivable, net		
Accounts receivable, net	610,308	600,180
Accounts receivable due from related parties, net		
Accounts receivable due from related parties, net	53	5
Other receivables		
Other receivables, net	16,874	14,072
Current tax assets		
Total current tax assets	6,113	2,035
Inventories		
Total inventories	758,290	975,223
Prepayments		
Total prepayments	28,014	26,066
Other current assets		
Total other current assets	1,610	2,121
Total current assets	2,669,321	2,286,128
Non-current assets		
Non-current financial assets at cost		
Non-current financial assets at cost, net	923	923
Property, plant and equipment		
Total property, plant and equipment	484,696	504,890
Intangible assets		
Total intangible assets	138,464	141,829
Deferred tax assets	41,982	46,534
Other non-current assets		
Other non-current assets, others		
Total other non-current assets, others	10,201	10,233
Total other non-current assets	10,201	10,233
Total non-current assets	676,266	704,409
Total assets	3,345,587	2,990,537
Liabilities and equity		
Liabilities		
Current liabilities		
Short-term borrowings		
Total short-term borrowings	0	10,000
Notes payable		
Total notes payable	178	825
Accounts payable		
Total accounts payable	524,757	501,779
Accounts payable to related parties		
Total accounts payable to related parties	14,835	48,077
Other payables		
Total other payables	314,813	315,861
Current tax liabilities	43,270	74,505
Current provisions		
Total current provisions	1,018	1,327
Other current liabilities		
Total other current liabilities	34,078	46,498
Total current liabilities	932,949	998,872
Non-current liabilities		
Non-current financial liabilities at fair value through profit or loss		
Total non-current financial liabilities at fair value through profit or loss	6,048	0
Bonds payable		
Total bonds payable	386,161	0
Long-term borrowings		
Total long-term borrowings	119,137	128,319
Deferred tax liabilities		
Total deferred tax liabilities	75,443	73,592
Other non-current liabilities		
Total other non-current liabilities	42,241	51,540

Total non-current liabilities	629,030	253,451
Total liabilities	1,561,979	1,252,323
Equity		
Equity attributable to owners of parent		
Share capital		
Ordinary share	790,310	790,310
Total capital stock	790,310	790,310
Capital surplus		
Total capital surplus	183,745	143,033
Retained earnings		
Legal reserve	331,163	288,752
Unappropriated retained earnings (accumulated deficit)		
Total unappropriated retained earnings (accumulated deficit)	425,869	441,283
Total retained earnings	757,032	730,035
Other equity interest		
Total other equity interest	13,779	29,689
Total equity attributable to owners of parent	1,744,866	1,693,067
Non-controlling interests	38,742	45,147
Total equity	1,783,608	1,738,214
Total liabilities and equity	3,345,587	2,990,537
Number of share capital awaiting retirement	0	0
Equivalent issue shares of advance receipts for ordinary share	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0

Financial Statement – Income Statement

Provided by: AXIOMTEK CO., LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/4th	2015/4th
Statement of comprehensive income		
Operating revenue		
Total operating revenue	4,707,109	4,790,899
Operating costs		
Total operating costs	2,961,663	3,084,184
Gross profit (loss) from operations	1,745,446	1,706,715
Gross profit (loss) from operations	1,745,446	1,706,715
Operating expenses		
Selling expenses		
Total selling expenses	660,353	630,675
Administrative expenses		
Total administrative expenses	113,383	120,660
Research and development expenses		
Total research and development expenses	480,916	415,572
Total operating expenses	1,254,652	1,166,907
Net operating income (loss)	490,794	539,808
Non-operating income and expenses		
Other income		
Total other income	26,413	20,753
Other gains and losses		
Other gains and losses, net	-19,937	17,665
Finance costs		
Finance costs, net	3,701	3,733
Total non-operating income and expenses	2,775	34,685
Profit (loss) from continuing operations before tax	493,569	574,493
Tax expense (income)		
Total tax expense (income)	118,761	133,987
Profit (loss) from continuing operations	374,808	440,506
Profit (loss)	374,808	440,506
Other comprehensive income		
Components of other comprehensive income that will not be reclassified to profit or loss		
Gains (losses) on remeasurements of defined benefit plans	8,304	-11,463
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	1,412	-1,949
Components of other comprehensive income that will not be reclassified to profit or loss	6,892	-9,514
Components of other comprehensive income that will be reclassified to profit or loss		
Exchange differences on translation	-19,742	12,104
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-3,356	2,057
Components of other comprehensive income that will be reclassified to profit or loss	-16,386	10,047
Other comprehensive income, net	-9,494	533
Total comprehensive income	365,314	441,039
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	360,023	424,099
Profit (loss), attributable to non-controlling interests	14,785	16,407
Comprehensive income attributable to:		
Comprehensive income, attributable to owners of parent	350,920	424,190
Comprehensive income, attributable to non-controlling interests	14,394	16,849
Basic earnings per share		
Total basic earnings per share	4.56	5.38
Diluted earnings per share		
Total diluted earnings per share	4.43	5.25

Financial Statement – Statements of Changes in Stockholders' Equity

Provided by: AXIOMTEK CO., LTD.
 Financial year: Yearly
 Unit: NT\$ thousand

2016/12/31 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	790,310	790,310	143,033	288,752	441,283	730,035	29,689	29,689	1,693,067	45,147	1,738,214
Legal reserve appropriated				42,411	-42,411	0			0		0
Cash dividends of ordinary share					-339,833	-339,833			-339,833		-339,833
Due to recognition of equity component of convertible bonds (preference share) issued			24,360						24,360		24,360
Profit (loss)					360,023	360,023			360,023	14,785	374,808
Other comprehensive income					6,807	6,807	-15,910	-15,910	-9,103	-391	-9,494
Total comprehensive income					366,830	366,830	-15,910	-15,910	350,920	14,394	365,314
Difference between consideration and carrying amount of subsidiaries acquired or disposed			177						177		177
Changes in non-controlling interests										-20,799	-20,799
Share-based payments			16,175						16,175		16,175
Total increase (decrease) in equity			40,712	42,411	-15,414	26,997	-15,910	-15,910	51,799	-6,405	45,394
Equity at end of period	790,310	790,310	183,745	331,163	425,869	757,032	13,779	13,779	1,744,866	38,742	1,783,608

2015/12/31 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Advance receipts for share capital	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	783,450	153	783,603	128,062	257,801	371,791	629,592	20,270	20,270	1,561,527	38,515	1,600,042
Legal reserve appropriated					37,056	-37,056	0			0		0
Cash dividends of ordinary share						-314,328	-314,328			-314,328		-314,328
Profit (loss)						424,099	424,099			424,099	16,407	440,506
Other comprehensive income						-9,328	-9,328	9,419	9,419	91	442	533
Total comprehensive income						414,771	414,771	9,419	9,419	424,190	16,849	441,039
Changes in non-controlling interests											-10,217	-10,217
Share-based payments				7,145						7,145		7,145
Others	6,860	-153	6,707	7,826	-6,105	6,105	0			14,533		14,533
Total increase (decrease) in equity	6,860	-153	6,707	14,971	30,951	69,492	100,443	9,419	9,419	131,540	6,632	138,172
Equity at end of period	790,310	0	790,310	143,033	288,752	441,283	730,035	29,689	29,689	1,693,067	45,147	1,738,214

Financial Statement – Statements of Cash Flows

Provided by: AXIOMTEK CO., LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/4th	2015/4th
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	493,569	574,493
Profit (loss) before tax	493,569	574,493
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	53,909	44,089
Amortization expense	17,252	13,451
Provision (reversal of provision) for bad debt expense	353	839
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	531	88
Interest expense	3,701	3,733
Interest income	-2,103	-2,206
Share-based payments	16,175	7,145
Loss (gain) on disposal of property, plan and equipment	336	204
Loss (gain) on disposal of investments	-456	-662
Impairment loss on non-financial assets	0	3,868
Total adjustments to reconcile profit (loss)	89,698	70,549
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in financial assets held for trading	-145,544	75,661
Decrease (increase) in notes receivable	973	-3,068
Decrease (increase) in accounts receivable	-10,423	-43,862
Decrease (increase) in other receivable	-2,802	-1,118
Decrease (increase) in inventories	217,255	-194,727
Decrease (increase) in prepayments	-1,948	-7,114
Decrease (increase) in other current assets	511	697
Total changes in operating assets	58,022	-173,531
Changes in operating liabilities		
Increase (decrease) in notes payable	-647	633
Increase (decrease) in accounts payable	-10,264	211,326
Increase (decrease) in other payable	-5,042	-4,582
Increase (decrease) in other current liabilities	-12,296	21,196
Total changes in operating liabilities	-28,249	228,573
Total changes in operating assets and liabilities	29,773	55,042
Total adjustments	119,471	125,591
Cash inflow (outflow) generated from operations	613,040	700,084
Interest received	2,103	2,206
Interest paid	-3,882	-3,734
Income taxes refund (paid)	-145,515	-125,710
Net cash flows from (used in) operating activities	465,746	572,846
Cash flows from (used in) investing activities		
Acquisition of property, plant and equipment	-42,650	-60,154
Proceeds from disposal of property, plant and equipment	2,641	724
Acquisition of intangible assets	-14,689	-14,599
Increase in other non-current assets	32	-1,070
Net cash flows from (used in) investing activities	-54,666	-75,099
Cash flows from (used in) financing activities		
Increase in short-term loans	281,000	419,400
Decrease in short-term loans	-291,000	-424,600
Proceeds from issuing bonds	420,000	0
Proceeds from long-term debt	0	7,938
Repayments of long-term debt	-6,934	-6,844
Decrease in other non-current liabilities	-995	-988
Cash dividends paid	-339,833	-314,328
Exercise of employee share options	0	14,533
Change in non-controlling interests	20,799	10,217
Net cash flows from (used in) financing activities	83,037	-294,672
Effect of exchange rate changes on cash and cash equivalents	-57,526	-21,571
Net increase (decrease) in cash and cash equivalents	436,591	181,504
Cash and cash equivalents at beginning of period	559,006	377,502
Cash and cash equivalents at end of period	995,597	559,006
Cash and cash equivalents reported in the statement of financial position	995,597	559,006