

Financial Statement – Balance Sheet

Provided by: FSP Technology Inc.

Financial year: Yearly

Unit : NT\$ thousand

Accounting Title	2007/12/31		2006/12/31	
	Amount	%	Amount	%
Assets				
Current Assets				
Cash and cash equivalents	1,641,571.00	16.08	833,948.00	10.56
Financial assets measured at fair value through profit or loss - current	100,009.00	0.97	0.00	0.00
Notes receivable - net	26,666.00	0.26	26,259.00	0.33
Accounts receivable - net	3,446,758.00	33.76	3,023,978.00	38.31
Accounts receivable - related parties - net	657,565.00	6.44	638,519.00	8.08
Other receivables	20,244.00	0.19	23,505.00	0.29
Other receivables - related parties	43,918.00	0.43	23,915.00	0.30
Other financial assets - current	33,193.00	0.32	19,414.00	0.24
Inventories	1,535,002.00	15.03	1,323,140.00	16.76
Other current assets	17,444.00	0.17	19,824.00	0.25
Current assets	7,522,370.00	73.69	5,932,502.00	75.16
Funds and Investments				
Equity investments under equity method	2,160,407.00	21.16	1,585,910.00	20.09
Investments	2,160,407.00	21.16	1,585,910.00	20.09
Funds and long-term investments	2,160,407.00	21.16	1,585,910.00	20.09
Fixed Assets				
Cost				
Land	77,274.00	0.75	77,274.00	0.97
Buildings and structures	241,289.00	2.36	227,538.00	2.88
Machinery and equipment	148,609.00	1.45	128,689.00	1.63
Transportation equipment	5,121.00	0.05	5,121.00	0.06

Other facilities	100,725.00	0.98	78,661.00	0.99
Fixed assets cost	573,018.00	5.61	517,283.00	6.55
Accumulated depreciation	-211,254.00	-2.06	-176,472.00	-2.23
Construction in process and prepayment for equipments	8,478.00	0.08	2,812.00	0.03
Fixed assets	370,242.00	3.62	343,623.00	4.35
Intangible Assets				
Computer software cost	14,716.00	0.14	6,313.00	0.07
Goodwill	114,411.00	1.12	0.00	0.00
Other intangible assets	12,198.00	0.11	14,176.00	0.17
Intangible assets	141,325.00	1.38	20,489.00	0.25
OtherAssets				
Guarantee deposits paid	4,953.00	0.04	3,368.00	0.04
Deferred charges	3,047.00	0.02	1,445.00	0.01
Deferred income tax assets - non current	5,225.00	0.05	5,522.00	0.06
Other assets	13,225.00	0.12	10,335.00	0.13
Assets	10,207,569.00	100.00	7,892,859.00	100.00
Liabilities and Stockholders' Equity				
Liabilities				
Current Liabilities				
Short-term borrowings	8,277.00	0.08	475,391.00	6.02
Notes payable	12,446.00	0.12	8,253.00	0.10
Accounts payable	5,122,330.00	50.18	4,098,302.00	51.92
Accounts payable - related parties	100,151.00	0.98	119,018.00	1.50
Income tax payable	92,165.00	0.90	1,278.00	0.01
Accrued expenses	237,313.00	2.32	148,796.00	1.88
Other current liabilities	49,687.00	0.48	39,127.00	0.49
Current liabilities	5,622,369.00	55.08	4,890,165.00	61.95
Long term Liabilities				
Bonds payable	0.00	0.00	9,759.00	0.12
Long-term liabilities	0.00	0.00	9,759.00	0.12
Reserves				
Other Liabilities				
Pension reserve / accrued pension liability	40,296.00	0.39	21,678.00	0.27
Other liabilities	40,296.00	0.39	21,678.00	0.27

Liabilities	5,662,665.00	55.47	4,921,602.00	62.35
Stockholders' Equity				
Capital				
Common stock	1,970,020.00	19.29	1,507,613.00	19.10
Capital Surplus				
Capital surplus - additional paid-in capital	1,258,097.00	12.32	462,362.00	5.85
Capital surplus	1,258,097.00	12.32	462,362.00	5.85
Retained Earnings				
Legal reserve	277,412.00	2.71	227,375.00	2.88
Special reserve	0.00	0.00	4,494.00	0.05
Unappropriated retained earnings	935,396.00	9.16	743,779.00	9.42
Retained earnings	1,212,808.00	11.88	975,648.00	12.36
Stockholders' Equity and Other adjustmen				
Cumulative translation adjustments	103,979.00	1.01	25,634.00	0.32
Equity adjustments	103,979.00	1.01	25,634.00	0.32
Stockholders' equity	4,544,904.00	44.52	2,971,257.00	37.64
Number of treasury stock acquired by the company and subsidiaries (unit: share)	0.00	0.00	0.00	0.00

Financial Statement – Income Statement

Provided by: FSP Technology Inc.

Financial year: Yearly

Unit : NT\$ thousand

Accounting Title	2007/12/31		2006/12/31	
	Amount	%	Amount	%
Sales	14,341,727.00	100.76	11,045,116.00	101.05
Sales returns	24,385.00	0.17	53,512.00	0.48
Sales discounts and allowances	85,048.00	0.59	61,275.00	0.56
Sales	14,232,294.00	100.00	10,930,329.00	100.00
Operating income	14,232,294.00	100.00	10,930,329.00	100.00
Cost of sales	12,435,905.00	87.37	9,601,910.00	87.84
Operating costs	12,435,905.00	87.37	9,601,910.00	87.84
Gross profit (loss) from operations	1,796,389.00	12.62	1,328,419.00	12.15
Unrealized gains on intercompany transactions	928.00	0.00	4,523.00	0.04
Selling expense	569,774.00	4.00	440,610.00	4.03
General and administrative expenses	323,780.00	2.27	289,729.00	2.65
Research and development expenses	245,609.00	1.72	217,915.00	1.99
Operating expenses	1,139,163.00	8.00	948,254.00	8.67
Operating income (loss)	656,298.00	4.61	375,642.00	3.43
Non-Operating Income				
Interest income	26,491.00	0.18	19,488.00	0.17
Inome from long-term equity investments under the equity method	166,736.00	1.17	166,502.00	1.52
Investment income	166,736.00	1.17	166,502.00	1.52
Gains on disposal of fixed assets	2.00	0.00	425.00	0.00
Gains on physical inventory	0.00	0.00	11.00	0.00
Foreign exchange gains	5,103.00	0.03	0.00	0.00
Revaluation gain on financial assets	1,043.00	0.00	3.00	0.00

Miscellaneous income	80,846.00	0.56	59,709.00	0.54
Non-operating revenues and gains	280,221.00	1.96	246,138.00	2.25
Non-Operating Expenses				
Interest expense	9,035.00	0.06	13,076.00	0.11
Loss on physical inventory	18.00	0.00	0.00	0.00
Foreign exchange losses	0.00	0.00	3,076.00	0.02
Loss on inventory valuation and obsolescence	33,832.00	0.23	35,114.00	0.32
Miscellaneous disbursements	1,799.00	0.01	3,742.00	0.03
Non-operating expenses and losses	44,684.00	0.31	55,008.00	0.50
Income from continuing operations before income tax	891,835.00	6.26	566,772.00	5.18
Income tax expense (benefit)	145,524.00	1.02	66,399.00	0.60
Income from continuing operations	746,311.00	5.24	500,373.00	4.57
Net income (loss)	746,311.00	5.24	500,373.00	4.57
Primary Earnings per Share				
Primary earnings per share	4.15	0.00	2.97	0.00
Diluted earnings per share				
Diluted earnings per share	4.15	0.00	2.87	0.00