

## Financial Statement — Income Statement

Provided by: CHIN FONG MACHINE INDUSTRIAL CO., LTD.  
Financial year: Yearly  
Unit : NT\$ thousand

| Accounting Title   | 2010/06/30   |        | 2009/06/30 |        |
|--|--------------|--------|------------|--------|
|  | Amount       | %      | Amount     | %      |
| Sales  | 1,705,388.00 | 100.02 | 690,380.00 | 100.06 |
| Sales returns  | 36.00        | 0.00   | 51.00      | 0.00   |
| Sales discounts and allowances                                   | 322.00       | 0.01   | 388.00     | 0.05   |
| Sales  | 1,705,030.00 | 100.00 | 689,941.00 | 100.00 |
| Operating income   | 1,705,030.00 | 100.00 | 689,941.00 | 100.00 |
| Operating costs  | 1,281,473.00 | 75.15  | 559,892.00 | 81.15  |
| Gross profit (loss) from operations                              | 423,557.00   | 24.84  | 130,049.00 | 18.84  |
| Realized gains on intercompany transactions                      | 5,813.00     | 0.34   | 0.00       | 0.00   |
| Selling expense  | 204,094.00   | 11.97  | 83,580.00  | 12.11  |
| General and administrative expenses                              | 78,015.00    | 4.57   | 25,399.00  | 3.68   |
| Research and development expenses                                | 12,032.00    | 0.70   | 7,977.00   | 1.15   |
| Operating expenses   | 294,141.00   | 17.25  | 116,956.00 | 16.95  |
| Operating income (loss)  | 135,229.00   | 7.93   | 13,093.00  | 1.89   |
| <b>Non-Operating Income</b>                                      |              |        |            |        |
| Income from long-term equity investments under the equity method | 80,438.00    | 4.71   | 9,755.00   | 1.41   |
| Investment income  | 80,438.00    | 4.71   | 9,755.00   | 1.41   |
| Gains on disposal of fixed assets                                | 11,045.00    | 0.64   | 5,000.00   | 0.72   |
| Foreign exchange gains   | 10,470.00    | 0.61   | 1,268.00   | 0.18   |
| Miscellaneous income   | 5,775.00     | 0.33   | 13,325.00  | 1.93   |
| Non-operating revenues and gains                                 | 107,728.00   | 6.31   | 29,348.00  | 4.25   |
| <b>Non-Operating Expenses</b>                                    |              |        |            |        |
| Interest expense   | 15,800.00    | 0.92   | 21,135.00  | 3.06   |
| Loss on disposal of fixed assets                                 | 0.00         | 0.00   | 1,365.00   | 0.19   |
| Revaluation loss on financial liabilities                        | 1,254.00     | 0.07   | 0.00       | 0.00   |
| Miscellaneous disbursements                                      | 1.00         | 0.00   | 5,255.00   | 0.76   |
| Non-operating expenses and losses                                | 17,055.00    | 1.00   | 27,755.00  | 4.02   |
| Income from continuing operations before income tax              | 225,902.00   | 13.24  | 14,686.00  | 2.12   |
| Income tax expense (benefit)                                     | 45,552.00    | 2.67   | 12,547.00  | 1.81   |
| Income from continuing operations                                | 180,350.00   | 10.57  | 2,139.00   | 0.31   |
| Net income (loss)  | 180,350.00   | 10.57  | 2,139.00   | 0.31   |
| <b>Primary Earnings per Share</b>                                |              |        |            |        |
| Income (loss) from continuing operations                         | 1.06         | 0.00   | 0.01       | 0.00   |
| Primary earnings per share                                       | 1.06         | 0.00   | 0.01       | 0.00   |
| <b>Diluted earnings per share</b>                                |              |        |            |        |
| Diluted earnings per share                                       | 1.05         | 0.00   | 0.01       | 0.00   |