SONIX TECHNOLOGY CO., LTD.

CONSOLIDATED BALANCE SHEETS December, 31 2011 AND 2010 (In Thousands of New Taiwan Dollars, Except Par Value) (Audited)

]	[tem	12, 31, 2011	12, 31, 2010	Item	12, 31, 2011	12
1	Assets	A o 4		Liabilities and	A	

Item	12, 31, 2011	12, 31, 2010	Item	12, 31, 2011	12, 31, 2010
Assets	Amount	Amount	Liabilities and Stockholders' Equity	Amount	Amount
Current Assets	2,947,096	3,243,010	Current Liabilities	455,059	703,346
Cash	1,478,923	1,427,824	Other Liabilities	59,900	52,061
Available-for-sale financial assets -	~~	7.17 .006			40-
Accounts & Notes receivable, net of	544,548	545,886	Total Liabilities Stockholders' Equities	514,959	755,407
allowance	369,713	461,350			
Inventories, Net	318,248	533,809			
Other current assets	235,664	274,141	\$10 par value Authorized – 250,000		
Long-term			thousand shares Issued -167,877 thousand		
Investments	25,419	35,304		1,678,770	1,678,770
Net Properties	456,345	462,466		62,661	62,661
	·	·	Total retained earnings	1,523,226	1,671,038
Other Assets	353,893	427,413		3,137	(12,816)
			Total Stockholders' Equity	3,267,794	3,412,786
			Total Liabilities & Shareholders'	2,-21,77	-, -== , · · · ·
Total Assets	3,782,753	4,168,193	Equity	3,782,753	4,168,193

SONIX TECHNOLOGY CO., LTD. CONSOLIDATED STATEMENTS OF INCOME

FOR THE TWELVE MONTHS ENDED DECEMBER 31 2011 AND 2010

(Expressed in Thousands of New Taiwan Dollars, Except Net Income Per Share) (Audited)

		As of December 31		
	2011	Į.	201	.0
	_ Amount	<u>%</u>	Amoun	<u>t</u> <u>%</u>
OPERATING REVENUE				
Sales	\$3,620,195	100	\$ 4,357,95	7 100
Sales returns and allowances	5,606		4,61	7 -
Net operating revenues	3,614,589	100	4,353,34	0 100
OPERATING COST	2,171,167	<u>60</u>	2,482,39	<u>2</u> <u>57</u>
GROSS PROFIT	1,443,422	<u>40</u>	1,870,94	<u>8</u> <u>43</u>
OPERATING EXPENSE				
Marketing	69,243	2	73,88	0 2
Administration	99,397		109,79	
Research and development	605,598	17	736,50	
Total operating expenses	774,238		920,17	
OPERATING INCOME	669,184	<u>18</u>	950,77	<u>5</u> <u>22</u>
NONOPERATING INCOME AND GAINS NONOPERATING EXPENSES	64,454	_ 2	38,52	<u>9</u> <u>1</u>
AND LOSSES	13,182	<u> </u>	61,38	2 _2
INCOME BEFORE INCOME TAX	720,456	20	927,922	2 21
INCOME TAX EXPENSE	164,048	5	128,13	2 3
NET INCOME	\$ 556,408	· <u></u>	\$ 799,79	_
	2011		201	.0
	Pre-Tax	After-Tax	Pre-Tax	After-Tax
EARNINGS PER SHARE Basic Diluted	\$ 4.25 \$ 4.09	\$ 3.32 \$ 3.20	\$ 5.54 \$ 5.39	\$ 4.78 \$ 4.65

SONIX TECHNOLOGY CO., LTD.

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE TWELVE MONTHS ENDED December 31 2011 AND 2010 (Expressed in Thousands of New Taiwan Dollars) (Audited)

	2011	2010
Cash Flow in from Operating Activities	<u>791,908</u>	<u>747,631</u>
Cash Flow out from Investing Activities	(42,078)	(1,989)
Cash Flow out from Financing Activities	(708,424)	(667,376)
Effect of Exchange Rate	9,693	(10,506)
Net Increase in Cash	51,099	67,760
Cash, Beginning of Period	1,427,824	1,360,064
Cash, End of Period	<u>\$1,478,923</u>	<u>\$1,427,824</u>
Supplementary Information Income tax paid	<u>\$ 60,917</u>	\$ 33,074
Assets leased to others transferred to Idle Assets Idle Assets transferred to Assets leased to others	\$ 577 \$ -	<u>\$</u> - <u>\$</u> 53,641