SONIX TECHNOLOGY CO., LTD.

CONSOLIDATED BALANCE SHEETS December, 31 2010 AND 2009 (In Thousands of New Taiwan Dollars, Except Par Value) (Audited)

Item	2010	2009	Item	2010	2009	
Assets	Amount	Amount	Liabilities and Stockholders' Equity	Amount	Amount	
Current Assets	3,243,010	3,015,303	Current Liabilities	703,346	686,427	
Cash	1,427,824	1,360,064	Other Liabilities	52,061	48,648	
Available-for-sale financial assets - current	545,886	593,164	Total Liabilities	755,407	735,075	
Accounts & Notes receivable, net of			Stockholders' Equities			
allowance	461,350	563,940				
Inventories, Net	533,809	255,830	Capital stock - \$10 par			
Other current assets	274,141	242,305	value			
			Authorized – 250,000 thousand shares Issued -167,877 thousand shares in 2010			
Long-term Investments	35,304	46,619		1,678,770	1,678,770	
Net Properties	462,466	446,557	1 1	62,661	/	
			Total retained earnings	1,671,038	1,540,510	
			Total Others			
Other Assets	427,413	526,032		(12,816)		
			Total Stockholders' Equity	3,412,786	3,299,436	
			Total Liabilities &			
Total Assets	4,168,193	4,034,511	Shareholders' Equity	4,168,193	4,034,511	

SONIX TECHNOLOGY CO., LTD. CONSOLIDATED STATEMENTS OF INCOME

FOR THE TWELVETH MONTH ENDED DECEMBER 31 2010 AND 2009

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

	As of December 31				
	2010)	20	09	
	_ Amount	<u>%</u>	Amour	<u>nt </u> <u>%</u>	
OPERATING REVENUE					
Sales	\$ 4,357,957	100	\$ 3780,92	26 100	
Sales returns and allowances	4,617		5,23		
Net operating revenues	4,353,340		3,775,69		
OPERATING COST	<u>2,482,392</u>		2,197,19		
GROSS PROFIT	<u>1,870,948</u>	43	<u>1,578,497</u>	7 42	
OPERATING EXPENSE					
Marketing	73,880	2	86,55	54 2	
Administration	109,791		104,71		
Research and development	736,502	17	658,55	<u>54 18</u>	
Total operating expenses	920,173	21	849,82	<u>21</u> <u>23</u>	
OPERATING INCOME	950,775	22	728,67	<u>76 19</u>	
NONOPERATING INCOME AND GAINS NONOPERATING EXPENSES	<u> </u>		25,40	<u>)2 1</u>	
AND LOSSES	61,382	2	26,35	<u>51 1</u>	
INCOME BEFORE INCOME TAX	927,922	21	727,7	27 19	
INCOME TAX EXPENSE(CREDIT)	128,132	3	(26,2	<u>58) (1)</u>	
NET INCOME	<u>\$ 799,790</u>		<u>\$ 753,9</u>		
	2010 <u>Pre-Tax</u> <u>After-Tax</u>		2009 <u>Pre-Tax</u> <u>After-Tax</u>		
EARNINGS PER SHARE Basic Diluted	<u>\$ 5.54</u> \$ 5.39	<u>\$ 4.78</u> \$ 4.65	<u>\$ 4.40</u> <u>\$ 4.29</u>	<u>\$ 4.50</u> <u>\$ 4.39</u>	

SONIX TECHNOLOGY CO., LTD.

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE TWELVETH MONTH ENDED December 31 2010 AND 2009 (Expressed in Thousands of New Taiwan Dollars)

(Audited)

	2010	2009	
Cash Flow in from Operating Activities	<u>747,631</u>	<u>962,571</u>	
Cash Flow out from Investing Activities	<u>(1,989)</u>	(175,633)	
Cash Flow out from Financing Activities	<u>(667,376)</u>	<u>(522,411)</u>	
Net Increase in Cash	78,266	264,527	
Cash, Beginning of Period	1,360,064	<u>1,100,403</u>	
Cash, End of Period	<u>\$1,427,824</u>	<u>\$1,360,064</u>	
Supplementary Information Income tax paid	<u>\$ 33,074</u>	<u>\$ 29,374</u>	
Idle Assets transferred to Assets leased to others	<u>\$ 53,641</u>	<u>\$ 135,982</u>	