

SONIX TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
December, 31, 2015, December, 31, 2014
(In Thousands of New Taiwan Dollars, Except Par Value)

Item	12, 31, 2015	12, 31, 2014	Item	12, 31, 2015	12, 31, 2014
Assets	Amount	Amount	Liabilities & Equity	Amount	Amount
Current Assets			Current Liabilities		
Cash and cash equivalents	\$ 1,045,784	\$ 669,279	Notes & accounts payable	\$ 264,916	\$ 276,101
Available-for-sale financial assets - current	113,654	127,608	Other payables	209,536	228,672
Debt investments with no active market	987,806	1,440,383	Current Income tax liabilities	26,614	42,076
Notes and accounts receivable, net	455,560	441,468	Other current liabilities	<u>16,785</u>	<u>4,814</u>
Inventories net	322,993	412,221	Total current liabilities	<u>517,851</u>	<u>551,663</u>
Other current assets	<u>51,893</u>	<u>63,101</u>	Non-current liabilities		
Total Current Assets	<u>2,977,690</u>	<u>3,154,060</u>	Provision-non-current	9,430	8,543
Non-Current Assets			Deferred tax liabilities	1,768	2,537
Financial assets measured at cost - non-current	34	34	Accrued pension liabilities	24,850	18,098
Investments accounted for using equity method	9,648	13,057	Guarantee deposit received	<u>60,846</u>	<u>60,947</u>
Property, plant & equipments	457,571	453,029	Total Non-current liabilities	<u>96,894</u>	<u>90,125</u>
Investment property-net	193,460	197,286	Total liabilities	<u>614,745</u>	<u>641,788</u>
Intangible assets	50,239	59,245	Equity		
Deferred income tax assets	31,572	32,706	Share Capital	<u>1,678,770</u>	<u>1,678,770</u>
Refundable deposit	<u>7,308</u>	<u>7,452</u>	Capital Surplus	<u>62,661</u>	<u>62,661</u>
Total non-current assets	<u>749,832</u>	<u>762,809</u>	Retained Earnings		
			-Legal reserve	939,474	887,026
			-Special reserve	228	7,616
			-Unappropriate earnings	<u>431,442</u>	<u>631,096</u>
			Total retained earnings	<u>1,371,144</u>	<u>1,525,738</u>
			Other Equity	<u>202</u>	<u>7,912</u>
			Total Equity	<u>3,112,777</u>	<u>3,275,081</u>
Total Assets	<u>\$ 3,727,522</u>	<u>\$ 3,916,869</u>	Total Liabilities & equity	<u>\$ 3,727,522</u>	<u>\$ 3,916,869</u>

SONIX TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE TWELVE MONTH ENDED December 2015 and December 2014
(Expressed in Thousands of New Taiwan Dollars, Except Net Income Per Share)

	From January 1 st to December 31 st			
	2015		2014	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
OPERATING REVENUE	\$3,306,229	100	\$3,553,363	100
OPERATING COST	<u>1,879,750</u>	<u>57</u>	<u>2,036,882</u>	<u>57</u>
GROSS PROFIT	<u>1,426,479</u>	<u>43</u>	<u>1,516,481</u>	<u>43</u>
OPERATING EXPENSE				
Selling and marketing expenses	76,816	2	70,394	2
General and administrative	117,376	4	118,442	3
Research and development	<u>840,323</u>	<u>25</u>	<u>764,096</u>	<u>22</u>
Total operating expenses	<u>1,034,515</u>	<u>31</u>	<u>952,932</u>	<u>27</u>
PROFIT FROM OPERATIONS	<u>391,964</u>	<u>12</u>	<u>563,549</u>	<u>16</u>
NONOPERATING INCOME AND GAINS				
Interest Income	19,910	1	22,644	1
Rent income	11,143	-	10,393	-
Other income	7,402	-	8,588	-
Share of the profit or loss of associates and joint ventures	(1,434)	-	(4,458)	-
Loss of associates and joint ventures	-	-	(27,098)	(1)
Gain (Loss) on disposal of investments	(383)	-	1,333	-
Exchange gain-net	27,515	-	33,073	-
Other Expenses	<u>(2,169)</u>	-	<u>(1,839)</u>	-
Total non-operating income and expenses	<u>61,984</u>	<u>2</u>	<u>42,636</u>	<u>1</u>
PROFIT BEFORE INCOME TAX	453,948	14	606,185	17
INCOME TAX EXPENSE	64,963	<u>2</u>	<u>81,702</u>	<u>2</u>
NET PROFIT	<u>388,985</u>	<u>12</u>	<u>524,483</u>	<u>15</u>

(Continued)

SONIX TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE TWELVE MONTH ENDED December 2015 and December 2014
(Expressed in Thousands of New Taiwan Dollars, Except Net Income Per Share)

	From January 1 st to December 31 st			
	2015		2014	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
OTHER COMPREHENSIVE INCOME&EXPENSES				
Items that will not be reclassified subsequently to profit or loss				
Remeasurement of defined benefit plans	(7,678)	-	1,536	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	<u>1,306</u>	=	<u>(261)</u>	=
	<u>(6,372)</u>	=	<u>1,275</u>	=
Items that may be reclassified subsequently to profit or loss:				
Share of other comprehensive income of associates	356	-	702	-
Exchange differences on translating foreign operations	(3,756)	-	12,556	-
Unrealized gain (loss) on available -for-sale financial assets	<u>(4,310)</u>	<u>(1)</u>	<u>2,270</u>	-
	<u>(7,710)</u>	<u>(1)</u>	<u>15,528</u>	-
Other comprehensive income for the period, net of income tax	<u>(14,082)</u>	(1)	<u>16,803</u>	-
 TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	 <u>\$374,903</u>	 <u>11</u>	 <u>\$541,286</u>	 <u>15</u>
 EARNINGS PER SHARE				
Basic	<u>\$2.32</u>		<u>\$3.12</u>	
Diluted	<u>\$2.27</u>		<u>\$3.05</u>	

(Concluded)

SONIX TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE TWELVE MONTH ENDED December 2015 and December 2014
(Expressed in Thousands of New Taiwan Dollars)

	<u>2015</u>	<u>2014</u>
Cash Flow in from Operating Activities	<u>520,494</u>	<u>546,635</u>
Cash Flow in(out) from Investing Activities	<u>(390,066)</u>	<u>(353,673)</u>
Cash Flow out from Financing Activities	<u>(538,155)</u>	<u>(533,821)</u>
Effect of Exchange Rate Changes On The Balance Of Cash Held In Foreign Currencies	<u>4,100</u>	<u>(2,722)</u>
Net Increase(Decrease) in Cash and Cash equivalent	376,505	(343,581)
Cash and Cash equivalent, Beginning of Period	<u>669,279</u>	<u>1,012,860</u>
Cash and Cash equivalent, End of Period	<u>\$1,045,784</u>	<u>\$669,279</u>