

SONIX TECHNOLOGY CO., LTD.

CONSOLIDATED BALANCE SHEETS

June 30, 2011 AND 2010

(In Thousands of New Taiwan Dollars, Except Par Value)

(unaudited)

Item	June,30, 2011	June,30,2010	Item	June,30, 2011	June,30, 2010
Assets	Amount	Amount	Liabilities and Stockholders' Equity	Amount	Amount
Current Assets	3,750,523	3,634,886	Current Liabilities	1,507,781	1,479,755
Cash	1,731,329	1,670,202	Other Liabilities	55,800	53,084
Available-for-sale financial assets - current	548,912	592,780	Total Liabilities	1,563,581	1,532,839
Accounts & Notes receivable, net of allowance	576,252	634,313	Stockholders' Equities		
Inventories, Net	616,294	482,718	Capital stock - \$10 par value Authorized - 250,000 thousand shares Issued -167,877 thousand shares in	1,678,770	1,678,770
Other current assets	277,736	254,873	Capital Surplus	62,661	62,661
Long-term Investments	34,546	46,039	Total retained earnings	1,315,730	1,340,282
Net Properties	452,254	471,565	Total Others	(9,249)	17,718
			Total Stockholders' Equity	3,047,912	3,099,431
Other Assets	374,170	479,780	Total Liabilities & Shareholders' Equity	4,611,493	4,632,270
Total Assets	4,611,493	4,632,270			

SONIX TECHNOLOGY CO., LTD.
CONSOLIDATED STATEMENTS OF INCOME
FOR THE SIXTH MONTH ENDED JUNE 30 2011 AND 2010
(Expressed in Thousands of New Taiwan Dollars, Except Net Income Per Share)
(Audited)

	As of June 30			
	2011		2010	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
OPERATING REVENUE				
Sales	\$ 2,007,882	100	\$ 2,235,830	100
Sales returns and allowances	2,368	-	1,671	-
Net operating revenues	2,005,514	100	2,234,159	100
OPERATING COST	<u>1,210,038</u>	<u>60</u>	<u>1,261,987</u>	<u>56</u>
GROSS PROFIT	<u>795,476</u>	<u>40</u>	<u>972,172</u>	<u>44</u>
OPERATING EXPENSE				
Marketing	34,357	2	35,604	2
Administration	49,705	2	67,274	3
Research and development	<u>290,871</u>	<u>15</u>	<u>337,166</u>	<u>15</u>
Total operating expenses	<u>374,933</u>	<u>19</u>	<u>440,044</u>	<u>20</u>
OPERATING INCOME	<u>420,543</u>	<u>21</u>	<u>532,128</u>	<u>24</u>
NONOPERATING INCOME AND GAINS	<u>23,366</u>	<u>1</u>	<u>27,967</u>	<u>1</u>
NONOPERATING EXPENSES AND LOSSES	<u>11,203</u>	<u>-</u>	<u>5,203</u>	<u>-</u>
INCOME BEFORE INCOME TAX	432,706	21	554,892	25
INCOME TAX EXPENSE(CREDIT)	<u>83,794</u>	<u>4</u>	<u>85,157</u>	<u>4</u>
NET INCOME	<u>\$ 348,912</u>	<u>17</u>	<u>\$ 469,735</u>	<u>21</u>
	2011		2010	
	<u>Pre-Tax</u>	<u>After-Tax</u>	<u>Pre-Tax</u>	<u>After-Tax</u>
EARNINGS PER SHARE				
Basic	<u>\$ 2.58</u>	<u>\$ 2.08</u>	<u>\$ 3.31</u>	<u>\$ 2.81</u>
Diluted	<u>\$ 2.50</u>	<u>\$ 2.02</u>	<u>\$ 3.22</u>	<u>\$ 2.73</u>

SONIX TECHNOLOGY CO., LTD.

**CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIXTH MONTH ENDED June 30 2011 AND 2010**

(Expressed in Thousands of New Taiwan Dollars)

(unaudited)

	<u>Six Months 2011</u>	<u>Six Months 2010</u>
Cash Flow in from Operating Activities	<u>320,805</u>	<u>350,486</u>
Cash Flow out from Investing Activities	<u>(9,340)</u>	<u>(45,862)</u>
Cash Flow in(out) from Financing Activities	<u>(7,983)</u>	<u>4,798</u>
Net Increase in Cash and Cash Equivalent	303,505	310,138
Effect of Exchange Rate Changes on Cash and Cash Equivalent	23	716
Cash and Cash Equivalent, Beginning of Period	<u>1,427,824</u>	<u>1,360,064</u>
Cash and Cash Equivalent, End of Period	<u>\$1,731,329</u>	<u>\$1,670,202</u>
Supplementary Information		
Income tax paid	<u>\$ 60,238</u>	<u>\$ 32,455</u>
Cash dividend payable	<u>\$ 705,084</u>	<u>\$ 671,508</u>
Assets leased to others transferred to idle Assets	<u>\$ 577</u>	<u>\$ -</u>
Idle Assets transferred to Assets leased to others	<u>\$ -</u>	<u>\$ 26,571</u>