

**CREATIVE SENSOR INC.**  
**Consolidated Income Statement**  
**For the six months ended June 30, 2007**

	NTD THOUSANDS	
	<b>2007</b>	<b>2006</b>
<i>OPERATING REVENUES:</i>		
<i>Sales revenue</i>	2,733,214	2,669,663
<i>Sales return</i>	69,797	43,838
<i>Sales discounts and allowances</i>	3	3,404
<i>Net Sales</i>	2,663,414	2,622,421
<i>OPERATING COSTS</i>		
<i>Cost of goods sold</i>	2,280,827	2,253,003
<i>GROSS MARGIN</i>	382,587	369,418
<i>OPERATING EXPENSES</i>		
<i>Selling expenses</i>	22,462	16,192
<i>General and administrative expenses</i>	52,850	52,020
<i>R&amp;D expenses</i>	43,321	34,639
<i>Total Operating Expenses</i>	118,633	102,851
<i>OPERATING INCOME</i>	263,954	266,567
<i>Interest revenue</i>	15,759	8,121
<i>Gain on valuation of financial asset</i>	3,120	0
<i>Foreign exchange gain</i>	11,475	0
<i>Gain from price recovery of inventory</i>	788	0
<i>Other non-operating revenue-other items</i>	12,261	21,075
<i>NON-OPERATING INCOME</i>	43,403	29,196
<i>Interest expense</i>	10,937	11,452
<i>Loss on valuation of financial asset</i>	0	3,467
<i>Foreign exchange loss</i>	0	16,869
<i>Loss for market price decline and obsolete and slow-moving inventories</i>	0	25,659
<i>Impairment loss</i>	9,211	10,062
<i>Other non-operating expenses-other</i>	2,618	4,776
<i>NON-OPERATING EXPENSES</i>	22,766	72,285
<i>CONTINUING OPERATING INCOME BEFORE TAX</i>	284,591	223,478
<i>INCOME TAX EXPENSES(OR BENEFIT)</i>	29,296	(7,280)
<i>CUMULATIVE EFFECT OF CHANGES IN ACCOUNTING PRINCIPLES</i>	0	(6,028)
<i>NET INCOME</i>	255,295	236,786

**CREATIVE SENSOR INC.**

**Consolidated Balance Sheets**

**June 30, 2007 and 2006**

NTD THOUSANDS

	<u>2007</u>	<u>2006</u>		<u>2007</u>	<u>2006</u>
Unit : TWD thousands					
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND OWNER'S EQUITY</u></b>		
<b>CURRENT ASSETS</b>			<b>CURRENT LIABILITIES</b>		
Cash and cash equivalents	1,828,227	1,667,800	Short-term debt	230,121	155,183
Financial assets at fair value through income statement	660,906	394,128	Accounts payable	957,806	1,047,874
Financial assets at cost-current	-	20,000	Accounts payable-related parties	-	24,580
Accounts receivable	1,173,758	1,005,708	Income tax payable	20,733	45,273
Other financial assets-current	7,540	31,358	Accrued expenses	210,599	184,979
Inventories	310,274	384,702	Other payables	649,169	143,060
Other current assets	31,201	37,306	Other current liabilities	14,182	7,772
Total Current Assets	<u>4,011,906</u>	<u>3,541,002</u>	Total Current Liabilities	<u>2,082,610</u>	<u>1,608,721</u>
			<b>LONG-TERM LIABILITIES</b>		
<b>FUNDS AND LONG-TERM INVESTMENTS</b>			Corporate bonds payable	20,000	152,400
Financial assets in available-for-sale -noncurrent	15,372	9,864	<b>OTHER LIABILITIES</b>		
Financial assets at cost-noncurrent	52,453	68,949	Accrued pension liabilities	3,928	7,136
Long-term investments at equity	-	-	Deferred income tax liabilities	40,828	16,607
Total Funds and Long-term Investments	<u>67,825</u>	<u>78,813</u>	Total Liabilities	<u>2,147,366</u>	<u>1,784,864</u>
			<b>OWNER'S EQUITY</b>		
<b>PROPERTY, PLANT AND EQUIPMENT</b>			Capital		
Machinery and equipment	1,191,698	1,077,855	Capital-common stock	1,266,820	998,216
Office equipment	33,831	30,319	Stock dividends to be distributed	-	232,060
Leasehold improvements	42,950	41,986	Additional Paid-in Capital		
Other facilities	26,543	13,502	Capital Surplus-Additional paid-In Capital-Common Stock	537,462	537,462
Accumulated depreciation	(664,128)	(481,275)	Capital Surplus-Additional Paid-In Capital-Bond Conversion	134,926	39,070
Prepayment for equipment	186,679	14,522	Retained Earnings		
Net Property, Plant & Equipment	<u>817,573</u>	<u>696,909</u>	Legal reserve	196,873	145,919
			Special reserve	39,847	39,847
<b>OTHER ASSETS</b>			Retained earnings-unappropriated	567,147	560,321
Refundable deposit	2,380	3,800	Equity Adjustments		
Deferred assets	17,498	20,044	Unrealized gain or loss on financial instruments	7,990	2,482
Total Other Assets	<u>19,878</u>	<u>23,844</u>	Cumulative translation adjustment	62,919	327
<b>TOTAL ASSETS</b>	<u>4,917,182</u>	<u>4,340,568</u>	Treasury Stock	(44,168)	-
			Total Owner's Equity	<u>2,769,816</u>	<u>2,555,704</u>
			<b>TOTAL LIABILITIES AND OWNER'S EQUITY</b>	<u>4,917,182</u>	<u>4,340,568</u>