

**CREATIVE SENSOR INC.**  
**Consolidated Statement of Income**  
**From January 1 to December 31, 2008 and 2007**

	NTD THOUSANDS	
	<b>2008</b>	<b>2007</b>
<i>OPERATING REVENUES:</i>		
<i>Sales revenue</i>	4,811,703	5,935,934
<i>Sales return</i>	83,128	92,398
<i>Sales discounts and allowances</i>	1,079	477
<i>Net Sales</i>	4,727,496	5,843,059
<i>OPERATING COSTS</i>		
<i>Cost of goods sold</i>	4,370,494	5,022,461
<i>GROSS MARGIN</i>	357,002	820,598
<i>OPERATING EXPENSES</i>		
<i>Selling expenses</i>	56,583	48,728
<i>General and administrative expenses</i>	139,223	102,554
<i>R&amp;D expenses</i>	99,010	92,256
<i>Total Operating Expenses</i>	294,816	243,538
<i>OPERATING INCOME</i>	62,186	577,060
<i>Interest revenue</i>	19,875	27,585
<i>Gain on valuation of financial asset</i>	6,836	0
<i>Foreign exchange gain</i>	6,854	12,536
<i>Miscellaneous income</i>	97,546	27,132
<i>Other non-operating revenue-other items</i>	131,111	67,253
<i>NON-OPERATING EXPENSES AND LOSSES</i>		
<i>Interest expense</i>	18,988	25,211
<i>Loss on valuation of financial asset</i>	0	1,157
<i>Losses on investment recognized by the equity method</i>	32,314	0
<i>Impairment loss</i>	40,661	18,173
<i>Miscellaneous expenditures</i>	126,443	5,529
<i>TOTAL NON-OPERATING EXPENSES AND LOSSES</i>	218,406	50,070
<i>CONTINUING OPERATING INCOME BEFORE TAX</i>	(25,109)	594,243
<i>Income tax expenses(or benefit)</i>	(35,247)	114,556
<i>NET INCOME</i>	10,138	479,687

**CREATIVE SENSOR INC.**

**Consolidated Balance Sheets**

**At the Year End of December 31, 2008 and 2007**

NTD THOUSANDS

	<u>2008</u>	<u>2007</u>		<u>2008</u>	<u>2007</u>
<b>ASSETS</b>			<b>LIABILITIES AND OWNER'S EQUITY</b>		
<b>CURRENT ASSETS</b>			<b>CURRENT LIABILITIES</b>		
Cash and cash equivalents	863,432	1,495,720	Short-term borrowings	98,567	227,026
Financial assets at fair value through profit or loss - current	385,376	650,029	Accounts payable	1,044,420	1,102,765
Accounts receivable, net	863,884	1,262,327	Income tax payable	1,104	12,074
Other financial assets - current	13,677	75,077	Accrued expenses	188,223	218,790
Inventory	392,260	235,913	Other payables	50,458	61,038
Other current assets	62,489	43,682	Other current liabilities	31,427	10,775
Total Current Assets	<u>2,581,118</u>	<u>3,762,748</u>	Total Current Liabilities	<u>1,414,199</u>	<u>1,632,468</u>
<b>FUNDS AND INVESTMENTS</b>			<b>OTHER LIABILITIES</b>		
Financial assets available for sale - non-current	43,917	13,317	Corporate bonds payable	-	20,000
Financial assets carried at cost - non-current	3,590	44,251	<b>OTHER LIABILITIES</b>		
Total funds and investments	<u>47,507</u>	<u>57,568</u>	Accrued pension liabilities	1,087	3,439
<b>FIXED ASSETS</b>			Deferred income tax liability - non-current	10,170	66,908
Buildings and structures	401,248	-	Total Liabilities	<u>1,425,456</u>	<u>1,722,815</u>
Machinery & equipment	1,659,197	1,390,535	<b>SHAREHOLDER INTERESTS</b>		
Office equipment	51,809	36,496	<b>SHARE CAPITAL</b>		
Leasehold improvements	49,596	47,758	Share capital - common stock	1,300,000	1,266,820
Other equipment	31,527	27,390	Additional paid-in capital		
Cost and revaluation increments	2,193,377	1,502,179	Common stock share premium	537,462	537,462
Less: accumulated depreciation	(907,528)	(774,299)	Conversion premium on convertible bonds	134,926	134,926
Unfinished construction & equipment prepayments	231,736	177,612	Treasury stock transactions	877	877
Fixed assets, net	<u>1,517,585</u>	<u>905,492</u>	Retained earnings		
<b>INTANGIBLE ASSETS</b>			Statutory capital reserve	244,842	196,873
Other intangible assets	56,628	53,378	Special reserve	39,847	39,847
<b>OTHER ASSETS</b>			Undistributed surplus	346,909	791,539
Refundable deposits	2,620	2,381	Equity Adjustments		
Deferred expenses	31,952	13,539	Unrealized gain or loss on financial instruments	(9,911)	5,935
Other assets, total	<u>34,572</u>	<u>15,920</u>	Cumulative translation adjustment	243,883	98,012
<b>TOTAL ASSETS</b>	<u>4,237,410</u>	<u>4,795,106</u>	Treasury stock	(26,881)	0
			Total shareholder equity	<u>2,811,954</u>	<u>3,072,291</u>
			<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<u>4,237,410</u>	<u>4,795,106</u>