

CREATIVE SENSOR INC.
Consolidated Statement of Income
For the Three Month Periods ended March 31, 2010 and 2009

NTD THOUSANDS

	<u>2010</u>	%	<u>2009</u>	%
<i>OPERATING REVENUES:</i>				
<i>Sales revenue</i>	1,247,920	100	571,976	102
<i>Sales return</i>	(5,350)	-	(10,610)	(2)
<i>Sales discounts and allowances</i>	(1,102)	-	(3)	-
<i>Net Sales</i>	<u>1,241,468</u>	<u>100</u>	<u>561,363</u>	<u>100</u>
<i>OPERATING COSTS</i>				
<i>Cost of goods sold</i>	<u>(1,112,589)</u>	<u>(90)</u>	<u>(578,072)</u>	<u>(103)</u>
<i>GROSS MARGIN</i>	<u>128,879</u>	<u>10</u>	<u>(16,709)</u>	<u>(3)</u>
<i>OPERATING EXPENSES</i>				
<i>Selling expenses</i>	(17,219)	(1)	(8,901)	(2)
<i>General and administrative expenses</i>	(40,300)	(3)	(27,937)	(5)
<i>R&D expenses</i>	(23,378)	(2)	(17,652)	(3)
<i>Total Operating Expenses</i>	<u>(80,897)</u>	<u>(6)</u>	<u>(54,490)</u>	<u>(10)</u>
<i>OPERATING INCOME</i>	<u>47,982</u>	<u>4</u>	<u>(71,199)</u>	<u>(13)</u>
<i>NON-OPERATING REVENUE AND GAINS</i>				
<i>Interest revenue</i>	1,100	-	1,441	-
<i>Gain on valuation of financial asset</i>	214	-	585	-
<i>Foreign exchange gain</i>	-	-	6,171	1
<i>Miscellaneous income</i>	11,759	1	31,112	6
<i>TOTAL NON-OPERATING REVENUE AND GAINS</i>	<u>13,073</u>	<u>1</u>	<u>39,309</u>	<u>7</u>
<i>NON-OPERATING EXPENSES AND LOSSES</i>				
<i>Interest expense</i>	(1,013)	-	(2,674)	(1)
<i>Foreign exchange loss</i>	(2,016)	-	-	-
<i>Miscellaneous expenditures</i>	(218)	-	(887)	-
<i>TOTAL NON-OPERATING EXPENSES AND LOSSES</i>	<u>(3,247)</u>	<u>-</u>	<u>(3,561)</u>	<u>(1)</u>
<i>CONTINUING OPERATING INCOME BEFORE TAX</i>	<u>57,808</u>	<u>5</u>	<u>(35,451)</u>	<u>(7)</u>
<i>Income tax expenses(or benefit)</i>	(12,399)	(1)	4,297	1
<i>NET INCOME</i>	<u>45,409</u>	<u>4</u>	<u>(31,154)</u>	<u>(6)</u>

CREATIVE SENSOR INC.
Consolidated Balance Sheets
March 31, 2010 and 2009

NTD THOUSANDS

	<u>2010</u>	%	<u>2009</u>	%		<u>2010</u>	%	<u>2009</u>	%
ASSETS					LIABILITIES AND OWNER'S EQUITY				
CURRENT ASSETS					CURRENT LIABILITIES				
Cash and cash equivalents	1,285,888	30	699,320	19	Short-term borrowings	95,432	2	220,489	6
Financial assets at fair value through profit or loss - current	366,218	8	330,148	9	Accounts payable	1,041,211	24	417,281	11
Accounts receivable, net	745,518	17	502,284	13	Income tax payable	14,612	-	3,219	-
Other financial assets - current	18,394	-	15,162	-	Accrued expenses	155,841	3	169,126	4
Inventory	250,974	6	324,367	9	Other payables	26,356	1	30,562	1
Other current assets	29,129	1	55,381	2	Other current liabilities	34,952	1	21,874	1
<i>Total Current Assets</i>	2,696,121	62	1,926,662	52	<i>Total Current Liabilities</i>	1,368,404	31	862,551	23
FUNDS AND INVESTMENTS					OTHER LIABILITIES				
Financial assets available for sale - non-current	244,660	6	174,035	5	Accrued pension liabilities	61	-	876	-
Financial assets carried at cost - non-current	3,590	-	3,590	-	Deferred income tax liability - non-current	779	-	2,671	-
<i>Total funds and investments</i>	248,250	6	177,625	5	<i>Total Liabilities</i>	1,369,244	31	866,098	23
FIXED ASSETS					SHAREHOLDER INTERESTS				
Buildings and structures	656,060	15	506,077	14	SHARE CAPITAL				
Machinery & equipment	1,477,897	34	1,716,195	46	Share capital - common stock	1,270,350	29	1,270,000	34
Office equipment	51,039	1	52,458	1	Additional paid-in capital				
Leasehold improvements	44,412	1	45,378	1	Common stock share premium	537,462	12	537,462	14
Other equipment	31,616	1	32,531	1	Conversion premium on convertible bonds	134,926	3	134,926	4
Cost and revaluation increments	2,261,024	52	2,352,639	63	Treasury stock transactions	3,996	-	3,996	-
Less: accumulated depreciation	(993,525)	(23)	(988,683)	(27)	Capital reserve from employee stock warrants	704	-	-	-
Unfinished construction & equipment prepayments	42,590	1	144,250	4	Retained earnings				
<i>Fixed assets, net</i>	1,310,089	30	1,508,206	40	Statutory capital reserve	245,855	6	244,842	7
INTANGIBLE ASSETS					Special reserve	39,847	1	39,847	1
Other intangible assets	53,278	1	57,952	1	Undistributed surplus	504,013	12	315,755	9
OTHER ASSETS					Equity Adjustments				
Refundable deposits	2,620	-	2,620	-	Unrealized gain or loss on financial instruments	74,003	2	3,378	-
Deferred expenses	48,565	1	56,422	2	Cumulative translation adjustment	178,523	4	313,183	8
<i>Other assets, total</i>	51,185	1	59,042	2	<i>Total shareholder equity</i>	2,989,679	69	2,863,389	77
TOTAL ASSETS					TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY				
	4,358,923	100	3,729,487	100		4,358,923	100	3,729,487	100