

CREATIVE SENSOR INC.
Consolidated Statement of Income
For the Nine Month Periods ended Sep 30,2011 and 2010

NTD THOUSANDS

	<u>2011</u>	%	<u>2010</u>	%
<i>OPERATING REVENUES:</i>				
<i>Sales revenue</i>	3,939,401	101	4,303,518	100
<i>Sales return</i>	(28,153)	(1)	(13,248)	-
<i>Sales discounts and allowances</i>	(4,940)	-	(1,191)	-
<i>Net Sales</i>	3,906,308	100	4,289,079	100
<i>OPERATING COSTS</i>				
<i>Cost of goods sold</i>	(3,660,102)	(94)	(3,886,172)	(91)
<i>GROSS MARGIN</i>	246,206	6	402,907	9
<i>OPERATING EXPENSES</i>				
<i>Selling expenses</i>	(50,325)	(1)	(59,320)	(2)
<i>General and administrative expenses</i>	(112,842)	(3)	(132,847)	(3)
<i>R&D expenses</i>	(76,947)	(2)	(94,027)	(2)
<i>Total Operating Expenses</i>	(240,114)	(6)	(286,194)	(7)
<i>OPERATING INCOME</i>	6,092	-	116,713	2
<i>NON-OPERATING REVENUE AND GAINS</i>				
<i>Interest revenue</i>	9,567	-	12,079	1
<i>Dividend income</i>	23,194	1	11,830	-
<i>Gain on disposal of investments</i>	35,622	1	-	-
<i>Foreign exchange gain</i>	17,066	-	-	-
<i>Gain on valuation of financial asset</i>	-	-	2,059	-
<i>Miscellaneous income</i>	36,966	1	139,546	3
<i>TOTAL NON-OPERATING REVENUE AND GAINS</i>	122,415	3	165,514	4
<i>NON-OPERATING EXPENSES AND LOSSES</i>				
<i>Interest expense</i>	(5,778)	-	(3,066)	-
<i>Foreign exchange loss</i>	-	-	(7,863)	-
<i>Loss on valuation of financial assets</i>	(4,013)	-	-	-
<i>Miscellaneous expenditures</i>	(4,130)	-	(803)	-
<i>TOTAL NON-OPERATING EXPENSES AND LOSSES</i>	(13,921)	-	(11,732)	-
<i>CONTINUING OPERATING INCOME BEFORE TAX</i>	114,586	3	270,495	6
<i>Income tax expenses</i>	(23,456)	(1)	(20,829)	-
<i>NET INCOME</i>	91,130	2	249,666	6

CREATIVE SENSOR INC.
Consolidated Balance Sheets
Sep 30, 2011 and 2010

NTD THOUSANDS

	<u>2011</u>	%	<u>2010</u>	%		<u>2011</u>	%	<u>2010</u>	%
<u>ASSETS</u>					<u>LIABILITIES AND OWNER'S EQUITY</u>				
<u>CURRENT ASSETS</u>					<u>CURRENT LIABILITIES</u>				
Cash and cash equivalents	1,123,107	24	1,260,935	26	Short-term borrowings	365,760	8	93,945	2
Financial assets at fair value through profit or loss - current	223,590	5	392,806	8	Accounts payable	1,177,588	25	1,449,168	29
Accounts receivable, net	960,194	21	939,278	19	Income tax payable	13,874	-	11,071	-
Other financial assets - current	17,218	-	19,218	-	Accrued expenses	201,408	4	187,007	4
Inventory	438,997	9	469,239	9	Other payables	33,603	1	35,475	1
Other current assets	77,445	2	77,856	2	Other current liabilities	16,664	1	21,169	1
<i>Total Current Assets</i>	<u>2,840,551</u>	<u>61</u>	<u>3,159,332</u>	<u>64</u>	<i>Total Current Liabilities</i>	<u>1,808,897</u>	<u>39</u>	<u>1,797,835</u>	<u>37</u>
<u>FUNDS AND INVESTMENTS</u>					<u>OTHER LIABILITIES</u>				
Financial assets available for sale - non-current	345,073	7	294,480	6	Accrued pension liabilities	-	-	25	-
Financial assets carried at cost - non-current	3,590	-	3,590	-	Deferred income tax liability - non-current	15,324	-	11,334	-
<i>Total funds and investments</i>	<u>348,663</u>	<u>7</u>	<u>298,070</u>	<u>6</u>	<i>Total Liabilities</i>	<u>1,824,221</u>	<u>39</u>	<u>1,809,194</u>	<u>37</u>
<u>FIXED ASSETS</u>					<u>SHAREHOLDER INTERESTS</u>				
Buildings and structures	634,283	14	641,513	13	<u>SHARE CAPITAL</u>				
Machinery & equipment	1,618,003	34	1,525,075	31	Share capital - common stock	1,270,550	27	1,270,350	26
Office equipment	61,089	1	60,576	1	Additional paid-in capital				
Leasehold improvements	15,830	-	44,454	1	Common stock share premium	538,545	11	538,166	11
Other equipment	38,022	1	34,384	1	Conversion premium on convertible bonds	134,926	3	134,926	3
Cost and revaluation increments	2,367,227	50	2,306,002	47	Treasury stock transactions	3,996	-	3,996	-
Less: accumulated depreciation	(1,070,419)	(23)	(1,002,753)	(21)	Retained earnings				
Unfinished construction & equipment prepayments	69,853	2	42,736	1	Statutory capital reserve	285,392	6	259,666	5
<i>Fixed assets, net</i>	<u>1,366,661</u>	<u>29</u>	<u>1,345,985</u>	<u>27</u>	Special reserve	39,847	1	39,847	1
<u>INTANGIBLE ASSETS</u>					<u>Equity Adjustments</u>				
Other intangible assets	53,107	1	52,861	1	Cumulative translation adjustment	240,859	5	183,624	4
<u>OTHER ASSETS</u>					<u>Unrealized gain or loss on financial instruments</u>				
Assets leased to others	38,416	1	19,580	1		(67,896)	-1	123,823	2
Refundable deposits	2,368	-	2,620	-	<i>Total shareholder equity</i>	<u>2,870,636</u>	<u>61</u>	<u>3,121,822</u>	<u>63</u>
Deferred expenses	45,091	1	52,568	1	<u>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</u>				
<i>Other assets, total</i>	<u>85,875</u>	<u>2</u>	<u>74,768</u>	<u>2</u>		<u>4,694,857</u>	<u>100</u>	<u>4,931,016</u>	<u>100</u>
<u>TOTAL ASSETS</u>						<u>4,694,857</u>	<u>100</u>	<u>4,931,016</u>	<u>100</u>