

CREATIVE SENSOR INC.
INCOME STATEMENT
From January 1 to December 31, 2006 and 2005

	NTD THOUSANDS	
	2006	2005
<i>OPERATING REVENUES:</i>		
<i>Sales revenue</i>	5,880,162	5,442,505
<i>Sales return</i>	121,951	108,292
<i>Sales discounts and allowances</i>	398	4,932
<i>Net Sales</i>	5,757,813	5,329,281
<i>OPERATING COSTS</i>		
<i>Cost of Goods Sold</i>	5,202,705	4,663,318
<i>GROSS MARGIN</i>	555,108	665,963
<i>OPERATING EXPENSES</i>		
<i>Selling expenses</i>	30,222	39,264
<i>General and administrative expenses</i>	66,912	93,341
<i>R&D expenses</i>	75,468	85,387
<i>Total Operating Expenses</i>	172,602	217,992
<i>OPERATING INCOME</i>	382,506	447,971
<i>Interest revenue</i>	14,704	1,946
<i>Gain on valuation of financial asset</i>	10,355	6,980
<i>Investment income recognized under equity method</i>	204,187	254,546
<i>Foreign exchange gain</i>	0	27,359
<i>Gain from Price recovery of inventory</i>	0	23,558
<i>Other non-operating revenue-other items</i>	32,010	47,543
<i>NON-OPERATING INCOME</i>	261,256	361,932
<i>Interest expense</i>	8,781	10,237
<i>Other investment loss</i>	0	2,071
<i>Foreign exchange loss</i>	20,691	0
<i>Loss for market price decline and obsolete and slow-moving inventories</i>	9,094	0
<i>Impairment loss</i>	20,177	20,989
<i>Other non-operating expenses-other</i>	4,828	40,796
<i>NON-OPERATING EXPENSES</i>	63,571	74,093
<i>CONTINUING OPERATING INCOME BEFORE TAX</i>	580,191	735,810
<i>INCOME TAX EXPENSES</i>	76,680	184,898
<i>CUMULATIVE EFFECT OF CHANGES IN ACCOUNTING PRINCIPLES</i>	(6,028)	0
<i>NET INCOME</i>	509,539	550,912

CREATIVE SENSOR INC.
BALANCE SHEET

At the Year Ended of December 31, 2006 AND 2005

	2006	2005		2006	2005
				NTD THOUSANDS	
ASSETS			LIABILITIES AND OWNER'S EQUITY		
CURRENT ASSETS			CURRENT LIABILITIES		
Cash and cash equivalents	1,212,447	836,667	Short-term debt	-	219,123
Financial assets at fair value through income statement	603,803	838,527	Accounts payable	283,806	186,073
Financial assets at cost-current	-	20,000	Accounts payable-related parties	569,307	100,302
Accounts receivable	932,576	843,263	Income tax payable	31,813	67,534
Other receivable-related parties	186,378	80,301	Accrued expenses	176,756	191,112
Other financial assets-current	26,773	11,674	Other payable-related parties	274,908	550,649
Inventories	123,551	217,441	Other current liabilities	8,170	11,325
Other current assets	15,330	21,549	Total Current Liabilities	1,344,760	1,326,118
Total Current Assets	3,100,858	2,869,422	LONG-TERM LIABILITIES		
FUNDS AND LONG-TERM INVESTMENTS			Corporate bonds payable	133,100	200,000
Financial assets in available-for-sale -noncurrent	13,646	7,382	OTHER LIABILITIES		
Financial assets at cost-noncurrent	60,134	79,011	Accrued pension liabilities	4,357	6,736
Long-term investments at equity	1,078,744	831,131	Deferred income tax liabilities	51,047	83,618
Total Funds and Long-term Investments	1,152,524	917,524	Total Liabilities	1,533,264	1,616,472
PROPERTY, PLANT AND EQUIPMENT			OWNER'S EQUITY		
Machinery and equipment	246,447	247,277	Capital Stock		
Office equipment	22,875	22,667	Capital common stock	1,235,603	873,316
Leasehold improvements	29,285	29,027	Capital collected in advance	-	414,251
Other facilities	4,274	4,274	Additional Paid-in Capital		
Accumulated depreciation	(206,571)	(166,987)	Capital surplus-additional paid-in capital-common stock	537,462	153,441
Prepayment for equipment	241	150	Capital surplus-additional paid-in capital-bond conversion	53,043	-
Net Property, Plant & Equipment	96,551	136,408	Retained Earnings		
OTHER ASSETS			Legal reserve	145,919	90,827
Refundable deposit	2,384	2,416	Special reserve	39,847	39,847
Deferred assets	14,497	16,328	Retained earnings-unappropriated	833,074	751,508
Other assets-other	1,042	1,333	Equity Adjustments		
Total Other Assets	17,923	20,077	Unrealized gain or loss on financial instruments	6,264	-
			Cumulative translation adjustment	27,548	3,769
			Treasury Stock	(44,168)	-
			Total Owner's Equity	2,834,592	2,326,959
TOTAL ASSETS	4,367,856	3,943,431	TOTAL LIABILITIES AND OWNER'S EQUITY	4,367,856	3,943,431