

Global Unichip Corporation and Subsidiaries
Consolidated Balance Sheets

	June 30, 2010		June 30, 2009	
	NT\$K	US\$K	NT\$K	US\$K
Assets				
Cash	1,049,348	32,981	883,004	26,531
Available-for-sale financial assets	0	0	740,979	22,264
Accounts receivable - net	1,198,435	37,666	826,644	24,838
Inventories	1,313,667	41,288	952,132	28,608
Other current assets	398,696	12,531	223,421	6,713
Total current assets	3,960,146	124,466	3,626,180	108,954
Property, plant and equipment	847,855	26,647	791,822	23,791
Less: accumulated depreciation	(415,160)	(13,048)	(307,598)	(9,242)
Net property, plant and equipment	432,695	13,599	484,224	14,549
Deferred charges - net	372,357	11,703	324,080	9,738
Other assets	30,698	965	27,594	829
Total assets	4,795,896	150,733	4,462,078	134,070
Liabilities				
Accounts payables	848,489	26,668	811,950	24,396
Income tax payable	12,364	388	28,556	858
Accrued expenses and other current liabilities	581,478	18,276	723,446	21,737
Customer advances	414,960	13,042	278,345	8,364
Total current liabilities	1,857,291	58,374	1,842,297	55,355
Other long-term payables	95,159	2,991	39,071	1,174
Accrued pension cost	3,555	112	4,937	148
Guarantee deposits	3,215	101	3,035	91
Total liabilities	1,959,220	61,578	1,889,340	56,768
Shareholders' equity				
Capital stock	1,322,299	41,559	1,255,445	37,722
Stock dividends to be distributed	0	0	58,014	1,743
Capital surplus	561,600	17,651	512,181	15,389
Retained earnings				
- Legal reserve	226,687	7,124	185,409	5,571
- Unappropriated earnings	724,699	22,777	558,339	16,776
Cumulative translation adjustments	1,391	44	2,371	71
Unrealized gain on financial instruments	0	0	979	30
Total shareholders' equity	2,836,676	89,155	2,572,738	77,302
Total liabilities & shareholders' equity	4,795,896	150,733	4,462,078	134,070

Note : Amounts in NT\$K have been translated into US\$K at the average rate of NT\$31.8172 and NT\$33.2817 for the six months ended June 30, 2010 and 2009, respectively.

Global Unichip Corporation and Subsidiaries
Consolidated Income Statements

For Six Months Ended June 30, 2010 and 2009

	6 Months 2010		6 Months 2009	
	NT\$K	US\$K	NT\$K	US\$K
Net sales	4,723,134	148,446	3,918,328	117,732
Cost of sales	<u>(3,807,462)</u>	<u>(119,667)</u>	<u>(3,019,234)</u>	<u>(90,717)</u>
Gross profit	<u>915,672</u>	<u>28,779</u>	<u>899,094</u>	<u>27,015</u>
Operating expenses				
Sales and marketing expenses	(112,894)	(3,548)	(179,178)	(5,384)
General and administrative expenses	(102,190)	(3,212)	(78,632)	(2,363)
Research and development expenses	<u>(447,984)</u>	<u>(14,080)</u>	<u>(432,208)</u>	<u>(12,986)</u>
Total operating expenses	<u>(663,068)</u>	<u>(20,840)</u>	<u>(690,018)</u>	<u>(20,733)</u>
Income from operations	252,604	7,939	209,076	6,282
Non-operating income	51,519	1,619	25,362	762
Non-operating expenses	<u>(7,022)</u>	<u>(220)</u>	<u>(2)</u>	<u>0</u>
Income before income tax	297,101	9,338	234,436	7,044
Income tax	<u>(26,730)</u>	<u>(840)</u>	<u>(22,882)</u>	<u>(688)</u>
Net income	<u><u>270,371</u></u>	<u><u>8,498</u></u>	<u><u>211,554</u></u>	<u><u>6,356</u></u>
Earnings per share				
Basic earnings per share	2.05	0.06	1.62	0.05
Diluted earnings per share	2.01	0.06	1.58	0.05

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Global Unichip Corporation and Subsidiaries
Consolidated Statements of Cash Flows

For Six Months Ended June 30, 2010 and 2009

	6 Months 2010		6 Months 2009	
	NT\$K	US\$K	NT\$K	US\$K
Cash flows from operating activities:				
Net income	270,371	8,498	211,554	6,356
Depreciation	55,544	1,745	48,267	1,450
Amortization	88,632	2,786	96,120	2,888
Provision (gain on reversal) of bad debts	(37,311)	(1,173)	81,789	2,457
Provision of sales allowance	2,278	72	0	0
Deferred income tax	6,988	220	(16,494)	(495)
Gain on disposal of financial assets	(270)	(9)	0	0
Changes in working capital	(120,011)	(3,772)	407,841	12,255
Net cash provided by operating activities	<u>266,221</u>	<u>8,367</u>	<u>829,077</u>	<u>24,911</u>
Cash flows from investing activities:				
Acquisition of:				
Available-for-sale financial assets	(140,000)	(4,400)	(740,000)	(22,234)
Property, plant and equipment	(31,444)	(988)	(43,613)	(1,310)
Proceeds from disposal of:				
Available-for-sale financial assets	310,270	9,751	0	0
Increase in deferred charges	(70,765)	(2,224)	(70,507)	(2,119)
Decrease (Increase) in refundable deposits	(2,751)	(86)	248	7
Net cash provided by (used in) investing activities	<u>65,310</u>	<u>2,053</u>	<u>(853,872)</u>	<u>(25,656)</u>
Cash flows from financing activities:				
Capital surplus from donation	49,021	1,541	0	0
Proceeds from:				
Exercise of employee stock options	2,817	88	9,773	294
Increase in guarantee deposits	180	6	0	0
Net cash provided by financing activities	<u>52,018</u>	<u>1,635</u>	<u>9,773</u>	<u>294</u>
Net increase (decrease) in cash	383,549	12,055	(15,022)	(451)
Accumulation of foreign currency conversion	302	10	(621)	(19)
Cash at beginning of period	665,497	20,916	898,647	27,001
Cash at end of period	<u>1,049,348</u>	<u>32,981</u>	<u>883,004</u>	<u>26,531</u>

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