

CHILISIN ELECTRONICS CORP.

Consolidated Balance Sheets

March 31, 2010 And 2009

(In Thousands of New Taiwan Dollars, Except Par Value)

Assets		2010		2009		Liabilities and shareholders' equity		2010		2009	
		Amount	%	Amount	%			Amount	%	Amount	%
Current Assets						Current Liabilities					
1100	Cash and cash equivalents	\$487,842	13	\$491,730	14	2100	Short-term loans	\$80,000	2	\$0	0
1310	Financial assets at fair value through profit or loss - current	32,358	1	191,832	5	2180	Financial liabilities at fair value through profit or loss - current	2,058	0	1,718	0
1320	Available-for-sale financial assets	27,780	1	57,057	2	2120	Notes payable	705	0	948	0
1120	Notes receivable	34,291	1	17,997	1	2140	Accounts payable	484,871	14	186,765	5
1140	Accounts receivable	753,537	21	555,097	16	2150	Accounts payable-related Parties	6,053	0	5,041	0
1150	Receivables from related parties	19,347	0	10,248	0	2160	Income tax payable	20,978	1	16,613	1
1160	Other receivables	22,384	0	10,000	0	2170	Accrued expenses	83,812	2	75,708	2
120X	Inventories	465,128	13	393,594	11	2210	Other payables	39,250	1	13,062	0
1260	Prepayments	33,052	1	8,471	0	2260	Receipts in advance	1,773	0	0	0
1286	Deferred income tax assets - current	65,125	2	6,731	0	2270	Long-term liabilities - current portion	0	0	195,167	6
1291	Restricted assets	26,601	1	27,540	1	21XX	Total current liabilities	719,500	20	495,022	14
11XX	Total current assets	1,967,445	54	1,770,297	50	Long-term Liabilities					
Long-term Investments						2410	Bonds payable	484,829	14	519,028	15
14XX	Total funds and investments	19,858	1	19,858	1	2420	Long-term loans	0	0	241,830	7
Property, Plant and Equipment						24XX	Total long-term liabilities	484,829	14	760,858	22
Cost						Other Liabilities					
1501	Land	26,820	1	26,820	1	2810	Accrued pension liabilities	50,218	1	62,600	2
1511	Land improvements	1,065	0	1,065	0	2820	Guarantee deposits received	42	0	42	0
1521	Buildings	538,684	15	548,960	16	2880	Other liabilities - other	134	0	3	0
1531	Machinery and equipment	1,836,033	51	1,738,514	49	28XX	Total other liabilities	50,394	1	62,645	2
1537	Molding equipment	15,011	0	16,222	0	2XXX	Total liabilities	1,254,723	35	1,318,525	38
1551	Transportation equipment	15,660	0	18,524	1	Stockholders' Equity					
1561	Office equipment	43,655	1	46,094	1	Capital					
1681	Other equipment	21,489	1	21,461	1	3110	Common stock	1,559,981	43	1,523,506	43
15XX	Cost and revaluation increments	2,498,417	69	2,417,660	69	3130	New share entitlement certificates	113	0	0	0
15X9	Accumulated depreciation	(989,530)	(28)	(822,804)	(23)	Capital Reserves					
1670	Construction in progress and prepayment for equipment	63,192	2	8,396	0	3211	Paid-in capital in excess of par value of common stock	50,020	1	47,208	1
15XX	Total property, plant and equipment, net	1,572,079	43	1,603,252	46	3213	Capital reserve from conversion of convertible bonds	151,011	4	119,246	4
Intangible Assets						3220	Additional paid-in capital - treasury stock transactions	30	0	30	0
1770	Deferred pension costs	6,322	0	8,429	0	3271	Capital reserve from employee stock warrants	0	0	3,276	0
1780	Other intangible assets - other	15,847	0	22,526	0	3272	Capital reserve from stock warrants	96,373	3	107,539	3
17XX	Total intangible assets	22,169	0	30,955	0	3280	Capital reserve - other	303	0	0	0
Other Assets						Retained Earnings					
1820	Refundable deposits	10,816	1	3,812	0	3310	Legal reserve	170,104	5	161,943	5
1830	Deferred expenses	8,349	0	4,863	0	3350	Undistributed earnings	326,526	9	167,082	5
1860	Deferred income tax assets - non-current	11,016	0	76,875	2	Other Adjustments to Stockholders' Equity					
1880	Miscellaneous assets - other	1,375	0	1,375	0	3450	Unrealized gain or loss on financial instruments	(3,368)	0	(15,849)	0
18XX	Total other assets	31,556	1	86,925	2	3420	Cumulative translation adjustments	99,684	3	167,468	5
						3430	Unrecognized pension cost	(24,654)	(1)	(20,948)	(1)
						3480	Treasury stock	(67,739)	(2)	(67,739)	(2)
						3XXX	Total shareholders' equity	2,358,384	65	2,192,762	62
1XXX	TOTAL ASSETS	\$3,613,107	100	\$3,511,287	100	1XXX	TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$3,613,107	100	\$3,511,287	100

CHILISIN ELECTRONICS CORP.

Consolidated Statements of Income

For The Three Months Ended March 31, 2010 And 2009

(In Thousands of New Taiwan Dollars, Except Par Value)

		2010		2009	
		Amount	%	Amount	%
Operating Revenues					
4110	Sales	\$663,755	102	\$417,441	102
4170	Sales returns	(10,218)	(2)	(3,071)	(1)
4190	Sales discounts	(1,620)	0	(3,219)	(1)
4100	Net sales	651,917	100	411,151	100
Operating Costs					
5110	Cost of goods sold	(487,161)	(75)	(345,229)	(84)
5910	Gross profit	164,756	25	65,922	16
Operating Expenses					
6100	Sales and marketing expenses	(28,787)	(4)	(26,286)	(7)
6200	General and administrative expenses	(27,961)	(4)	(26,160)	(6)
6300	Research and development expenses	(12,561)	(2)	(14,718)	(4)
6000	Total operating expenses	(69,309)	(10)	(67,164)	(17)
6900	Operating income (loss)	95,447	15	(1,242)	(1)
Non-operating Income and Gains					
7110	Interest income	781	0	2,454	1
7310	Gain on valuation of financial assets	16,611	3	2,808	1
7320	Gain on valuation of financial liabilities	0	0	2,987	1
7130	Gain on disposal of property, plant and equipment	102	0	0	0
7160	Foreign exchange gain, net	5,266	1	1,767	0
7280	Reversal of impairment loss	528	0	0	0
7480	Other non-operating income	9,276	1	9,988	2
7100	Total non-operating income and gains	32,564	5	20,004	5
Non-operating Expenses and Losses					
7510	Interest expense	(4,899)	(1)	(8,166)	(2)
7650	Loss on valuation of financial liabilities	(1,134)	0	0	0
7530	Loss on disposal of property, plant and equipment	0	0	(40)	0
7540	Loss on disposal of investments	(944)	0	(1,109)	0
7880	Other non-operating losses	(51)	0	(176)	0
7500	Total non-operating expenses and losses	(7,028)	(1)	(9,491)	(2)
7900	Income from continuing operations before income tax	120,983	19	9,271	2
8110	Income tax expense	(13,320)	(2)	(150)	0
9600XX	Net income	\$107,663	17	\$9,121	2
Attributable to:					
9601	Net income	\$107,663	17	\$9,121	2
		Before	After	Before	After
		Income Tax	Income Tax	Income Tax	Income Tax
9750	Basic earnings per share	\$0.80	\$0.71	\$0.06	\$0.06
9850	Diluted earnings per share	\$0.61	\$0.55	\$0.06	\$0.06