

USERJOY TECHNOLOGY CO., LTD.

BALANCE SHEETS

March 31, 2008

(In Thousands of New Taiwan Dollar. Except Earnings Per Share)

<u>ASSETS</u>	<u>Amount</u>	<u>%</u>	<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>	<u>Amount</u>	<u>%</u>
CURRENT ASSETS			CURRENT LIABILITIES		
Cash and cash equivalents	\$ 309,020	51	Notes payable	\$ 10,717	2
Notes receivable	10,326	2	Accounts payable	199	-
Notes receivable — related parties	1,320	-	Income tax payable	17,604	3
Accounts receivable	79,809	13	Other payables	36,139	6
Accounts receivable from affiliates (including from related parties)	1,190	-	Other current liabilities	<u>11,892</u>	<u>2</u>
Inventories	5,059	1			
Deferred income tax asset, current	4,955	1	TOTAL CURRENT LIABILITIES	<u>76,551</u>	<u>13</u>
Other current assets	<u>4,803</u>	<u>1</u>	OTHER LIABILITIES		
TOTAL CURRENT ASSETS	<u>416,482</u>	<u>69</u>	Accrued pension	<u>39</u>	<u>-</u>
Investment					
Long-term equity investments at equity method	<u>30,196</u>	<u>5</u>	Total liabilities	<u>76,590</u>	<u>13</u>
FIXED ASSETS			STOCKHOLDERS' EQUITY		
PROPERTY	49,616	8	Capital	202,472	33
PLANT	29,558	5	Additional paid-in capital		
			Additional paid-in capital in excess of par- common stock	88,234	15
EQUIPMENT	29,107	5	Treasury stock exchange	51	-
Leasehold improvements	<u>261</u>	<u>-</u>	Retained earnings		
Total Cost	108,542	18	Legal reserve	26,883	5
Less accumulated depreciation	(<u>15,166</u>)	(<u>2</u>)	Accumulated profit or loss	206,998	34
			Cumulative translation adjustment	<u>908</u>	<u>-</u>
NET FIXED ASSETS	<u>93,376</u>	<u>16</u>	TOTAL STOCKHOLDERS' EQUITY	<u>525,546</u>	<u>87</u>
INTANGIBLE ASSETS					
Computer software	17,467	3			
Good will	<u>12,646</u>	<u>2</u>			
TOTAL INTANGIBLE ASSETS	<u>30,113</u>	<u>5</u>			
OTHER ASSETS					
Refundable deposits	2,820	-			
Deferred charges	4,448	1			
Others	<u>24,701</u>	<u>4</u>			
TOTAL OTHER ASSETS	<u>31,969</u>	<u>5</u>			
TOTAL ASSETS	<u>\$ 602,136</u>	<u>100</u>	TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 602,136</u>	<u>100</u>

USERJOY TECHNOLOGY CO., LTD.
STATEMENTS OF INCOME

March 31, 2008

(In Thousands of New Taiwan Dollar. Except Earnings Per Share)

	<u>Amount</u>	<u>%</u>
GROSS SALES AND REVENUES		
Sales revenue	\$ 109,236	108
Sales return, discount and allowances	(8,083)	(8)
NET GROSS SALES AND REVENUES	101,153	100
 COST OF GOODS SOLD	 <u>17,341</u>	 <u>17</u>
GROSS PROFIT	<u>83,812</u>	<u>83</u>
 OPERATING EXPENSES		
Sales and marketing	20,415	20
General and administration	24,685	24
Research and development	<u>14,698</u>	<u>15</u>
TOTAL OPERATING EXPENSES	<u>59,798</u>	<u>59</u>
 INCOME FROM OPERATIONS	 <u>24,014</u>	 <u>24</u>
 NONOPERATING INCOME AND GAINS		
Interest income	1,220	1
rent revenue/income	27	-
Other non-operating expenses– other	<u>3,396</u>	<u>3</u>
TOTAL NONOPERATING INCOME AND GAINS	<u>4,643</u>	<u>4</u>
 Non-operating		
Investment loss recognized under equity method	22	-
Loss on disposal of investments	125	-
Foreign exchange loss	335	-
loss on valuation of	1,707	2
other non-operating expenses– other	<u>27</u>	<u>-</u>
Total Non-Operating	<u>2,216</u>	<u>2</u>

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	<u>Amount</u>	<u>%</u>
Continuing operating income before tax	\$ 26,441	26
income tax expense	(2,300)	(2)
Total continuing operating net income	<u>\$ 24,141</u>	<u>24</u>
	<u>Before</u>	<u>After Income</u>
	<u>Income Tax</u>	<u>Tax</u>
BASIC EARNINGS PER SHARE		
Income of March 31, 2008	<u>\$ 1.31</u>	<u>\$ 1.19</u>

USERJOY TECHNOLOGY CO., LTD.
STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY
March 31, 2008
(In Thousands of New Taiwan Dollar. Except Earnings Per Share)

	Capital	Additional paid-in capital		Retained earnings		Cumulative translation adjustment	Total
		Additional paid-in capital in excess of par- common stock	Treasury stock exchange	Legal reserve	Accumulated profit or loss		
BALANCE, JANUARY 1, 2008	\$ 202,472	\$ 88,234	\$ 51	\$ 26,883	\$ 182,857	\$ 2,246	\$ 502,743
Income for March 31, 2008	-	-	-	-	24,141	-	24,141
Cumulative translation adjustment	-	-	-	-	-	(1,338)	(1,338)
BALANCE, March 31, 2008	<u>\$ 202,472</u>	<u>\$ 88,234</u>	<u>\$ 51</u>	<u>\$ 26,883</u>	<u>\$ 206,998</u>	<u>\$ 908</u>	<u>\$ 525,546</u>

USERJOY TECHNOLOGY CO., LTD.
STATEMENTS OF CASH FLOWS
March 31, 2008
(In Thousands of New Taiwan Dollar. Except Earnings Per Share)

	<u>Amount</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Total continuing operating net income	\$ 24,141
Depreciation and amortization	5,238
Loss on valuation of	1,707
Investment loss recognized under equity method	22
Loss on disposal of investments	125
Net changes in operating assets and liabilities	
Financial assets measured at fair value through profit and loss, current	17,018
Notes receivable (including related parties)	9,788
Accounts receivable (including related parties)	10,505
Inventories	(619)
Other current assets	4,995
Prepaid pension cost	(204)
OTHER ASSETS	(7,072)
Deferred income tax asset, current	(1,926)
Notes payable	9,840
Accounts payable	(7,343)
Income tax payable	1,664
Other payables	(9,922)
Other current liabilities	8,445
Accrued pension	39
OTHER LIABILITIES	(<u>2</u>)
Net cash provided by operating activities	<u>66,439</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Acquisition of property, plant and equipment	(3,385)
Refundable deposits decrease	438
Increase in deferred charges	(<u>933</u>)
Net cash used in investing activities	(<u>3,880</u>)

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	<u>Amount</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Deposit in advance decrease	(\$ <u>2</u>)
Net cash payable of investment	(<u>2</u>)
Exchange Influence	<u>96</u>
Cash and cash equivalents	62,653
Cash and cash equivalents BALANCE, Beginning of Period	<u>246,367</u>
Cash and cash equivalents BALANCE, End of the period	<u>\$ 309,020</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	
Income tax	<u>\$ 2,542</u>
NONCASH INVESTING AND FINANCING ACTIVITIES	
Translation adjustments on foreign long-term equity investments	(<u>\$ 1,338</u>)
Cash pay for acquisition of property, plant and equipment	
FIXED ASSETS INCREASE	\$ 3,397
Decrease Payables on equipment, December 31	(<u>12</u>)
Cash pay for acquisition of property, plant and equipment for current period	<u>\$ 3,385</u>