

USERJOY TECHNOLOGY CO., LTD.

BALANCE SHEETS

June 30, 2009 AND 2008

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

Code	ASSETS	2009		2008		Code	LIABILITIES AND STOCKHOLDERS' EQUITY	2009		2008	
		Amount	%	Amount	%			Amount	%	Amount	%
	<b>CURRENT ASSETS</b>						<b>CURRENT LIABILITIES</b>				
1100	Cash and cash equivalents	\$ 492,296	50	\$ 459,177	58	2120	Notes payable	\$ 6,735	1	\$ 550	-
1310	Financial assets measured at fair value through profit and loss, current	-	-	26,329	4	2140	Accounts payable	2,676	-	4,462	-
1320	Available-for-sale financial assets - current	31,181	3	-	-	2160	Income tax payable	17,468	2	6,510	1
1120	Notes receivable	1,591	-	1,770	-	2170	Other payables	86,756	9	54,233	7
1140	Notes receivable from related parties	156,870	16	79,872	10	2170	Other Financial Liabilities	79,610	8	70,865	9
1150	Accounts receivable from related parties					2240	Other current liabilities	6,279	-	8,695	1
		13,592	1	338	-	2298	Total current liabilities	<u>199,524</u>	20	<u>145,315</u>	18
1200	Inventories	4,408	-	5,503	1	21XX	<b>TOTAL OTHER LIABILITIES</b>				
1286	Deferred income tax asset, current	5,076	1	9,205	1		Deposit in advance	48	-	39	-
1298	Other current assets	41,298	4	13,658	2	2810	Total liabilities	<u>199,572</u>	20	<u>145,354</u>	18
11XX	Total current assets	<u>746,312</u>	75	<u>595,852</u>	76	2XXX					
	<b>INVESTMENTS</b>						<b>STOCKHOLDERS' EQUITY</b>				
1421	Investments accounted for by the equity method	50,594	5	34,402	4		Capital stock, \$10 par value				
	<b>Fixed Assets</b>					3110	Capital of Common Shares	257,254	26	227,072	29
	<b>Cost</b>					3150	Stock dividends to be distributed	42,871	4	30,182	4
1501	PROPERTY	58,914	6	49,616	6		Capital surplus				
1521	PLANT	39,193	4	29,558	4	3211	Additional paid-in capital in excess of par - common stock	222,994	23	222,994	29
1561	EQUIPMENT	60,728	6	37,224	5	3220	Treasury Stock Transactions	51	-	51	-
15X1	Cost	158,835	16	116,398	15	3310	Retained earnings				
15X9	Less accumulated depreciation	( 17,693 )	( 2 )	( 17,369 )	( 2 )	3351	Legal reserve	54,094	5	39,721	5
15XX	Property, plant and equipment, net	141,142	14	99,029	13	3420	Accumulated retained earnings	222,985	23	119,316	15
	<b>INTANGIBLE ASSETS</b>					3450	Cumulative translation adjustments	9,509	1	2,424	-
1710	Trademarks	241	-	-	-	3510	Unrealized gain (loss) on financial instruments	2,896	-	-	-
1750	Computer software	4,607	1	14,389	2	3XXX	Treasury stock	( 21,839 )	( 2 )	-	-
1760	Goodwill	12,646	1	12,646	1		Total stockholders' equity	<u>790,815</u>	80	<u>641,760</u>	82
17XX	Total intangible assets	17,494	2	27,035	3						
	<b>OTHER ASSETS</b>						<b>TOTAL</b>	<u>\$ 990,387</u>	100	\$787,114	100
1820	Refundable deposits	5,808	1	3,164	-						
1830	Deferred charges	16,610	2	7,818	1						
1880	Others	12,427	1	19,814	3						
18XX	Total other assets	<u>34,845</u>	4	<u>30,796</u>	4						
1XXX	<b>TOTAL</b>	<u>\$ 990,387</u>	100	<u>\$ 787,114</u>	100						

USERJOY TECHNOLOGY CO., LTD.  
STATEMENTS OF INCOME  
YEARS ENDED June 30, 2009 AND 2008  
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

Code	2009		2008	
	Amount	%	Amount	%
<b>GROSS SALES</b>				
	\$		\$	
4110 GROSS REVENUES	501,589	103	219,109	109
4170 SALES RETURNS AND ALLOWANCES	( 16,286 )	( 3 )	( 18,069 )	( 9 )
4000 NET SALES AND REVENUES	485,303	100	201,040	100
5000 COST OF GOODS SOLD	17,683	4	15,854	8
5910 GROSS PROFIT	467,620	96	185,186	92
<b>OPERATING EXPENSES</b>				
6100 Sales and marketing	118,627	24	43,112	21
6200 General and administration	62,012	13	42,086	21
6300 Research and development	100,969	21	55,376	28
6000 Total operating expenses	281,608	58	140,574	70
6900 INCOME FROM OPERATIONS	186,012	38	44,612	22
<b>NONOPERATING INCOME AND GAINS</b>				
7110 Interest income	2,935	1	3,178	2
7121 Investment income recognized under equity method — NET	-	-	2,350	1
7122 Dividend	-	-	210	-
7480 Others	595	-	5,572	3
7100 Total nonoperating income and gains				
TOTAL	3,530	1	11,310	6

(To be Continued)

Code	2009		2008																
	Amount	%	Amount	%															
<b>NONOPERATING EXPENSES AND LOSSES</b>																			
7521	Investment loss recognized under equity method	\$ 5,280	1	\$-	-														
7530	Loss on disposal of property, plant, equipment	251	-	189	-														
7540	Loss on sale of investments, net	-	-	1,707	1														
7560	Foreign exchange losses, net	4,245	1	504	-														
7640	Valuation loss on financial assets, net	-	-	3	-														
7880	Miscellaneous expenses	<u>1,104</u>	-	<u>1,019</u>	<u>1</u>														
7500	Total nonoperating expenses and losses																		
	<b>TOTAL</b>	<u>10,880</u>	2	<u>3,422</u>	2														
<b>INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAX</b>																			
7900	TAX	178,662	37	52,500	26														
8110	INCOME TAX EXPENSE	<u>(35,027)</u>	<u>(7)</u>	<u>(1,700)</u>	<u>(1)</u>														
9600	NET INCOME	<u>\$ 143,635</u>	30	<u>\$ 50,800</u>	<u>25</u>														
<table border="1"> <thead> <tr> <th></th> <th>Before Income Tax</th> <th>After Income Tax</th> <th>Before Income Tax</th> <th>After Income Tax</th> </tr> </thead> <tbody> <tr> <td>9750</td> <td><u>7.08</u></td> <td><u>5.70</u></td> <td><u>2.17</u></td> <td><u>2.10</u></td> </tr> <tr> <td>9850</td> <td><u>6.62</u></td> <td><u>5.32</u></td> <td><u>2.09</u></td> <td><u>2.03</u></td> </tr> </tbody> </table>						Before Income Tax	After Income Tax	Before Income Tax	After Income Tax	9750	<u>7.08</u>	<u>5.70</u>	<u>2.17</u>	<u>2.10</u>	9850	<u>6.62</u>	<u>5.32</u>	<u>2.09</u>	<u>2.03</u>
	Before Income Tax	After Income Tax	Before Income Tax	After Income Tax															
9750	<u>7.08</u>	<u>5.70</u>	<u>2.17</u>	<u>2.10</u>															
9850	<u>6.62</u>	<u>5.32</u>	<u>2.09</u>	<u>2.03</u>															
9750	EARNINGS PER SHARE																		
<b>BASIC EARNINGS PER SHARE</b>																			
9750	Net income current period	<u>\$ 7.08</u>	<u>\$ 5.70</u>	<u>\$ 2.17</u>	<u>\$ 2.10</u>														
<b>Diluted Earnings Per Share</b>																			
9850	Net income current period	<u>\$ 6.62</u>	<u>\$ 5.32</u>	<u>\$ 2.09</u>	<u>\$ 2.03</u>														

USERJOY TECHNOLOGY CO., LTD.

STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY  
YEARS ENDED June 30, 2009 AND 2008  
(In Thousands of New Taiwan Dollars)

	Capital Surplus				Retained Earnings		Cumulative translation adjustment	Unrealized gain or loss on financial instrument	Treasury Stock	Total
	Capital Stock	Stock dividends to be distributed	Additional paid-in capital in excess of par	Treasury Stock Transactions	Legal Reserve	Accumulated Profit or Loss				
BALANCE, JANUARY 1, 2009	\$ 257,254	\$ -	\$ 222,994	\$ 51	\$ 39,721	\$ 212,249	\$ 11,485	\$ 659	(\$ 21,839)	\$ 722,574
Appropriation of 2008 net income										
Legal reserve	-	-	-	-	14,373	( 14,373 )	-	-	-	-
Stock Dividends	-	42,871	-	-	-	( 42,871 )	-	-	-	-
Cash dividends	-	-	-	-	-	( 75,655 )	-	-	-	( 75,655 )
Net income for the year ended June 30, 2009	-	-	-	-	-	143,635	-	-	-	143,635
Cumulative translation adjustment	-	-	-	-	-	-	( 1,976 )	-	-	( 1,976 )
Unrealized gain or loss on Available-for-sale Financial Assets	-	-	-	-	-	-	-	2,237	-	2,237
Balance, June 30, 2009	\$ 257,254	\$ 42,871	\$ 222,994	\$ 51	\$ 54,094	\$ 222,985	\$ 9,509	\$ 2,896	(\$ 21,839)	\$ 790,815
Balance, JANUARY 1, 2008	\$ 202,472	\$ -	\$ 88,234	\$ 51	\$ 26,883	\$ 182,857	\$ 2,246	\$ -	\$ -	\$ 502,743
Issuance of common stock for cash	24,600	-	134,760	-	-	-	-	-	-	159,360
Appropriation of 2007 net income										
Legal reserve	-	-	-	-	12,838	( 12,838 )	-	-	-	-
Bonuses to employees	-	7,475	-	-	-	( 7,475 )	-	-	-	-
Stock dividends	-	22,707	-	-	-	( 22,707 )	-	-	-	-
Remuneration to directors and supervisors	-	-	-	-	-	( 3,200 )	-	-	-	( 3,200 )
Cash dividends	-	-	-	-	-	( 68,121 )	-	-	-	( 68,121 )
Net income for the year ended June 30, 2008	-	-	-	-	-	50,800	-	-	-	50,800
Cumulative translation adjustment	-	-	-	-	-	-	178	-	-	178
Balance, June 30, 2008	\$ 227,072	\$ 30,182	\$ 222,994	\$ 51	\$ 39,721	\$ 119,316	\$ 2,424	\$ -	\$ -	\$ 641,760

USERJOY TECHNOLOGY CO., LTD.  
 STATEMENTS OF CASH FLOWS  
 YEARS ENDED June 30, 2009 AND 2008  
 (In Thousands of New Taiwan Dollars)

	<u>2009</u>	<u>2008</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income	\$ 143,635	\$ 50,800
Depreciation and amortization	16,002	11,365
Loss on disposal of investments	-	1,707
Valuation loss (gain) on financial assets	-	3
Investment loss recognized under equity method	5,280	( 2,350 )
Loss on uncollectible accounts	-	600
Loss on disposal of property, plant and equipment	251	189
Net changes in operating assets and liabilities		
Financial Assets at Fair Value through Profit or Loss-Current	-	( 9,104 )
Notes receivable (including from related parties)	7,273	19,664
Accounts receivable from affiliates(including from related parties)	( 91,511)	11,894
Inventories	1,496	( 1,063 )
Other current assets	( 26,453)	( 4,070 )
Deferred income tax asset, current	6,510	( 6,176 )
Prepaid pension cost	-	( 371 )
Other assets	1,849	( 2,409 )
Income tax prepayment	-	391
Notes payable	3,664	( 327 )

Accounts payable	1,570	( 3,080 )
Income tax payable	6,110	( 9,430 )
Other payables	16,625	7,716
Other current liabilities	( 2,366 )	5,248
Accrued pension liabilities	48	39
Other Liabilities	-	( 2 )
Net cash provided by operating activities	<u>89,983</u>	<u>71,234</u>

#### CASH FLOWS FROM INVESTING ACTIVITIES

	25,037	
Acquisition of property, plant and equipment	(\$ )	(\$ 11,751)
Acquisition of Available- for-sale Financial Assets-Current	( 16,097 )	-
Decrease (increase) in refundable deposits	( 2,442 )	94
Increase in deferred charges	( 11,449 )	( 5,147 )
Proceeds from sale of property, plant and equipment	657	-
Increase of Trademarks	( <u>281</u> )	<u>-</u>
Net cash used in investing activities	( <u>54,649</u> )	( <u>16,804</u> )

#### CASH FLOWS FROM FINANCING ACTIVITIES

Additional capital	-	159,360
Increase in refundable deposits	<u>- (</u>	<u>2 )</u>
Net cash provided by (used in) financing activities	<u>-</u>	<u>159,358</u>

Exchange Influence	( <u>1,695</u> )	( <u>978</u> )
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#### NET INCREASE IN CASH AND CASH EQUIVALENTS

	33,639	212,810
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>458,657</u>	<u>246,367</u>

#### CASH AND CASH EQUIVALENTS, END OF YEAR

	\$ <u>492,296</u>	<u>\$459,177</u>
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SUPPLEMENTAL DISCLOSURE OF CASH  
FLOW INFORMATION

Income tax paid during the period	\$ <u>25,037</u>	\$ <u>18,537</u>
NONCASH INVESTING AND FINANCING ACTIVITIES		
cumulative translation adjustment of long-term equity investments	(\$ <u>1,976</u> )	\$ <u>178</u>
Unrealized gain or loss on Available- for-sale Financial Assets	\$ <u>2,237</u>	\$- <u>          </u>
retained earnings – unappropriated and Empl'y's Bonus -Stock	\$ <u>42,871</u>	\$ <u>30,182</u>
Accrued Dividends	\$ <u>75,655</u>	\$ <u>68,121</u>