

USERJOY TECHNOLOGY CO., LTD.

BALANCE SHEETS

September 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	%
	CURRENT ASSETS						CURRENT LIABILITIES				
1100	Cash and cash equivalents	\$ 513,640	51	\$ 410,976	53	2120	Notes payable	\$ 12,185	1	\$ 9,373	1
1310	Financial assets measured at fair value through profit and loss, — current	-	-	13,951	2	2140	Accounts payable	2,036	-	818	-
1320	Available-for-sale financial assets - current	35,360	4	-	-	2160	Income tax payable	6,064	1	6,560	1
1120	Notes receivable	3,756	-	4,893	-	2170	Other payables	93,938	9	57,207	7
1130	Notes receivable from related parties	-	-	7,663	1	2240	Other Financial Liabilities	4,293	-	10,584	2
1140	Accounts receivable	146,347	15	100,215	13	2298	Other current liabilities	6,086	1	8,762	1
1150	Accounts receivable from related parties	-	-	-	-	21XX	Total current liabilities	124,602	12	93,304	12
		6,745	1	-	-		TOTAL OTHER LIABILITIES				
1200	Inventories	4,245	-	5,588	1	2810	Deposit in advance	48	-	58	-
1286	Deferred income tax asset, current	4,883	-	9,205	1		Total liabilities	124,650	12	93,362	12
1298	Other current assets	19,603	2	17,646	2	2XXX					
11XX	Total current assets	734,579	73	570,137	73		STOCKHOLDERS' EQUITY				
	INVESTMENTS					31XX	Capital stock, \$10 par value	300,125	30	257,254	33
1421	Investments accounted for by the equity method	51,711	5	36,696	5		Capital reserve				
	Fixed Assets					3211	Additional paid-in capital in excess of par - common stock	222,994	22	222,994	29
1501	PROPERTY	58,914	6	58,914	7	3220	Treasury Stock Transactions	51	-	51	-
1521	PLANT	39,552	4	39,172	5		Retained earnings				
1561	EQUIPMENT	66,126	6	37,758	5	3310	Legal reserve	54,094	5	39,721	5
15X1	Cost	164,592	16	135,844	17	3351	Accumulated retained earnings	306,796	31	158,569	20
15X9	Less accumulated depreciation	(21,654)	(2)	(19,328)	(2)	3420	Cumulative translation adjustments	9,938	1	5,711	1
15XX	Property, plant and equipment, net	142,938	14	116,516	15	3450	Unrealized gain (loss) on financial instruments	4,830	1	-	-
	INTANGIBLE ASSETS					3510	Treasury stock	(21,839)	(2)	-	-
1710	Trademarks	245	-	58	-	3XXX	Total stockholders' equity	876,989	88	684,300	88
1750	Computer software	2,529	-	11,864	1						
1760	Goodwill	12,646	2	12,646	2						
17XX	Total intangible assets	15,420	2	24,568	3						
	OTHER ASSETS										
1820	Refundable deposits	5,071	1	3,194	1						
1830	Deferred charges	38,389	4	10,019	1						
1880	Others	13,531	1	16,532	2						
18XX	Total other assets	56,991	6	29,745	4						
1XXX	TOTAL	\$ 1,001,639	100	\$ 777,662	100		TOTAL	\$ 1,001,639	100	\$ 777,662	100

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

Code		2009		2008	
		Amount	%	Amount	%
	GROSS SALES				
		\$		\$	
4110	GROSS REVENUES	786,527	104	364,262	108
4170	SALES RETURNS AND ALLOWANCES	(29,716)	(4)	(25,494)	(8)
4000	NET SALES AND REVENUES	756,811	100	338,768	100
5000	COST OF GOODS SOLD	<u>30,282</u>	<u>4</u>	<u>23,350</u>	<u>7</u>
5910	GROSS PROFIT	<u>726,529</u>	<u>96</u>	<u>315,418</u>	<u>93</u>
	OPERATING EXPENSES				
6100	Sales and marketing	197,900	26	81,439	24
6200	General and administration	121,928	16	67,767	20
6300	Research and development	<u>127,304</u>	<u>17</u>	<u>82,263</u>	<u>24</u>
6000	Total operating expenses	<u>447,132</u>	<u>59</u>	<u>231,469</u>	<u>68</u>
6900	INCOME FROM OPERATIONS	<u>279,397</u>	<u>37</u>	<u>83,949</u>	<u>25</u>
	NONOPERATING INCOME AND GAINS				
7110	Interest income	3,540	1	5,428	2
7121	Investment income recognized under equity method-NET	-	-	2,566	1
7122	Dividend	882	-	413	-
7160	Foreign Exchange gain-NET	-	-	327	-
7480	Others	<u>2,539</u>	<u>-</u>	<u>7,696</u>	<u>2</u>
7100	Total nonoperating income and gains				
	TOTAL	6,961	1	16,430	5
	NONOPERATING EXPENSES AND LOSSES				
7521	Investment loss recognized under equity method	3,302	1	-	-
7530	Loss on disposal of property, plant, equipment	498	-	229	-

(To be Continued)

Code		2009		2008	
		Amount	%	Amount	%
7540	Loss on sale of investments	\$ -	-	\$ 869	1
7560	Foreign exchange losses, net	6,327	1	-	-
7640	Valuation loss on financial assets, net	-	-	500	-
7880	Miscellaneous expenses	<u>472</u>	-	<u>124</u>	-
7500	Total nonoperating expenses and losses				
	TOTAL	<u>10,599</u>	2	<u>1,722</u>	1
7900	INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAX	275,759	36	98,657	29
8110	INCOME TAX EXPENSE	<u>48,313</u>)	(<u>6</u>)	(<u>8,604</u>)	(<u>2</u>)
9600	NET INCOME	<u>\$ 227,446</u>	<u>30</u>	<u>\$ 90,053</u>	<u>27</u>

Code		Before	After	Before	After
		Income Tax	Income Tax	Income Tax	Income Tax
9750	EARNINGS PER SHARE	<u>\$ 9.35</u>	<u>\$ 7.71</u>	<u>\$ 3.42</u>	<u>\$ 3.12</u>
	Diluted Earnings Per Share				
9850	Net income current period	<u>\$ 8.80</u>	<u>\$ 7.26</u>	<u>\$ 3.30</u>	<u>\$ 3.01</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		Financial Instrument			Total
	Capital Stock	Additional paid-in capital in excess of par	Treasury Stock Transactions	Legal Reserve	Accumulated Profit or Loss	Cumulative translation adjustment	Unrealized gain or loss on financial instrument	Treasury Stock	
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 September 30, 2009	-	-	-	-	227,446	-	-	-	227,446
Cumulative translation adjustment	-	-	-	-	-	(1,547)	-	-	(1,547)
Unrealized gain or loss on Available- for-sale Financial Assets	-	-	-	-	-	-	4,171	-	4,171
Balance, September 30, 2009	\$ 300,125	\$ 222,994	\$ 51	\$ 54,094	\$ 306,796	\$ 9,938	\$ 4,830	(\$ 21,839)	\$ 876,989
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 Sep. 30, 2008	-	-	-	-	90,053	-	-	-	90,053
Cumulative translation adjustment	-	-	-	-	-	3,465	-	-	3,465
Balance, September 30, 2009	\$ 257,254	\$ 222,994	\$ 51	\$ 39,721	\$ 158,569	\$ 5,711	\$ -	\$ -	\$ 684,300

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

	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 227,446	\$ 90,053
Depreciation and amortization	24,182	17,547
Valuation loss (gain) on financial assets	-	500
Investment loss recognized under equity method	3,302	(2,566)
Loss on disposal of investments	-	869
Loss on disposal of Fixed Assets	498	229
Net changes in operating assets and liabilities		
Financial Assets at Fair Value through Profit or Loss-Current	-	3,405
Notes receivable (including from related parties)	5,108	8,878
Accounts receivable from affiliates(including from related parties))	(74,141)	(8,711)
Inventories	1,659	(1,148)
Other current assets	(4,758)	(7,848)
Other assets	745	893
Deferred income tax asset, current	6,703	(6,176)
Notes payable	9,114	8,496
Accounts payable	930	(6,724)
Income tax payable	(5,294)	(9,380)
Other payables	24,930	21,729
Other current liabilities	(3,344)	5,316
Accrued pension liabilities	48	58
Other Liabilities	-	(2)
Net cash provided by operating activities	217,128	<u>115,418</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(30,540)	(31,616)
Acquisition of Available- for-sale Financial Assets-Current	(18,342)	-
Decrease (increase) in refundable deposits	(1,705)	64
Increase in deferred charges	(35,323)	(8,532)
Increase of Trademarks	(183)	(58)
Net cash used in investing activities	(<u>86,093</u>)	(<u>40,142</u>)

(To be continued)

	2009	2008
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Dividend	(\$ 75,655)	(\$ 68,121)
Compensation to directors and supervisors	(2,559)	(3,200)
Additional capital	-	159,360
Decrease in refundable deposits	-	(2)
Net cash provided by (used in) financing activities	<u>(78,214)</u>	<u>88,037</u>
Exchange Influence	<u>2,162</u>	<u>1,296</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	54,983	164,609
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>458,657</u>	<u>246,367</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 513,640</u>	<u>\$ 410,976</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Income tax paid during the period	<u>\$ 47,777</u>	<u>\$ 24,140</u>
NONCASH INVESTING AND FINANCING ACTIVITIES		
Cumulative translation adjustment of long-term equity investments	<u>(\$ 1,547)</u>	<u>\$ 3,465</u>
Unrealized gain or loss on Available- for-sale Financial Assets	<u>\$ 4,171</u>	<u>\$ -</u>
Retained earnings	<u>\$ 42,871</u>	<u>\$ 30,182</u>