

Jarlllyrec Co., Ltd.
Consolidated Balance Sheets
December 31,2016 and 2015
(Amounts Express in Thousands of New Taiwan Dollars)

ASSETS	December 31 2016		December 31 2015		LIABILITIES AND EQUITY	December 31 2016		December 31 2015	
	Amount	%	Amount	%		Amount	%	Amount	%
Current Assets :					Currents Liabilities				
Cash and cash equivalents	1,337,162	23	538,339	12	Short-term borrowings	72,056	1	72,321	2
Current Financial assets at fair value through profit or loss	30,020	1	-	0	Notes payable/Accounts payable	1,290,850	22	1,080,645	23
Notes receivable / Accounts receivable , net	1,863,120	32	-	0	Other payables	793,322	14	516,292	11
Current available-for-sale financil assets	18,468	0	1,763,204	38	Current tax liabilities	39,258	1	39,073	1
Other receivables,net	110,488	2	28,563	1	Other current liabilities ,others	8,520	0	23,012	0
Inventories	496,464	9	431,371	9	current portion of long-term liabilities	4,942	0	25,662	1
Other current assets, others	95,377	2	105,889	2	Non-current Liabilities	2,208,948	38	1,757,005	38
	<u>3,951,099</u>	<u>68</u>	<u>2,867,366</u>	<u>62</u>	Long-term borrowings			201,019	4
Non-current assets:					Deferred tax liabilities	78,394	1	50,736	1
Nin-current financial assets ar cost	71,510	1	73,588	2	Defined benefit liability	18,515	0	8,153	0
Property,plant and equipment	1,533,317	27	1,502,200	32	Other non-current liabilities,others	2,213	0	2,342	0
Intangible assets	18,741	0	23,891	1		<u>99,122</u>	<u>2</u>	<u>262,250</u>	<u>5</u>
deferred income tax assets - noncurrent	19,624	0	10,440	0	Total Liabilities	2,308,070	40	2,019,255	43
Prepayments for business facilities	42,515	1	16,752	0	Equity attributable to owners of parent				
Long-term prepaid rents	118,932	2	131,886	3	Share capital	605,514	11	505,514	11
Other non-current assets,others	26,033	0	33,111	1	capital collected in advance	-	0	-	0
	<u>1,830,672</u>	<u>32</u>	<u>1,791,868</u>	<u>38</u>	Capital suplus	1,339,375	23	822,575	18
					Retained earnings	1,447,751	25	1,135,930	24
					Exchange differences on translation of foreign financial statements, parent	64,396	1	161,843	3
					treasury stock	(9,141)		(9,141)	
					Total equity attributable to owners of parent	3,447,895	60	2,616,721	56
					Non-controlling interests	25,806	0	23,258	0
					Total Equity	3,473,701	60	2,639,979	57
TOTAL ASSETS	<u>5,781,771</u>	<u>100</u>	<u>4,659,234</u>	<u>100</u>	TOTAL LIABILITIES AND EQUITY	<u>5,781,771</u>	<u>100</u>	<u>4,659,234</u>	<u>100</u>

Jarlllyrec Co., Ltd.
Consolidated Statements of Comprehensive Income
For the Year Ended December 31 2016 and 2015
(Amounts Express in Thousands of USD)

	For the Year Ended December 31			
	2016		2015	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Operating revenue	5,567,167	100	3,870,693	100
Operating costs	4,299,062	77	3,028,920	78
Gross profit from operations	<u>1,268,105</u>	<u>23</u>	<u>841,773</u>	<u>22</u>
Operating expenses				
Selling expenses	384,637	7	264,466	7
Administrative expenses	300,071	5	221,101	6
Research and development expenses	182,705	3	169,849	4
	<u>867,413</u>	<u>16</u>	<u>655,416</u>	<u>17</u>
Net operating income	<u>400,692</u>	<u>7</u>	<u>186,357</u>	<u>5</u>
Non-operating income and(expenses)	<u>112,534</u>	<u>2</u>	<u>83,566</u>	<u>2</u>
Profit before tax	<u>513,226</u>	<u>9</u>	<u>269,923</u>	<u>7</u>
Less: Tax expenses	<u>129,529</u>	<u>2</u>	<u>73,663</u>	<u>2</u>
Profit	<u>383,697</u>	<u>7</u>	<u>196,260</u>	<u>5</u>
Basic earnings per share(US dollars)	7.23		3.92	
Diluted earnings per share(US dollars)	7.12		3.87	

Jarlllyrec Co., Ltd.
Statements of Changes in Equity
For the three months ended March 31, 2016 and 2015
(Expressed in Thousands of New Taiwan Dollars)

	Attributable to owners of parent										
	Retained earnings					Other equity interest					
	Capital stock	Capital surplus	Legal reserve	Unappropriated retained earnings	Total	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on available-for-sale financial assets	Other unearned compensation for restricted employee shares of	Total other equity interest	Treasury stock	Total equity
Balance at January 1, 2015	505,514	822,575	148,675	852,029	1,000,704	184,359			184,359	0	2,513,152
Net profit				197,735	197,735				0		197,735
Other comprehensive income				(1,847)	(1,847)	(22,516)			(22,516)		(24,363)
Total comprehensive income	0	0	0	195,888	195,888	(22,516)	0	0	(22,516)	0	173,372
Appropriation and distribution of retained earning:											
Legal reserve			17,064	(17,064)	0				0		0
Reversal of special reserve					0				0		0
Cash dividends				(60,662)	(60,662)				0		(60,662)
Stock dividends					0				0		0
New share issue through employee bonuses					0				0		0
Increase (decrease) in capital surplus and unappropriated earnings resulting from equity-					0				0		0
Repurchase of treasury stock					0				0	(9,141)	(9,141)
Treasury stock transferred to employees					0				0		0
Changes in ownership in ownership interests of					0				0		0
Share-based payments transactions					0				0		0
Balance at December 31, 2015	505,514	822,575	165,739	970,191	1,135,930	161,843	0	0	161,843	(9,141)	2,616,721
Net profit				381,149	381,149				0		381,149
Other comprehensive income				(3,611)	(3,611)	(97,447)			(97,447)		(101,058)
Total comprehensive income	0	0	0	377,538	377,538	(97,447)	0	0	(97,447)	0	280,091
Appropriation and distribution of retained earning:											
Legal reserve			19,774	(19,774)	0				0		0
Reversal of special reserve					0				0		0
Cash dividends				(65,717)	(65,717)				0		(65,717)
Stock dividends					0				0		0
New share issue through employee bonuses					0				0		0
Increase (decrease) in capital surplus and unappropriated earnings resulting from equity-					0				0		0
Repurchase of treasury stock					0				0		0
Treasury stock transferred to employees					0				0		0
Changes in ownership in ownership interests of					0				0		0
Share-based payments transactions		18,300			0				0		18,300
Issue of shares	100,000	498,500			0				0		598,500
Balance at December 31, 2016	605,514	1,339,375	185,513	1,262,238	1,447,751	64,396	0	0	64,396	(9,141)	3,447,895

Jarllyrec Co., Ltd.
Consolidated Statements of Cash Flows
For the three months ended December 31, 2016 and 2015
(Expressed in Thousands of New Taiwan Dollars)

	2016	2015
Cash flows from (used in) operating activities:		
Profit before tax	513,226	269,923
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	92,599	84,242
Amortization expense	20,994	20,723
Provision (reversal of provision) for bad debt expense	1,842	(1,203)
Interest expense	3,408	5,465
Interest income	(11,093)	(14,556)
Share-based payments	18,300	
Loss (gain) on disposal of property, plan and equipment	984	(218)
Loss (gain) on disposal of investments	(1,495)	
Total adjustments to reconcile profit (loss)	125,539	94,453
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in financial assets held for trading	(30,000)	
Decrease (increase) in notes receivable	746	(414)
Decrease (increase) in accounts receivable	(102,093)	(350,013)
Decrease (increase) in other receivable	(81,465)	41,559
Decrease (increase) in inventories	(65,093)	(87,361)
Decrease (increase) in prepayments	(6,954)	(57,358)
Decrease (increase) in other current assets	20,588	2,980
Total changes in operating assets	(264,271)	(450,607)
Changes in operating liabilities		
Increase (decrease) in notes payable	1,393	(1,968)
Increase (decrease) in accounts payable	208,812	213,121
Increase (decrease) in other payable	277,284	88,198
Increase (decrease) in other current liabilities	(14,492)	5,517
Increase (decrease) in net defined benefit liability	6,751	729
Total changes in operating liabilities	479,748	305,597
Total changes in operating assets and liabilities	215,477	(145,010)
Total adjustments	341,016	(50,557)
Cash inflow (outflow) generated from operations	854,242	219,366
Interest received	10,633	14,867
Interest paid	(3,662)	(5,552)
Income taxes refund (paid)	(90,910)	(74,106)
Net cash flows from (used in) operating activities	770,303	154,575
Cash flows from (used in) investing activities		
Acquisition of available-for-sale financial assets	(553,347)	
Proceeds from disposal of available-for-sale financial assets	536,354	
Acquisition of financial assets at cost		(39,592)
Acquisition of property, plant and equipment	(161,879)	(64,579)
Proceeds from disposal of property, plant and equipment	3,342	3,122
Acquisition of intangible assets	(1,885)	(3,120)
Increase in other non-current assets	(7,329)	(3,844)
Increase in prepayments for business facilities	(25,763)	(24,488)
Net cash flows from (used in) investing activities	(210,507)	(132,501)
Cash flows from (used in) financing activities		
Decrease in short-term loans	(265)	(164,495)
Repayments of long-term debt	(221,739)	(25,662)
Decrease in other non-current liabilities	(129)	(2,431)
Cash dividends paid	(65,717)	(60,662)
Proceeds from issuing shares	598,500	
Payments to acquire treasury shares		(9,141)
Net cash flows from (used in) financing activities	310,650	(262,391)
Effect of exchange rate changes on cash and cash equivalents	(71,623)	(16,490)
Net increase (decrease) in cash and cash equivalents	798,823	(256,807)
Cash and cash equivalents at beginning of period	538,339	795,146
Cash and cash equivalents at end of period	1,337,162	538,339