

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEET
Jun 30, 2015 and 2014 Dec 31, Jun 30, Jan 1.

| <u>ASSETS</u> | YR2015 / 6 / 30 (Reviewed) | | YR2014 / 12 / 31 (Restated ,and Audited) | | YR2014 / 6 / 30 (Restated ,and Reviewed) | | YR2014 / 01 / 01 (Restated ,and Audited) | |
|---|-------------------------------|------------|---|------------|---|------------|---|------------|
| | Amount | % | Amount | % | Amount | % | Amount | % |
| CURRENT ASSETS | | | | | | | | |
| Cash and cash equivalents | \$ 4,349,457 | 57 | \$ 4,487,472 | 55 | \$ 4,312,163 | 46 | \$ 4,904,288 | 49 |
| Current financial Assets at fair value through profit or loss | - | - | - | - | 329 | - | 285 | - |
| Notes receivable, net | 122 | - | 6,082 | - | 2,965 | - | 255 | - |
| Accounts receivable, net | 638,680 | 9 | 762,696 | 9 | 1,090,414 | 12 | 1,044,188 | 10 |
| Account receivable - related parties, net | 116,742 | 2 | 157,630 | 2 | 152,582 | 2 | 294,884 | 3 |
| Other receivable | 27,060 | - | 49,245 | 1 | 42,158 | - | 64,861 | 1 |
| Other receivable - related parties | 21,036 | - | 24,006 | - | 2,480 | - | 41,462 | - |
| Current tax assets | 14,407 | - | 11,146 | - | 1,668 | - | - | - |
| Inventories | 294,079 | 4 | 240,650 | 3 | 290,868 | 3 | 355,676 | 3 |
| Prepaid expenses | 128,151 | 2 | 114,203 | 2 | 188,538 | 2 | 167,078 | 2 |
| Non-Current Assets Held for Sale | - | - | 129,505 | 2 | - | - | - | - |
| Total Current Assets | 5,589,734 | 74 | 5,982,635 | 74 | 6,084,165 | 65 | 6,872,977 | 68 |
| NON CURRENT ASSETS | | | | | | | | |
| Financial assets carried at cost - noncurrent | 125,204 | 2 | 124,341 | 1 | 170,643 | 2 | 167,918 | 2 |
| Long-term investment recognized under the equity method | 67,143 | 1 | 68,409 | 1 | 66,604 | 1 | 65,688 | 1 |
| Property, plant and equipment | 1,178,761 | 15 | 1,220,634 | 15 | 2,729,179 | 29 | 2,762,100 | 27 |
| Investment property | 511,156 | 7 | 537,030 | 7 | - | - | - | - |
| Intangible assets | 7,351 | - | 10,138 | - | 14,525 | - | 10,640 | - |
| Deferred income tax assets | 56,887 | 1 | 62,855 | 1 | 130,179 | 1 | 60,048 | 1 |
| Refundable deposits | 6,406 | - | 6,637 | - | 6,383 | - | 6,505 | - |
| Other non-current assets | 39,919 | - | 99,445 | 1 | 131,473 | 2 | 136,607 | 1 |
| Total Non Current Assets | 1,992,827 | 26 | 2,129,489 | 26 | 3,248,986 | 35 | 3,209,506 | 32 |
| TOTAL ASSETS | \$ 7,582,561 | 100 | \$ 8,112,124 | 100 | \$ 9,333,151 | 100 | \$ 10,082,483 | 100 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | | | | | | |
| CURRENT LIABILITIES | | | | | | | | |
| Short-term loans | \$ - | - | \$ - | - | \$ - | - | \$ 119,112 | 1 |
| Current financial liabilities at fair value through profit or loss | 763 | - | 1,169 | - | - | - | 820 | - |
| Notes payable | 19,309 | - | 21,562 | - | 19,781 | - | 39,831 | - |
| Accounts payable | 585,789 | 8 | 785,080 | 10 | 642,033 | 7 | 906,133 | 9 |
| Accounts payable - related parties | - | - | 3,685 | - | 1,390 | - | 4,397 | - |
| Current tax liabilities | 19,456 | 1 | 38,071 | - | 24,007 | - | 43,589 | 1 |
| Current provisions-current | 4,041 | - | 7,205 | - | 2,667 | - | 1,891 | - |
| Other payables - related parties | 8,189 | - | 9,789 | - | 5,931 | - | 9,905 | - |
| Other payables | 763,116 | 10 | 649,575 | 8 | 874,005 | 10 | 834,510 | 8 |
| Other current liabilities | 93,089 | 1 | 126,302 | 2 | 97,468 | 1 | 77,901 | 1 |
| Total Current Liabilities | 1,493,752 | 20 | 1,642,438 | 20 | 1,667,282 | 18 | 2,038,089 | 20 |
| NON-CURRENT LIABILITIES | | | | | | | | |
| Long-term bank loans | 1,440,000 | 19 | 1,440,000 | 18 | 1,440,000 | 15 | 1,440,000 | 14 |
| Accrued pension costs | 59,740 | 1 | 64,218 | 1 | 69,633 | 1 | 72,672 | 1 |
| Guarantee deposits received | 982 | - | 977 | - | 2,776 | - | 2,830 | - |
| Deferred income tax liabilities | 161,485 | 2 | 160,926 | 2 | 249,969 | 3 | 256,772 | 3 |
| Total Non-Current Liabilities | 1,662,207 | 22 | 1,666,121 | 21 | 1,762,378 | 19 | 1,772,274 | 18 |
| TOTAL LIABILITIES | 3,155,959 | 42 | 3,308,559 | 41 | 3,429,660 | 37 | 3,810,363 | 38 |
| EQUIT ATTRIBUTABLE TO OWNERS OF PARENT | | | | | | | | |
| Capital stock | | | | | | | | |
| Common stock | 1,893,838 | 25 | 1,893,838 | 23 | 1,877,057 | 20 | 1,877,057 | 18 |
| Distributable Stock Dividends | - | - | - | - | 16,781.00 | - | - | - |
| Total Capital Stock | 1,893,838 | 25 | 1,893,838 | 23 | 1,893,838 | 20 | 1,877,057 | 18 |
| Capital surplus | 535,425 | 7 | 762,686 | 9 | 762,686 | 8 | 753,817 | 7 |
| Retained earnings | | | | | | | | |
| Legal reserve | 1,095,168 | 14 | 1,095,168 | 14 | 1,095,168 | 12 | 1,068,394 | 11 |
| Special reserve | - | - | - | - | - | - | 137,715 | 1 |
| Unappropriated earnings | 901,133 | 12 | 812,179 | 10 | 2,074,577 | 22 | 2,287,370 | 23 |
| Total Retained Earnings | 1,996,301 | 26 | 1,907,347 | 24 | 3,169,745 | 34 | 3,493,479 | 35 |
| Other shareholders' equity | 105,756 | 2 | 185,365 | 2 | 13,828 | - | 78,601 | 1 |
| Treasury Stock | (144,346) | (2) | - | - | - | - | - | - |
| Total Equity Attributable to Owners of Parent | 4,386,974 | 58 | 4,749,236 | 58 | 5,840,097 | 62 | 6,202,954 | 61 |
| Non-controlling interests | 39,628 | - | 54,329 | 1 | 63,394 | 1 | 69,166 | 1 |
| Total Shareholders' Equity | 4,426,602 | 58 | 4,803,565 | 59 | 5,903,491 | 63 | 6,272,120 | 62 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | \$ 7,582,561 | 100 | \$ 8,112,124 | 100 | \$ 9,333,151 | 100 | \$ 10,082,483 | 100 |

Note : The financial report, Consolidated Balance Sheet, is solely translation of English, for the convenience of readers who prefer English translation. The originally report is prepared in Chinese

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
Three months ended 2015 Jun and 2014 Jun, and Six months ended 2015 Jun and 2014 Jun
(Reviewed, Not Audited)

| | For the Three Months Ended June 30 | | | | For the Six Months Ended June 30 | | | |
|---|------------------------------------|----------|--------------------|-------------|----------------------------------|----------|--------------------|------------|
| | 2015 | | 2014(Restated) | | 2015 | | 2014(Restated) | |
| | Amount | % | Amount | % | Amount | % | Amount | % |
| NET SALES | \$ 843,584 | 100 | \$ 1,192,487 | 100 | \$ 1,711,798 | 100 | \$ 2,322,962 | 100 |
| COST OF SALES | (685,807) | (81) | (1,098,837) | (92) | (1,387,582) | (81) | (2,148,221) | (92) |
| REALIZED GROSS PROFIT | 157,777 | 19 | 93,650 | 8 | 324,216 | 19 | 174,741 | 8 |
| OPERATING EXPENSES | | | | | | | | |
| Selling expenses | (33,347) | (4) | (60,965) | (5) | (54,137) | (3) | (108,216) | (5) |
| General and administrative | (61,705) | (7) | (75,638) | (7) | (123,879) | (7) | (154,756) | (7) |
| Research and development | (46,538) | (6) | (57,009) | (5) | (90,706) | (6) | (121,620) | (5) |
| Total Operating Expenses | (141,590) | (17) | (193,612) | (17) | (268,722) | (16) | (384,592) | (17) |
| OPERATING INCOME (LOSS) | 16,187 | 2 | (99,962) | (9) | 55,494 | 3 | (209,851) | (9) |
| NONOPERATING INCOME AND EXPENSES | | | | | | | | |
| Other income | 45,827 | 6 | 25,095 | 2 | 79,542 | 5 | 80,307 | 4 |
| Miscellaneous income and losses | 19,385 | 2 | (12,062) | (1) | (2,881) | - | (14,920) | (1) |
| Financial cost | (5,981) | (1) | (6,138) | - | (11,920) | (1) | (14,209) | (1) |
| Share of profits of associates and joint venture under the equity method | 720 | - | 591 | - | 1,502 | - | 614 | - |
| Total Nonoperating Income and Expenses | 59,951 | 7 | 7,486 | 1 | 66,243 | 4 | 51,792 | 2 |
| INCOME(LOSS) BEFORE INCOME TAX | 76,138 | 9 | (92,476) | (8) | 121,737 | 7 | (158,059) | (7) |
| INCOME TAX BENEFIT(EXPENSE) | (26,427) | (3) | 14,329 | 1 | (46,557) | (2) | 30,686 | 2 |
| NET INCOME(LOSS) AFTER TAX FOR THE YEAR / PERIOD | \$49,711 | 6 | (\$78,147) | (7) | \$75,180 | 5 | (\$127,373) | (5) |
| OTHER COMPREHENSIVE INCOME (LOSS) | | | | | | | | |
| Exchange differences arising on translation of foreign operations | (41,932) | (5) | (100,795) | (8) | (96,866) | (6) | (79,581) | (4) |
| Share of other comprehensive income of associates and joint venture under the equity method | 21 | - | (9) | - | 20 | - | (9) | - |
| Income tax benefit (expense) related to possible reclassification items | 7,043 | 1 | 17,135 | 1 | 16,310 | 1 | 13,529 | 1 |
| Total other comprehensive income (loss) for the period | (34,868) | (4) | (83,669) | (7) | (80,536) | (5) | (66,061) | (3) |
| TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD | \$14,843 | 2 | (\$161,816) | (14) | (\$5,356) | - | (\$193,434) | (8) |
| NET INCOME (LOSS) ATTRIBUTABLE TO : | | | | | | | | |
| Shareholders of the parent | \$58,565 | 7 | (\$76,527) | (7) | \$88,954 | 5 | (\$122,889) | (5) |
| Noncontrolling interests | (8,854) | (1) | (1,620) | - | (13,774) | (1) | (4,484) | - |
| | \$49,711 | 6 | (\$78,147) | (7) | \$75,180 | 4 | (\$127,373) | (5) |
| TOTAL COMPREHENSIVE INCOME (LOSS) | | | | | | | | |
| Shareholders of the parent | \$24,204 | 3 | (\$158,864) | (14) | \$9,345 | 1 | (\$187,662) | (8) |
| Noncontrolling interests | (9,361) | (1) | (2,952) | - | (14,701) | (1) | (5,772) | - |
| | \$14,843 | 2 | (\$161,816) | (14) | (\$5,356) | - | (\$193,434) | (8) |
| EARNINGS(LOSS) PER SHARE | | | | | | | | |
| BASIC EARNINGS(LOSS) PER SHARE | \$ 0.31 | | (\$0.40) | | \$ 0.47 | | (\$0.65) | |
| DILUTED EARNINGS(LOSS) PER SHARE | \$ 0.31 | | (\$0.40) | | \$ 0.47 | | (\$0.65) | |

Note : The financial report, Consolidated Statement of Comprehensive Income, is solely translation of English, for the convenience of readers who prefer English translation. The originally report is prepared in Chinese