

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

<u>ASSETS</u>	<u>YR2015 / 12 / 31</u>		<u>YR2014 / 12 / 31</u>		<u>YR2014 / 01 / 01</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
<b>CURRENT ASSETS</b>						
Cash and cash equivalents	\$ 4,031,435	54	\$ 4,487,472	55	\$ 4,904,288	49
Current financial Assets at fair value through profit or loss	216	-	-	-	285	-
Bond investments with no active market - current	433,949	6	-	-	-	-
Notes receivable, net	-	-	6,082	-	255	-
Accounts receivable, net	614,434	8	762,696	9	1,044,188	10
Account receivable - related parties, net	40,947	1	157,630	2	294,884	3
Other receivable	53,613	1	49,245	1	64,861	1
Other receivable - related parties	22,154	-	24,006	-	41,462	-
Current tax assets	-	-	11,146	-	-	-
Inventories	183,727	3	240,650	3	355,676	3
Prepaid expenses	87,385	1	114,203	2	167,078	2
Non-Current Assets Held for Sale	-	-	129,505	2	-	-
<b>Total Current Assets</b>	<b>5,467,860</b>	<b>74</b>	<b>5,982,635</b>	<b>74</b>	<b>6,872,977</b>	<b>68</b>
<b>NON CURRENT ASSETS</b>						
Financial assets carried at cost - noncurrent	106,465	1	124,341	1	167,918	2
Bond investments with no active market - Non current	99	-	100	-	-	-
Long-term investment recognized under the equity method	71,595	1	68,409	1	65,688	1
Property, plant and equipment	1,109,209	15	1,220,634	15	2,762,100	27
Investment property	499,950	7	537,030	7	-	-
Intangible assets	4,773	-	10,138	-	10,640	-
Deferred income tax assets	42,056	1	62,855	1	60,048	1
Refundable deposits	6,690	-	6,637	-	6,505	-
Other non-current assets	100,358	1	99,345	1	136,607	1
<b>Total Non Current Assets</b>	<b>1,941,195</b>	<b>26</b>	<b>2,129,489</b>	<b>26</b>	<b>3,209,506</b>	<b>32</b>
<b>TOTAL ASSETS</b>	<b>\$ 7,409,055</b>	<b>100</b>	<b>\$ 8,112,124</b>	<b>100</b>	<b>\$ 10,082,483</b>	<b>100</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>						
<b>CURRENT LIABILITIES</b>						
Short-term loans	\$ -	-	\$ -	-	\$ 119,112	1
Current financial liabilities at fair value through profit or loss	-	-	1,169	-	820	-
Notes payable	12,276	-	21,562	-	39,831	-
Accounts payable	600,103	8	785,080	10	906,133	9
Accounts payable - related parties	-	-	3,685	-	4,397	-
Current tax liabilities	37,844	1	38,071	-	43,589	1
Current provisions-current	2,805	-	7,205	-	1,891	-
Other payables - related parties	12,662	-	9,789	-	9,905	-
Other payables	594,526	8	649,575	8	834,510	8
Other current liabilities	139,074	2	126,302	2	77,901	1
<b>Total Current Liabilities</b>	<b>1,399,290</b>	<b>19</b>	<b>1,642,438</b>	<b>20</b>	<b>2,038,089</b>	<b>20</b>
<b>NON-CURRENT LIABILITIES</b>						
Long-term bank loans	1,440,000	20	1,440,000	18	1,440,000	14
Accrued pension costs	63,420	1	64,218	1	72,672	1
Guarantee deposits received	990	-	977	-	2,830	-
Deferred income tax liabilities	104,574	1	160,926	2	256,772	3
<b>Total Non-Current Liabilities</b>	<b>1,608,984</b>	<b>22</b>	<b>1,666,121</b>	<b>21</b>	<b>1,772,274</b>	<b>18</b>
<b>TOTAL LIABILITIES</b>	<b>3,008,274</b>	<b>41</b>	<b>3,308,559</b>	<b>41</b>	<b>3,810,363</b>	<b>38</b>
<b>EQUIT ATTRIBUTABLE TO OWNERS OF PARENT</b>						
Capital stock						
Common stock	1,893,838	25	1,893,838	23	1,877,057	18
Capital surplus	535,425	7	762,686	9	753,817	7
Retained earnings						
Legal reserve	1,095,168	15	1,095,168	14	1,068,394	11
Special reserve	-	-	-	-	137,715	1
Unappropriated earnings	955,972	13	812,179	10	2,287,370	23
Total Retained Earnings	2,051,140	28	1,907,347	24	3,493,479	35
Other shareholders' equity	145,709	2	185,365	2	78,601	1
Treasury Stock	(234,654)	(3)	-	-	-	-
<b>Total Equity Attributable to Owners of Parent</b>	<b>4,391,458</b>	<b>59</b>	<b>4,749,236</b>	<b>58</b>	<b>6,202,954</b>	<b>61</b>
Non-controlling interests	9,323	-	54,329	1	69,166	1
<b>Total Shareholders' Equity</b>	<b>4,400,781</b>	<b>59</b>	<b>4,803,565</b>	<b>59</b>	<b>6,272,120</b>	<b>62</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>\$ 7,409,055</b>	<b>100</b>	<b>\$ 8,112,124</b>	<b>100</b>	<b>\$ 10,082,483</b>	<b>100</b>

*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**

For the Year Ended December 31, 2015 and 2014

	2015		2014 (Restated)	
	Amount	%	Amount	%
<b>NET SALES</b>	\$ 3,530,193	100	\$ 4,502,520	100
<b>COST OF SALES</b>	(2,959,885)	(84)	(4,265,651)	(95)
<b>REALIZED GROSS PROFIT</b>	570,308	16	236,869	5
<b>OPERATING EXPENSES</b>				
Selling expenses	(102,333)	(3)	(337,814)	(8)
General and administrative	(255,976)	(7)	(353,420)	(8)
Research and development	(174,417)	(5)	(245,784)	(5)
Total Operating Expenses	(532,726)	(15)	(937,018)	(21)
<b>OPERATING INCOME (LOSS)</b>	37,582	1	(700,149)	(16)
<b>NONOPERATING INCOME AND EXPENSES</b>				
Other income	99,642	3	142,701	2
Miscellaneous income and losses	78,658	2	50,728	2
Impairment Loss on Fianial Asset Measured at Cost	(21,000)	-	(49,162)	(1)
Impairment Losses on Property, plant and equipment	-	-	(864,486)	(19)
Financial cost	(23,873)	(1)	(26,410)	-
Share of profits of associates and joint venture under the equity method	2,892	-	3,502	-
Total Nonoperating Income and Expenses	136,319	4	(743,127)	(16)
<b>INCOME (LOSS) BEFORE INCOME TAX</b>	173,901	5	(1,443,276)	(32)
<b>INCOME TAX BENEFIT (EXPENSE)</b>	(72,518)	(2)	41,239	1
<b>NET INCOME (LOSS) AFTER TAX FOR THE YEAR / PERIOD</b>	<b>\$101,383</b>	<b>3</b>	<b>(\$1,402,037)</b>	<b>(31)</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>				
<b>Items that will not be reclassified subsequently to profit or loss :</b>				
Remeasurement of defined benefit plans	(2,653)	-	173	-
Share of other comprehensive income of associates and joint venture under the equity method	(47)	-	(209)	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	516	-	(31)	-
	(2,184)	-	(67)	-
<b>Items that may be reclassified subsequently to profit or loss :</b>				
Exchange differences arising on translation of foreign operations	(48,176)	(1)	130,568	3
Share of other comprehensive income of associates and joint venture under the equity method	(12)	-	36	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	8,120	-	(21,860)	(1)
	(40,068)	(1)	108,744	2
Total other comprehensive income (loss) for the period	(42,252)	(1)	108,677	2
<b>TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD</b>	<b>\$59,131</b>	<b>2</b>	<b>(\$1,293,360)</b>	<b>(29)</b>
<b>NET INCOME (LOSS) ATTRIBUTABLE TO :</b>				
Shareholders of the parent	\$145,977	4	(\$1,385,220)	(31)
Noncontrolling interests	(44,594)	(1)	(16,817)	-
	<b>\$101,383</b>	<b>3</b>	<b>(\$1,402,037)</b>	<b>(31)</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>				
Shareholders of the parent	\$104,137	3	(\$1,278,523)	(29)
Noncontrolling interests	(45,006)	(1)	(14,837)	-
	<b>\$59,131</b>	<b>2</b>	<b>(\$1,293,360)</b>	<b>(29)</b>
<b>EARNINGS (LOSS) PER SHARE</b>				
BASIC EARNINGS (LOSS) PER SHARE	\$ 0.79		(\$7.32)	
DILUTED EARNINGS (LOSS) PER SHARE	\$ 0.79		(\$7.32)	

*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*