

CAMEO COMMUNICATIONS, INC.**Balance Sheet****Periods:as of 2006/03/31**

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

	<u>AMOUNT</u>	<u>%</u>
<u>Assets</u>		
Current assets		
Cash and cash equivalents	1,006,268	19.1
Financial assets at fair value through profit or loss	2	0.0
Notes & account receivable, 3rd party	735,880	14.0
Receivable from related parties	994,532	18.9
Other financial assets-current	22,623	0.4
Inventories,net	1,218,665	23.2
Prepaid expenses and other current assets	41,447	0.8
Total current assets	<u>4,019,417</u>	<u>76.4</u>
Investments accounted for using equity method	525,264	10.0
Available-for -sale financial assets	-	0.0
Other financial assets	20,246	0.4
	<u>545,510</u>	<u>10.4</u>
Property, plant and equipment, at cost		
Land	171,874	3.3
Building and leasehold improvements	214,161	4.1
Machinery and equipment	205,859	3.9
Furniture and fixtures, Transportation, others	81,731	1.6
Prepayment for construction and equipment	3,619	0.1
Less: accumulated depreciation	<u>(175,299)</u>	<u>-3.3</u>
Net property, plant and equipment	<u>501,945</u>	<u>9.5</u>
Other assets	<u>196,614</u>	<u>3.7</u>
Total Assets	<u><u>5,263,486</u></u>	<u><u>100.0</u></u>

	AMOUNT	%
<u>Liabilities and Stockholders' Equity</u>		
Current liabilities:		
Short-term loans	-	0.0
Notes & accounts payable, 3rd party	1,485,790	28.2
Payables to related parties	584,194	11.1
Accrued expenses and other current lia.	293,372	5.6
Total current liabilities	<u>2,363,356</u>	<u>44.9</u>
Long-term liabilities:		
Bonds payable	-	0.0
Long-term loans, excluding current installments	-	0.0
Total long-term liabilities:	<u>-</u>	<u>0.0</u>
Other liabilities		
Accrued pension cost	14,528	0.3
Deferred intercompany profits and others	-	0.0
Total liabilities	<u>2,377,884</u>	<u>45.2</u>
Stockholders' equity		
Common stock	1,481,348	28.1
Preferred Stock	-	0.0
Capital surplus	472,594	9.0
Retained earnings	922,992	17.5
Cumulative translation adjustments	8,668	0.2
Total stockholders' equity	<u>2,885,602</u>	<u>54.8</u>
Commitments and contingent liabilities		
Total liabilities and stockholders' equity	<u>5,263,486</u>	<u>100.0</u>

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CAMEO COMMUNICATIONS, INC.**Income Statement****Periods: Mar. 2006**(In Thousands of New Taiwan Dollars,
Except Earnings Per Share)

	AMOUNT	%
Net sales	2,161,897	100%
Cost of goods sold	1,901,160	88%
Gross profit	260,737	12%
Unrealized intercompany profits	-	0%
Realized gross profit	260,737	12%
Operating expenses:		
Selling expenses	46,972	2%
Administrative expenses	35,392	2%
Research and development expenses	94,720	4%
	177,084	8%
Operating income	83,653	4%
Non-operating income and gains:		
Interest income	-	0%
Long-term investment income (net)	19,208	1%
Gain on disposal of property, plant and equip.	-	0%
Short-term investment income	-	0%
Income on foreign exchanges (net)	-	0%
Other income	13,245	1%
	32,453	2%
Non-operating expenses and loss:		
Interest expense	-	0%
Long-term investment loss	-	0%
Loss on disposal of property, plant and equipment	-	0%
Short-term investment loss	-	0%
Loss on foreign exchange	-	0%
Inventory obsolescence	22,305	1%
Other loss	2,766	0%
	25,071	1%
Income before income tax	91,035	4%
Income tax expense	-	0%
Net income	91,035	4%
Earnings per share	Before Tax	After Tax
Basic earnings per share	0.61	0.61