

**CAMEO COMMUNICATIONS, INC.****Balance Sheet****Periods:as of 2008/12/31**

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

	<u>AMOUNT</u>	<u>%</u>
<u>Assets</u>		
Current assets		
Cash and cash equivalents	525,262	6.9
Notes & account receivable, 3rd party	1,357,089	17.8
Receivable from related parties	1,763,914	23.2
Other financial assets-current	321,213	4.2
Inventories,net	1,154,113	15.2
Prepaid expenses and other current assets	18,004	0.2
Deferred income tax assets-current	148,555	2.0
Total current assets	<u>5,288,150</u>	<u>69.5</u>
Investments accounted for using equity method	1,627,985	21.4
Financial assets at cost-noncurrent	18,209	0.2
Other financial assets	7,433	0.1
	<u>1,653,627</u>	<u>21.7</u>
Property, plant and equipment, at cost		
Land	60,183	0.8
Building and leasehold improvements	60,692	0.8
Machinery and equipment	241,299	3.2
Furniture and fixtures, Transportation, others	119,638	1.6
Prepayment for construction and equipment	-	0.0
Less: accumulated depreciation	(290,196)	-3.8
Net property, plant and equipment	<u>191,616</u>	<u>2.5</u>
Intangible assets	<u>215,630</u>	<u>2.7</u>
Other assets	<u>261,788</u>	<u>3.5</u>
Total Assets	<u><u>7,610,811</u></u>	<u><u>100.0</u></u>

	AMOUNT	%
<u>Liabilities and Stockholders' Equity</u>		
Current liabilities:		
Short-term loans	52,576	0.7
Notes & accounts payable, 3rd party	1,009,342	13.3
Payables to related parties	2,263,516	29.7
Accrued expenses and other current lia.	218,317	2.9
Total current liabilities	<u>3,543,751</u>	<u>46.6</u>
Long-term liabilities:		
financial liabilities at fair value through income statement – noncuri	24,000	0.3
Bonds payable	694,896	9.1
Long-term loans, excluding current installments	-	0.0
Total long-term liabilities:	<u>718,896</u>	<u>9.4</u>
Other liabilities		
Accrued pension cost	-	0.0
Deferred income tax liabilities and others	117,722	1.5
Total liabilities	<u>4,380,369</u>	<u>57.6</u>
Stockholders' equity		
Common stock	2,209,063	29.0
Stock dividends to be distributed	-	0.0
Additional paid-in capital in excess of par	402,592	5.3
Other additional paid-in capital	80,141	1.1
Retained earnings	504,669	6.6
Cumulative translation adjustments	149,601	2.0
Unrealized gains on financial instruments	(115,624)	-1.5
Total stockholders' equity	<u>3,230,442</u>	<u>42.4</u>
Commitments and contingent liabilities		
Total liabilities and stockholders' equity	<u><u>7,610,811</u></u>	<u><u>100.0</u></u>

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**CAMEO COMMUNICATIONS, INC.****Income Statement****Periods: Dec. 2008**(In Thousands of New Taiwan Dollars, Except  
Earnings Per Share)

	AMOUNT	%
Net sales	12,027,264	100.0%
Cost of goods sold	10,892,207	90.6
Gross profit	1,135,057	9.4
Unrealized intercompany profits	(625) -	0.01
Realized gross profit	1,134,432	9.4
Operating expenses:		
Selling expenses	248,201	2.1
Administrative expenses	135,286	1.1
Research and development expenses	462,508	3.8
	845,995	7.0
Operating income	288,437	2.4
Non-operating income and gains:		
Interest income	18,625	0.2
Long-term investment income (net)	15,500	0.0
Gain from price recovery of inventory	573	0.0
Gain on valuation of financial liability	-	0.0
Income on foreign exchanges (net)	-	0.0
Other income	110,957	0.9
	145,655	1.2
Non-operating expenses and loss:		
Interest expense	34,291	0.3
Long-term investment loss	-	0.0
Loss on valuation of financial liability	37,977	0.3
Loss on foreign exchanges (net)	64,864	0.5
Impairment loss	18,600	0.2
Inventory obsolescence	-	0.0
Other loss	3,621	0.0
	159,353	1.3
Income before income tax	274,739	2.3
Income tax expense	48,818	0.4
Net income	225,921	1.9
Earnings per share	<b>Before Tax</b>	<b>After Tax</b>
Basic earnings per share	<b>1.24</b>	<b>1.02</b>