

FU BURG INDUSTRIAL CO.,LTD AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31,2016 and 2015

UNIT : NTD Thousands /USD Thousands

Code	ASSETS	Notes	December 31,2016		December 31,2015	
			NTD Amount	USD Amount	NTD Amount	USD Amount
	CURRENT ASSETS					
1100	Cash and cash equivalents	6(1)	544,552	16,885.33	470,977	14,603.94
1110	Current financial assets at fair value through profit or loss, designated as upon initial recognition	6(2)	141,833	4,397.92	72,755	2,255.97
1150	Notes receivable	6(5)	3,340	103.57	3,241	100.50
1170	Accounts receivables— non related parties	6(5)	282,335	8,754.57	312,108	9,677.77
1180	Accounts receivables— related parties	7	3,445	106.82	—	—
1200	Other receivables— non related parties		7,629	236.56	2,705	83.88
1210	Other receivables— related parties	7	—	—	66	2.05
1220	Current income tax assets		9	0.28	3,344	103.69
130x	Inventories	6(7)	73,010	2,263.88	91,530	2,838.14
1410	Prepayments	6(7)	12,986	402.67	17,048	528.62
1460	Non-current Assets Held for Sale	6(7) 、 8	17,558	544.43	17,744	550.20
1470	Other current assets		305	9.46	1,184	36.71
11xx	Total Current Assets		1,087,002	33,705.49	992,702	30,781.46
	NON-CURRENT ASSETS		—	—	—	—
1543	Financial Assets Carried at Cost-Noncurrent	6(3) 、 7	22,750	705.43	8,250	255.81
1546	Non-current financial assets measured at amortised	6(4) 、 8	938	29.09	943	29.24
1600	Property, plant and equipment	6(9) 、 8	267,098	8,282.11	291,438	9,036.84
1780	Intangible assets	6(10)	2,552	79.13	3,663	113.58
1840	Deferred tax assets	6(22)	1,167	36.19	593	18.39
1915	Prepayment for equipments	6(7)	9,923	307.69	9,226	286.08
1920	Refundable deposits		2,928	90.79	3,216	99.72
1975	Net Defined benefit obligation— noncurrent	6(15)	—	—	261	8.09
15xx	Total Non-current Assets		307,356	9,530.42	317,590	9,847.75
1xxx	TOTAL ASSETS		1,394,358	43,235.91	1,310,292	40,629.21

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FU BURG INDUSTRIAL CO.,LTD AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31,2016 and 2015

UNIT : NTD Thousands /USD Thousands

Code	LIABILITIES AND SHAREHOLDERS' EQUITY	Notes	December 31,2016		December 31,2015	
			NTD Amount	USD Amount	NTD Amount	USD Amount
	CURRENT LIABILITIES					
2100	Short-term loans	6(11) 、 8	67,125	2,081.40	125,500	3,891.47
2150	Notes payables — non-related parties	6(12)	978	30.33	—	—
2170	Accounts payables — non-related parties	5(12)	175,039	5,427.57	153,282	4,752.93
2180	Accounts payables — related parties	6(12) 、 7	566	17.55	426	13.21
2219	other payables — non-related parties	6(13)	44,962	1,394.17	37,780	1,171.47
2220	other payables — related parties	7	1,713	53.12	600	18.60
2230	Current income tax liabilities		14,474	448.81	5,525	171.32
2310	Unearned receipts	7	22,492	697.43	19,786	613.52
2399	Other current liabilities		657	20.37	227	7.04
21xx	Total Current Liabilities		328,006	10,170.73	343,126	10,639.57
	NON-CURRENT LIABILITIES					
2571	Deferred income tax liabilities — Land Value Increment Tax		24,200	750.39	24,200	750.39
2572	Deferred income tax liabilities — Income Tax	6(22)	51,563	1,598.85	43,805	1,358.29
2640	Defined benefit liability — non current	6(15)	1,586	49.18	435	13.49
2645	Deposits received		1,618	50.17	1,618	50.17
25xx	Total Non-current Liabilities		78,967	2,448.59	70,058	2,172.34
2xxx	TOTAL LIABILITIES		406,973	12,619.32	413,184	12,811.91
	Equity attributable to owners of the parent company	6(16)				
3110	Common stock		368,123	11,414.67	350,594	10,871.13
3200	Capital surplus		250,292	7,760.99	250,292	7,760.99
	Retained earnings					
3310	Legal reserve		49,513	1,535.29	44,884	1,391.75
3320	Special reserve		38,609	1,197.18	38,609	1,197.18
3350	Undistributed earnings		222,590	6,902.02	138,493	4,294.36
3300	Total Retained earnings		310,712	9,634.48	221,986	6,883.29
3410	Exchange differences on translation of the financial statements of foreign subsidiaries		-2,411	-74.76	16,862	522.85
31xx	Equity attributable to shareholders of the parent		926,716	28,735.38	839,734	26,038.26
36xx	Total shareholders' equity -nonowners of the parent company	6(16)	60,669	1,881.21	57,374	1,779.04
3xxx	Noncontrolling interests		987,385	30,616.59	897,108	27,817.30
	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,394,358	43,235.91	1,310,292	40,629.21

FU BURG INDUSTRIAL CO.,LTD AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2016

UNIT : NTD Thousands/ USD Thousands

Code	Item	Note	2016		2015	
			NTD	USD	NTD	USD
4000	Revenue from sales	6(18) 、 7	1,232,040	38,202.79	1,345,092	41,708.28
5000	Cost of sales	6(6 、 23) 、 7	-964,056	-29,893.21	-1,075,971	-33,363.44
5900	Gross profit		267,984	8,309.58	269,121	8,344.84
	Operating expenses	6(23) 、 7				
6100	Selling expenses		-120,254	-3,728.81	-140,818	-4,366.45
6200	Administrative expenses		-59,585	-1,847.60	-61,119	-1,895.16
6300	Research and development expenses		-1,841	-57.09	-1,831	-56.78
6000	Total		-181,680	-5,633.49	-203,768	-6,318.39
6900	Net Operating Income		86,304	2,676.09	65,353	2,026.45
	Non-Operating Income and Expenses					
7010	Other Income	6(19) 、 7	17,737	549.98	18,381	569.95
7020	Other Gains and Losses	6(21)	73,274	2,272.06	-4,344	-134.70
7050	Finance costs	6(21)	-1,932	-59.91	-1,741	-53.98
7000	Total		89,079	2,762.14	12,296	381.27
7900	Profit before income tax expense		175,383	5,438.23	77,649	2,407.72
7950	Income tax expense	6(22)	-39,342	-1,219.91	-30,189	-936.09
8200	PROFIT FOR THE YEAR		136,041	4,218.33	47,460	1,471.63
	Other Comprehensive Income					
	Items that will not be reclassified subsequently to profit or loss:					
8311	Remeasurement of Defined benefit plans	6(15)	-1,420	-44.03	-170	-5.27
8349	Income tax benefit related to items that will not be reclassified subsequently	6(22)	240	7.44	32	0.99
8310	Total		-1,180	-36.59	-138	-4.28
	Items that may be reclassified subsequently to profit or loss					
8361	Translation gain and loss on the financial statements of foreign operating entities	6(16)	-23,990	-743.88	-16,092	-498.98
8399	Income tax expense related to items that may be reclassified subsequently	6(22)	3,948	122.42	2,174	67.41
8360	Total		-20,042	-621.46	-13,918	-431.57
8300	Total other comprehensive income (net of tax)		-21,222	-658.05	-14,056	-435.84
8500	Total comprehensive income		114,819	3,560.28	33,404	1,035.78
8600	Consolidated net income attributable to:					
8610	Owners of the parent		131,971	4,092.12	46,292	1,435.41
8620	Non-controlling interests		4,070	126.20	1,168	36.22
8600			136,041	4,218.33	47,460	1,471.63
8700	Consolidated comprehensive income attributable to:					
8710	Owners of the parent		111,524	3,458.11	35,523	1,101.49
8720	Non-controlling interests		3,295	102.17	-2,119	-65.71
8700			114,819	3,560.28	33,404	1,035.78
	Earnings per share	6(17)				
9710	Basic earnings per share		3.58	0.11	1.26	0.04
9810	Diluted earnings per share		3.57	0.11	1.26	0.04

FU BURG INDUSTRIAL CO., LTD AND SUBSIDIARIES
Consolidated Statements Of Changes In Equity
FOR THE YEAR ENDED DECEMBER 31, 2016

UNIT : NTD Thousands

Code	Item	Equity attributable to owners of the parent						Translation gain and loss on the financial statements	Total	Non-controlling interests	Total equity
		Common Stock	Capital Surplus	Retained Earnings			Legal reserve	Special reserve	Undistrib-uted		
A1	Beginning Balance, January 1, 2015	350,594	250,292	40,190	38,609	139,152	27,473		846,310	63,576	909,886
B1	Appropriation and distribution of retained earnings, 2014										
B5	Legal Reserve Appropriated			4,694		-4,694					
D1	Cash Dividends					-42,072			-42,072		-42,072
D3	Net income, 2015					46,292			46,292	1,168	47,460
D5	Net other comprehensive income (loss), 2015					-158			-10,611	-3,287	-14,056
D5	Total comprehensive income (loss), 2015					46,134			-10,611	-2,119	33,404
M5	From differences between equity purchase price and carrying amount arising from actual acquisition or disposal of subsidiaries					-27			-27	27	
M7	From share of changes in equities of subsidiaries									-7,000	-7,000
O1	Non-controlling interests									2,890	2,890
Z1	Ending Balance, December 31, 2015	350,594	250,292	44,884	38,609	138,493	16,862		839,734	57,374	897,108
B1	Appropriation and distribution of retained earnings, 2015										
B5	Legal Reserve Appropriated			4,629		-4,629					
B5	Cash Dividends					-24,542			-24,542		-24,542
B9	Stock Dividends	17,529				-17,529					
D1	Net income, 2016					131,971			131,971	4,070	136,041
D3	Net other comprehensive income (loss), 2016					-1,174			-19,273	-775	-21,222
D5	Total comprehensive income (loss), 2016					130,797			-19,273	3,295	114,819
Z1	Ending Balance, December 31, 2016	368,123	250,292	49,513	38,609	222,590	-2,411		926,716	60,669	987,385

FU BURG INDUSTRIAL CO.,LTD AND SUBSIDIARIES
Consolidated Statements Of Changes In Equity
FOR THE YEAR ENDED DECEMBER 31, 2016

UNIT : USD Thousands

Code	Item	Equity attributable to owners of the parent							Non-controlling interests	Total equity
		Common Stock	Capital Surplus	Retained Earnings			Translation gain and loss on the financial statements	Total		
				Legal reserve	Special reserve	Undistributed				
A1	Beginning Balance, January 1, 2015	10,871.13	7,760.99	1,246.20	1,197.18	4,314.79	851.88	26,242.17	1,971.35	28,213.52
B1	Appropriation and distribution of retained earnings, 2014									
B5	Legal Reserve Appropriated			145.55		-145.55				
D1	Cash Dividends					-1,304.56		-1,305		-1,304.56
D3	Net income, 2015									
D5	Net other comprehensive income (loss), 2015					1,435.41		1,435.41	36.22	1,471.63
D5	Total comprehensive income (loss), 2015					-4.90		-333.92	-101.92	-435.84
M5	From differences between equity purchase price and carrying amount arising from actual acquisition or disposal of subsidiaries									
M7	From share of changes in equities of subsidiaries									
O1	Non-controlling interests									
Z1	Ending Balance, December 31, 2015	10,871.13	7,760.99	1,391.75	1,197.18	4,294.36	522.85	26,038.26	1,779.04	27,817.30
B1	Appropriation and distribution of retained earnings, 2015									
B5	Legal Reserve Appropriated			143.53		-143.53				
B9	Cash Dividends					-760.99		-760.99		-760.99
D1	Stock Dividends	543.53				-543.53				
D3	Net income, 2016									
D5	Net other comprehensive income (loss), 2016					-36.40		-634.02	-24.03	-658.05
Z1	Total comprehensive income (loss), 2016									
Z1	Ending Balance, December 31, 2016	11,414.67	7,760.99	1,535.29	1,197.18	6,902.02	-597.61	3,458.11	102.17	3,560.28

FU BURG INDUSTRIAL CO.,LTD AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016

UNIT : NTD Thousands/USD Thousands

Code	Items	December 31,2016		December 31,2015	
		NTD	USD	NTD	USD
AAAA	CASH FLOWS FROM OPERATING ACTIVITIES				
A10000	Consolidated profit before tax for the period	175,383	5,438.23	77,649	2,407.72
A20010	Adjustments to reconcile profit loss				
A20100	Depreciation	23,782	737.43	23,684	734.39
A20200	Amortization	1,319	40.90	1,348	41.80
A20300	Bad debit	-2,410	-74.73	28	0.87
A20400	Gains on Financial Assets (Liabilities) at Fair Value through Profit or Loss	-79,274	-2,458.11	6,889	213.61
A20900	Interest Expense	1,932	59.91	1,741	53.98
A21200	Interest Income	-9,965	-308.99	-12,148	-376.68
A22500	Loss Gain on disposal of property plant and equipment	994	30.82	-64	-1.98
A23500	Impairment loss on financial assets	1,004	31.13	—	—
A30000	Net changes in operating assets and liabilities				
A31110	Financial assets in held-to-maturity	10,196	316.16	-16,096	-499.10
A31130	Notes Receivables	-99	-3.07	-407	-12.62
A31150	Receivables	32,243	999.78	-51,339	-1,591.91
A31160	Receivables-related parties	-3,445	-106.82	—	—
A31180	Other receivables	-5,879	-182.29	2,077	64.40
A31190	Other receivables-related parties	66	2.05	-66	-2.05
A31200	Inventories	18,520	574.26	19,335	599.53
A31230	Prepayments	4,062	125.95	5,117	158.67
A31240	Other current liabilities	879	27.26	-569	-17.64
A32130	Notes payable	978	30.33	—	—
A32150	Accounts payable	21,757	674.64	-33,505	-1,038.91
A32160	Accounts payable-related parties	140	4.34	-517	-16.03
A32180	Other payables	7,182	222.70	-4,150	-128.68
A32190	Other payables-related parties	1,113	34.51	600	18.60
A32200	Provision	—	—	-1,360	-42.17
A32210	Advance sales receipts	2,706	83.91	-4,798	-148.78
A32230	Other current liabilities	430	13.33	-274	-8.50
A32240	Defined benefit liability	-1	-0.03	106	3.29
A33000	Cash generated from operations	203,613	6,313.58	13,281	411.81
A33100	Interest received	9,916	307.47	11,976	371.35
A33300	Interest paid	-1,932	-59.91	-1,741	-53.98
A33500	Income tax paid	-15,686	-486.39	-20,984	-650.67
AAAA	Net cash provided by operating activities	195,911	6,074.76	2,532	78.51

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FU BURG INDUSTRIAL CO.,LTD AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016

UNIT : NTD Thousands /USD Thousands

Code	Items	December 31,2016		December 31,2015	
		NTD	USD	NTD	USD
BBBB	CASH FLOWS FROM INVESTING ACTIVITIES				
B00700	Disposal of debt instruments without active market investment	5	0.16	2,974	92.22
B01200	Acquisition of financial assets at cost	-14,500	-449.61	—	—
B02700	Acquisition of property plant and equipment	-1,714	-53.15	-2,926	-90.73
B02800	Proceeds from disposal of property plant and equipment	58	1.80	345	10.70
B03700	Increase in refundable deposits	—	—	-867	-26.88
B03800	Decrease in refundable deposits	288	8.93	—	—
B04500	Acquisition intangible assets,net	-214	-6.64	-3,013	-93.43
B07100	Increase in prepaid equipment	-697	-21.61	—	—
B07200	Decrease in prepaid equipment	—	—	1,889	58.57
BBBB	Net cash provided by (used in) operating activiteies	-16,774	-520.12	-1,598	-49.55
CCCC	CASH FLOWS FROM FINANCING ACTIVITIES				
C00100	Increase in bank overdrafts and short-term	—	—	38,959	1,208.03
C00200	Decrease in bank overdrafts and short-term	-58,375	-1,810.08	—	—
C03100	Decrease in guarantee deposits received	—	—	-998	-30.95
C04500	Cash dividends paid	-24,542	-760.99	-42,072	-1,304.56
C05800	Change In Non controlling Interests	—	—	-4,110	-127.44
CCCC	Net cash provided by investing activities	-82,917	-2,571.07	-8,221	-254.91
DDDD	Effect of change in foreign exchange rates	-22,645	-702.17	-7,116	-220.65
EEEE	Increase (decrease) in cash and cash equivalents	73,575	2,281.40	-14,403	-446.60
E00100	Cash and cash equivalents at beginning of period	470,977	14,603.94	485,380	15,050.54
E00200	Cash and cash equivalents at end of period	544,552	16,885.33	470,977	14,603.94