CIPHER LAB

CIPHERLAB CO.,LTD.and Subsidiaries Consolidated Condensed Balance Sheets (In Thousands of New Taiwan Dollars)

		September 30,	2016	June 30,201	6	September 30,2	2015	QoQ		YoY	
	Current assets										
	Cash and cash equivalents	\$149,910	13%	\$252,025	20%	\$207,862	19%	(\$102,115)	-41%	(\$57,952)	-28%
Norsecivable, net1.0130%1.0210%1.0310%0.680%0.6247%Accounts receivable, net181.43316%174.10414%149.29814%7.2394%32.13525%Dubr creditable4.4520%3.5280%(306).4%1.50127%29.017%Investoris, Net478.20041%148.38839%444.69941%(10.09%).2%29.017%Investoris381.123%44.1934%.8.3891%(10.09%).2%29.017%Chargeter investoris381.123%44.1934%.8.399448.69941%(10.09%).2%29.02.135%Tanageter investoris361.0.0%	Financial assets at fair value through profit or loss - current	96,648	8%	77,825	6%	36,456.00	3%	18,823	24%	60,192	165%
	Current bond investment without active market, net	14,000	1%	14,000	1%	14,000	1%	-	0%	-	0%
$ \begin{array}{ccccccc} 0.00 & 5.230 & 0\% & 5.230 & 0\% & 5.238 & 0\% & (393) & 4\% & 1.304 & 37\% \\ 10 recentories, Net & 47\%, 290 & 41\% & 44\%, 63 & 99\% & 44\%, 648 & 41\% & (10,09\%) & 2.5\% & 2.9,601 & 7\% \\ 10 for current assets & 33.112 & 3\% & 44.935 & 4\% & 6.330 & 1\% & (6.081) & 1.44\% & 220,723 & 344\% \\ 10 arg term investments & 60.0 & 5\% & -0\% & -0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investments & 610 & 0\% & 610 & 0\% & -0\% & -0\% & -0\% \\ 10 arg term investment & 134.316 & 12\% & 137.440 & 11\% & 157.64 & 14\% & (3.133) & -2\% & (2.3448) & -15\% \\ 10 arg term investments & -0\% & $	Notes receivable, net	1,913	0%	1,921	0%	1,301	0%	(8)	0%	612	47%
Invancions, Net 478,200 41%, 38,112 448,388 39%, 44,93,388 448,089 41%, 38,399 1%, (60,81) 144, 144, 297,22 29,01 7%, 754,01 Other current assets 96,151.88 444,193 4%, 80,923 7%, 80,923 7%, 9%, 9,015 14%, 14%, 14%, 80,923 7%, 80,923 7%, 9%, 9,015 14%, 14%, 14%, 14%, 160,0%, 100,0	Accounts receivable, net	181,433	16%	174,104	14%	149,298	14%	7,329	4%	32,135	22%
$ \begin{array}{c c c c c c c c c c c c c c c c c c c $	Other receivable	4,832	0%	5,230	0%	3,528	0%	(398)	-8%	1,304	37%
Total current assets 965,138 84% 1.057,686 84% 869,523 79% (92,548) 9% 95,5615 11% Long-term investments 610 0%	Inventories, Net	478,290	41%	488,388	39%	448,689	41%	(10,098)	-2%	29,601	7%
Long-term investments 0%<	Other current assets	38,112	3%	44,193	4%	8,389	1%	(6,081)	-14%	29,723	354%
$ \begin{array}{c c c c c c c c c c c c c c c c c c c $	Total current assets	965,138	84%	1,057,686	84%	869,523	79%	(92,548)	-9%	95,615	11%
Financial assets carried at cost - noncurrent Total long-term investments 610 0% 613 0% 610 0% 610 0% 610 0% 610 0% 610 0% 610 0% 610 0% 610 </td <td>Long-term investments</td> <td></td>	Long-term investments										
$ \begin{array}{c c c c c c c c c c c c c c c c c c c $	Investments accounted for by the equity method	-	0%	-	0%	-	0%	-	0%	-	0%
Property, plant and equipment 134,316 12% 137,440 11% 157,764 14% (3,133) -2% (23,448) -15% Total property, plant and equipment 134,316 12% 137,440 11% 157,764 14% (3,133) -2% (23,448) -15% Total property, plant and equipment 134,316 12% 137,440 11% 157,764 14% (3,133) -2% (23,448) -15% Total assets 55,487 5% 61,151 5% 74,046 7% (5,664) -9% (18,559) -25% (33,53) -2% (23,448) -15% Total assets \$11,055.551 100% \$12,256,896 100% \$11,01,043 100% (\$10,145) -8% \$53,068 5% Current liabilities 55,772 5% 66,387 5% 53,140 5% (10,015) -16% 2,632 5% Accounts payable 117,925 10% 2,04,17 116% 110,118 10% (6	Financial assets carried at cost - noncurrent	610	0%	610	0%	610	0%	-	0%	-	0%
$ \begin{array}{c c c c c c c c c c c c c c c c c c c $	Total long-term investments	610	0%	610	0%	610	0%	-	0%	-	0%
Total property, plant and equipment 134.316 12% 137,449 11% 157,764 14% (3.133) -2% (23,448) -15% Intangible assets and other assets 55,487 5% 61,151 5% 74,046 7% (3,664) .9% (18,559) .25% ILABILITIES : Current liabilities 8 \$53,605 5% 53,143 10% (10,615) .9% \$53,606 5% Oxtes payable 460 0% 463 0% - 0% 5 .1% 460 100% Accounts payable 55,772 5% 66,387 5% 53,140 5% (10,615) .1% 2,632 5% Other payable 117.925 10% 200,417 16% 110,718 10% (82,492) .41% 7,007 7% Incarent liabilities 6,780 1% 5,444 0% 23,018 2% 923 16% (16,238) .71%	Property, plant and equipment										
Intangible assets and other assets 55,487 5% 61,151 5% 74,046 7% (5,664) -9% (18,559) -25% Total assets \$1,155,551 100% \$1,256,896 100% \$1,01,943 100% \$(\$101,345) -8% \$53,008 \$5% LIABILITIES : Current liabilities 66,387 5% 53,140 5% (10,615) -16% 2,632 5% Accounts payable 55,772 5% 66,387 5% 53,140 5% (10,615) -16% 2,632 5% Other payable 117,925 10% 200,417 16% 110,718 10% 68,2492 41% 7,207 7% Income tax payable 117,925 10% 20,417 16% 110,718 10% 68,2492 41% 7,207 7% Other current liabilities 6,780 1% 23,472 2% 5,708 16% (16,238) -71% 71% 296,539 24% 192,923	Property, plant and equipment	134,316	12%	137,449	11%	157,764	14%	(3,133)	-2%	(23,448)	-15%
Total assets \$1,155,551 00% \$1,256,836 00% \$1,101,943 00% (\$101,345) -8% \$53,008 5% LABILITIES : Ourrent liabilities Notes payable 460 0% 465 0% - 0% 5 -1% 460 100% Accounts payable 55,772 5% 66,387 5% 53,140 5% - 0% 2,632 5% Accounts payable - related parties - 0% - 0% 339 0% - 0% 339 -10% 2,632 5% Other payable 117,225 10% 20,017 16% 110,718 10% (82,492) -41% 7,207 7% Other current liabilities 6,780 1% 2,3,018 2% 932 16% (16,238) -71% Consert may able - 0% - 0% - 0% - 0% 2,007 15% 10%	Total property, plant and equipment	134,316	12%	137,449	11%	157,764	14%	(3,133)	-2%	(23,448)	-15%
LIABLITTES : Current liabilities Notes payable 460 0% 465 0% - 0% - 5 -1% 460 100% Accounts payable 55,772 5% 66,387 5% 53,140 5% (10,615) -16% 2,632 5% Accounts payable - 0% - 0% 339 0% - 0% (3,20) 100% Other payable 117,925 10% 200,417 16% 10,718 10% (6,972) -30% 10,792 189% Other current liabilities 6,780 1% 5,848 0% 23,018 2% 932 16% (16,238) -71% Total current liabilities 6,780 1% 5,848 0% 23,018 2% 932 16% (16,238) -71% Total iabilities 6,780 1% 12,023 18% 09,152 -33% 4,514 2% Deferred tax l	Intangible assets and other assets	55,487	5%	61,151	5%	74,046	7%	(5,664)	-9%	(18,559)	-25%
Current liabilities 460 0% 465 0% - 0% - 5 -1% 460 100% Accounts payable 55,772 5% 66,387 5% 53,140 5% (10,615) -1% 4,60 100% Accounts payable 117,925 10% 200,417 16% 110,718 10% (82,492) 441% 7,207 7% Income tax payable 117,925 10% 200,417 16% 110,718 10% (82,492) 441% 7,207 7% Income tax payable 16,500 1% 23,472 2% 5,708 1% (66,972) 3.3% 10,722 189% Other current liabilities 197,437 17% 296,589 24% 192,923 18% (99,152) -33% 4,514 2% Non-current liabilities 197,437 17% 296,589 24% 192,923 18% (97,53) 4,514 2% 106,554 10% 16,555 16,555	Total assets	\$1,155,551	100%	\$1,256,896	100%	\$1,101,943	100%	(\$101,345)	-8%	\$53,608	5%
Current liabilities 460 0% 465 0% - 0% - 5 -1% 460 100% Accounts payable 55,772 5% 66,387 5% 53,140 5% (10,615) -1% 4,60 100% Accounts payable 117,925 10% 200,417 16% 110,718 10% (82,492) 441% 7,207 7% Income tax payable 117,925 10% 200,417 16% 110,718 10% (82,492) 441% 7,207 7% Income tax payable 16,500 1% 23,472 2% 5,708 1% (66,972) 3.3% 10,722 189% Other current liabilities 197,437 17% 296,589 24% 192,923 18% (99,152) -33% 4,514 2% Non-current liabilities 197,437 17% 296,589 24% 192,923 18% (97,53) 4,514 2% 106,554 10% 16,555 16,555	LIARILITIES :										
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Accounts payable - related parties - 0% - 0% 339 0% - 0% (339) -100% Other payable 117,925 10% 200,417 16% 110,718 10% (82,492) 41% 7,207 7% Income tax payable 16,500 1% 23,472 2% 5,708 1% (6,972) -30% 10,792 18% Other current liabilities 6,780 1% 5,848 0% 23,018 2% 932 16% (16,238) -71% Non-current liabilities 197,437 1% 296,589 24% 192,923 18% (9,152) -33% 4,514 2% Non-current liabilities 197,437 1% 296,589 24% 192,923 18% (9,152) -33% 4,514 2% Long-term loans liabilities 197,437 0% - 0% - 0% - 0% 1/2,05 1% 1/2,05 1% 1/2,161 2%	* •					53 140					
Other payable117,92510%200,41716%110,71810%(82,492) 4.1% 7,2077%Income tax payable16,5001%23,4722%5,7081%(6,972)-30%10,79218%Other current liabilities6,7801%5,8480%23,0182%93216%(16,238)-71%Total current liabilities197,43717%296,58924%192,92318%(99,152)-33%4,5142%Non-current liabilities-0%-0%-0%-0%-0%Deferred tax liabilities7130%1,1700%2,8190%(457)-39%(2,106)-75%Accrued pension liabilities16,5551%16,5541%18,6422%10%(2,087)-11%Total non-current liabilities17,2681%17,7241%21,4612%(456)-3%(4,103)-20%Total liabilities17,2681%117,7241%21,4612%(456)-3%(4,103)-20%SHAREHOLDERS' EQUITY :Capital stock684,89159%684,89154%684,89162%-0%-0%Capital stock684,89159%684,89154%684,89162%-0%-0%Retained earnings254,49322%253,83620%198,10818%6570%56,3852		-									
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$ \begin{array}{c c c c c c c c c c c c c c c c c c c $,		· · · · · · · · · · · · · · · · · · ·					
Non-current liabilities - 0% C2,010 - 75% Accrued pension liabilities 16,555 1% 16,554 1% 18,642 2% 1 0% (2,087) -11% Total non-current liabilities 17,268 1% 17,724 1% 21,451 2% (455) -3% (4,193) -20% State 314,313 25% 214,384 19% (99,608) -32% 321 0% State 312 0% 1602 0% 1.062 0% 1.062 0% 1.062										·	
Long-term loans liabilities-0%-0%-0%-0%Deferred tax liabilities7130%1,1700%2,8190%(457)-39%(2,106)-75%Accrued pension liabilities16,5551%16,5541%18,6422%10%(2,087)-11%Total non-current liabilities17,2681%17,7241%21,4612%(456)-3%(4,193)-20%Total liabilities214,70519%314,31325%214,38419%(99,608)-32%3210%SHAREHOLDERS' EQUITY :Capital stock684,89159%684,89154%684,89162%-0%-0%Capital stock684,89159%684,89154%684,89162%-0%-0%Capital stock684,89159%684,89154%684,89162%-0%-0%Capital stock684,89159%684,89154%684,89162%-0%-0%Capital surplus1,0620%1,0620%1,0620%1,0620%-0%-0%Others-cumulative translation adjustments880%2,3200%3,4980%(2,232)-96%(3,410)-97%Treasury stock-0%-0%-0%-0%-0%-0%Non-controlling		177,437	17.70	270,507	2470	172,723	1070	()),132)	-3370	4,514	270
Deferred tax liabilities 713 0% 1,170 0% 2,819 0% (457) -39% (2,106) -75% Accrued pension liabilities 16,555 1% 16,554 1% 18,642 2% 1 0% (2,087) -11% Total non-current liabilities 17,268 1% 17,724 1% 21,461 2% (456) -3% (4,193) -20% Total liabilities 214,705 19% 314,313 25% 214,384 19% (99,608) -32% 321 0% SHAREHOLDERS' EQUITY : 2 2 1,062 0% 1,062 0% - 0% - 0% Capital stock 684,891 59% 684,891 54% 684,891 62% - 0% - 0% Capital stock 684,891 59% 684,891 54% 684,891 62% - 0% - 0% 2% 0% 2% 0% 0% 2% <		_	0%	_	0%	_	0%	_	0%	_	0%
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Total non-current liabilities 17,268 1% 17,724 1% 21,461 2% (456) -3% (4,193) -20% Total liabilities 214,705 19% 314,313 25% 214,884 19% (99,608) -32% 321 0% SHAREHOLDERS' EQUITY : Capital stock 684,891 59% 684,891 54% 684,891 62% - 0% - 0% Capital stock 684,891 59% 684,891 54% 684,891 62% - 0% -<											
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SHAREHOLDERS' EQUITY : Capital stock 684,891 59% 684,891 54% 684,891 62% - 0% - 0% Capital stock 1,062 0% 1,062 0% 1,062 0% - 0% - 0% Retained earnings 254,493 22% 253,836 20% 198,108 18% 657 0% 56,385 28% Others-cumulative translation adjustments 88 0% 2,320 0% 3,498 0% (2,232) -96% (3,410) -97% Treasury stock - 0% - 0% - 0% - 0% - 0% Non-controlling interests 312.00 0% 474.00 0% - 0% - 0% 53,287 6% Total shareholders' equity 940,846 81% 942,583 75% 887,559 81% (1,737) 0% 53,287 6%								· ·			
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Capital surplus1,0620%1,0620%1,0620%-0%-0%Retained earnings254,49322%253,83620%198,10818%6570%56,38528%Others-cumulative translation adjustments880%2,3200%3,4980%(2,232)-96%(3,410)-97%Treasury stock-0%-0%-0%-0%-0%Non-controlling interests312.000%474.000%-0%-162.00-34%3120%Total shareholders' equity940,84681%942,58375%887,55981%(1,737)0%53,2876%	-	684 891	59%	684 891	54%	684 891	62%	-	0%	_	0%
Retained earnings 254,493 22% 253,836 20% 198,108 18% 657 0% 56,385 28% Others-cumulative translation adjustments 88 0% 2,320 0% 3,498 0% (2,232) -96% (3,410) -97% Treasury stock - 0% - 0% - 0% - 0% - 0% Non-controlling interests 312.00 0% 474.00 0% - 0% - 0% 312 0% Total shareholders' equity 940,846 81% 942,583 75% 887,559 81% (1,737) 0% 53,287 6%	•	<i>,</i>						-		_	
Others-cumulative translation adjustments 88 0% 2,320 0% 3,498 0% (2,232) -96% (3,410) -97% Treasury stock - 0%	· ·	,		<i>,</i>		· · · · · · · · · · · · · · · · · · ·		657			
Treasury stock - 0% - 0% - 0% - 0% Non-controlling interests 312.00 0% 474.00 0% - 0% - 0% Total shareholders' equity 940,846 81% 942,583 75% 887,559 81% (1,737) 0% 53,287 6%	C C										
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Total shareholders' equity 940,846 81% 942,583 75% 887,559 81% (1,737) 0% 53,287 6%	•	312.00		474.00		-		- 162.00		312	
						887.559					
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CIPHERLAB CO.,LTD. Consolidated Condensed Income Statements For the Period Ended September 30,2016 and 2015 (In Thousands of New Taiwan Dollars, Except Per Share Amounts)

	September 30,2016		September 30,2	2015	YoY		
Net Sales	986,808	100%	751,594	100%	235,214	31%	
Cost of Goods Sold	(542,457)	55%	(433,509)	58%	(108,948)	25%	
Gross Profit	444,351	45%	318,085	42%	126,266	40%	
Operating Expenses							
Sales and Marketing Expenses	(135,305)	14%	(131,745)	18%	(3,560)	3%	
General and Administrative Expenses	(55,423)	6%	(63,103)	8%	7,680	-12%	
Research and Development Expenses	(154,914)	16%	(149,831)	20%	(5,083)	3%	
Total operating expenses	(345,642)	35%	(344,679)	46%	(963)	0%	
Operating Income	98,709	10%	(26,594)	4%	125,303	-471%	
Non-operating Income							
Interest income	696	0%	809	0%	(113)	-14%	
Gain on disposal of property, plant and equipment		0%	5	0%	(5)	-100%	
Exchange gain, net		0%	7,047	1%	(7,047)	-100%	
Gain on Disposal of Investment		0%	3,523	0%	(3,523)	-100%	
Gain on financial asset at fair value through profit or loss		0%	326	0%	(326)	-100%	
Miscellaneous income	567	0%	1,335	0%	(768)	-58%	
Total non-operating income and gains	1,263	0%	13,045	2%	(11,782)	-90%	
Non-operating expenses and losses					· · · ·		
Interest expense	(46)	0%	(22)	0%	(24)	109%	
Loss on disposal of property, plant and equipment	(60)	0%		0%	(60)	100%	
Exchange loss, net	(10,604)	1%		0%	(10,604)	100%	
Valuation loss on financial assets, net	(1,159)	0%		0%	(1,159)	100%	
Miscellaneous expenses		0%	(9)	0%	9	-100%	
Total non-operating expenses and losses	(11,869)	1%	(31)	0%	(11,838)	38187%	
Income before income tax	88,103	9%	(13,580)	2%	101,683	-749%	
Income tax expense (benefit)	(12,593)	1%	7,057	1%	(19,650)	-278%	
Net income	75,510	8%	(6,523)	1%	82,033	-1258%	
Other comprehensive income							
Exchange differences on translation	(4,087)	0%	1,654	0%	(5,741)	-347%	
Other comprehensive income from deferred income tax	695	0%	(281)	0%	976	-347%	
Other comprehensive income, net	(3,392)	0%	1,373	0%	(4,765)	-347%	
Total comprehensive income	72,118	7%	(5,150)	1%	77,268	-1500%	
Profit (loss), attributable to:							
Profit (loss), attributable to owners of parent	75,770		(6,515)		82,285		
Profit (loss), attributable to non-controlling interests	(260)		(8)		(252)		
	75,510	-	(6,523)		82,033		
Comprehensive income attributable to:	,	-					
Comprehensive income, attributable to owners of parent	72,378		(5,142)		77,520		
Comprehensive income, attributable to non-controlling interests	(260)		(8)		(252)		
-	72,118	=	(5,150)	_	77,268		
Earnings Per Share		-					
Basic Earnings Per Share After Income Tax	1.11	-	- 0.10	_	1.20		
Diluted Earnings Per Share After Income Tax	1.10		- 0.10	_	1.20		



CIPHERLAB CO.,LTD. Consolidated Condensed Income Statements For the Quarterly Period Ended September 30,2016, June 30,2016 and September 30,2015 (In Thousands of New Taiwan Dollars, Except Per Share Amounts)

	3Q 2016		2Q 2016		3Q 2015		QoQ		YoY	
Net Sales	\$295,264	91%	\$325,840	100%	\$261,076	100%	(\$39,864)	-11%	\$64,764	25%
Cost of Goods Sold	(168,130)	-52%	(182,470)	-56%	(159,593)	-61%	9,387	-5%	(22,877)	14%
Gross Profit	127,134	39%	143,370	44%	101,483	39%	(30,477)	-18%	41,887	41%
Operating Expenses										
Sales and Marketing Expenses	(50,301)	-15%	(48,366)	-15%	(44,059)	-17%	(11,728)	32%	(4,307)	10%
General and Administrative Expenses	(12,875)	-4%	(20,553)	-6%	(20,866)	-8%	1,442	-7%	313	-2%
Research and Development Expenses	(56,520)	-17%	(48,827)	-15%	(48,413)	-19%	740	-1%	(414)	1%
Total operating expenses	(119,696)	-37%	(117,746)	-36%	(113,338)	-43%	(9,546)	9%	(4,408)	4%
Operating Income	7,438	2%	25,624	8%	(11,855)	-5%	(40,023)	-61%	37,479	-316%
Non-operating Income										
Interest income	197	0%	268	0%	270	0%	37	16%	(2)	-1%
Exchange gain, net	-	0%	-	0%	12,910	5%	-	0%	(12,910)	(1)
Gain on financial asset at fair value method	-	0%	851	0%	573	0%	1,684	-202%	278	49%
Miscellaneous income	138	1%	193	1%	21	0%	(43)	-18%	172	819%
Total non-operating income and gains	335	1%	1,312	1%	13,774	5%	1,678	-458%	(12,462)	-90%
Non-operating expenses and losses				·						
Interest expense	(23)	0%	(23)	0%	(22)	0%	(23)	100%	- 1.00	5%
Loss on disposal of property, plant and equipment		0%		0%	-	0%	60	-100%	0	0%
Loss on sale of investments, net		0%		0%	-	0%	0	0%	0	0%
Loss on physical inventory		0%		0%	-	0%	0	0%	0	0%
Exchange loss, net	(5,958)	-2%	(335)	0%	-	0%	3,976	-92%	(335)	100%
Valuation loss on financial assets, net	(1,177)	0%		0%		0%	-	0%	-	0%
Total non-operating expenses and losses	(7,158)	-2%	(358)	0%	(22)	0%	4,013	-92%	(336)	1527%
Income before income tax	615	0%	26,578	8%	1,897	1%	(34,332)	-56%	24,681	1301%
Income tax expense (benefit)	(120)	0%	(4,475)	-1%	(437)	0%	3,523	-44%	(4,038)	924%
Net income	495	0%	22,103	7%	1,460	1%	(30,809)	-58%	20,643	1414%
04h										
Other comprehensive income	(2 (00)	10/	(2(0))	0.0/	2 720	10/	(())	C 10/	(4.107)	1100/
Exchange differences on translation	(2,689)	-1%	(368)	0%	3,739	1%	662	-64%	(4,107)	-110%
Other comprehensive income from deferred income tax	457	0%	63	0%	(635)	0%	(112)	-64%	698	-110%
Other comprehensive income, net	(2,232)	-1%	(305)	0%	3,104	1%	550	-64%	(3,409)	-110%
Total comprehensive income	(\$1,737)	-1%	\$21,798	7%	\$4,564	2%	(\$30,259)	-58%	\$17,234	378%
Profit (loss), attributable to:										
Profit (loss), attributable to owners of parent	\$729		\$22,129		\$1,460		(\$30,783)		\$20,669	
Profit (loss), attributable to non-controlling interests	(234)		(26)		¢1,100 -		(26)		(26)	
	\$495		\$22,103		\$1,460	-	(\$30,809)	-	\$20,643	
Comprehensive income attributable to:						-		=		
Comprehensive income, attributable to owners of parent	(\$1,503)		\$22,824		\$4,564		(\$29,233)		\$18,260	
Comprehensive income, attributable to non-controlling interests	(234)		(26)		_		(26)		(26)	
· · · · · · · · · · · · · · · · · · ·	(\$1,737)		\$22,798		\$4,564	-	(\$29,259)	-	\$18,234	
Earnings Per Share					<u> </u>	=		=	,	
Basic Earnings Per Share After Income Tax	\$0.01		\$0.32		\$0.02		(\$0.45)		\$0.30	
Diluted Earnings Per Share After Income Tax	\$0.01		\$0.32		\$0.02	=	(\$0.45)	=	\$0.30	
Drated Darmings for Share riter meetine fux	ψ0.01		ψ 0. 32		ψ0.02	=	(40.15)	=	ψ0.50	



CIPHERLAB CO.,LTD. Consolidated Statements of Cash Flows For the Period Ended September 30,2016 and 2015 (In Thousands of New Taiwan Dollars)

	2016 Q3	2015 Q3
Cash flows from operating activities	400 40 0	
Net income	\$88,103	(\$13,580)
Adjustments for:	(4.280)	10.047
Provision(Reversal) for doubtful accounts	(4,280)	10,947
Depreciation	26,665	32,475
Amortization	6,723	10,977
Loss (Gains) on financial asset at fair value through profit or loss	1,159	(326)
Interest revenue	(696)	(809)
Financial Cost	46	22
Loss (gain) on disposal of property, plant and equipment	60 481	(5) 22 714
Loss on market price decline and obsolete and slow-moving inventories		22,714
Unrealized foreign exchange loss (gain) Others – write off allowance for bad debts	1,101	319
Others – write off allowance for bad debts Others		(28) 18
	(17 791)	
Financial asset held for trading	(17,781)	(36,130)
Notes receivable	1,499	237
Accounts receivable	25,405	34,290
Other receivables	3,626	2,091
Inventories	(33,042)	61,636
Other current assets	(27,554)	9,671
Notes payable	458	
Accounts payable	(40,431)	(26,127)
Accounts payable – related parties	(5,088)	(6,182)
Other payables	(8,884)	(31,590)
Other current liabilities	(1,400)	9,000
Net defined benefit liability		(10)
Dividends received	725	820
Income tax paid	(3,316)	(7,838)
Net cash provided by (used in) operating activities	13,579	(7,018)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(8,322)	(6,906)
Loss (gain) on disposal of property, plant and equipment		5
Acquisition of Intangible assets	(1,672)	(7,869)
Decrease (increase) in other financial assets	(7)	(3)
Decrease (increase) in other non-current assets	(5,389)	(6,417)
Net cash used in investing activities	(15,390)	(21,190)
Cash flows from financing activities		
Increase (Decrease) in non-controlling interests	500	
Cash Dividends	(68,489)	(68,489)
Interest Expense	(46)	(22)
Net cash used in financing activities	(68,035)	(68,511)
Effect of exchange rate changes	(1,354)	(6,020)
Net decrease in cash and cash equivalents	(71,200)	(23,129)
Cash and cash equivalents at Beginning of Period	221,110	230,991
Cash and cash equivalents at End of Period	\$149,910	\$207,862
	<i><i><i>ψ</i>10,910</i></i>	<i><i><i>q</i>=01,002</i></i>