

**Financial Statement — Income Statement**

Provided by: STARK TECHNOLOGY, INC.

Financial year: Yearly

Unit : NT\$ thousand

Accounting Title	2012/12/31		2011/12/31	
	Amount	%	Amount	%
Sales	4,044,615.00	100.09	4,003,660.00	100.01
Sales returns	1,295.00	0.03	106.00	0.00
Sales discounts and allowances	2,414.00	0.06	466.00	0.01
Sales	4,040,906.00	100.00	4,003,088.00	100.00
Operating income	4,040,906.00	100.00	4,003,088.00	100.00
Operating costs	2,881,816.00	71.32	2,805,113.00	70.07
Gross profit (loss) from operations	1,159,090.00	28.68	1,197,975.00	29.93
Unrealized gains on intercompany transactions	0.00	0.00	0.00	0.00
Realized gains on intercompany transactions	0.00	0.00	13.00	0.00
Selling expense	641,902.00	15.89	577,958.00	14.44
Research and development expenses	197,461.00	4.89	293,727.00	7.34
Operating expenses	839,363.00	20.77	871,685.00	21.78
Operating income (loss)	319,727.00	7.91	326,303.00	8.15
Non-Operating Income				
Interest income	5,204.00	0.13	6,299.00	0.16
Inome from long-term equity investments under the equity method	700.00	0.02	0.00	0.00
Dividends	316.00	0.01	409.00	0.01
Investment income	1,016.00	0.03	409.00	0.01
Gains on disposal of fixed assets	161.00	0.00	0.00	0.00
Gains on sale of investments	836.00	0.02	198.00	0.00
Foreign exchange gains	14,043.00	0.35	6,061.00	0.15
Rent income	1,663.00	0.04	3,599.00	0.09

Reversal of provision for bad debts	0.00	0.00	23.00	0.00
Reversal of impairment loss on assets	0.00	0.00	0.00	0.00
Revaluation gain on financial liabilities	0.00	0.00	347.00	0.01
Miscellaneous income	9,851.00	0.24	13,683.00	0.34
Non-operating revenues and gains	32,774.00	0.81	30,619.00	0.76
Non-Operating Expenses				
Interest expense	895.00	0.02	1,241.00	0.03
Losses from long-term equity investments under the equity method	0.00	0.00	421.00	0.01
Other investment loss	0.00	0.00	0.00	0.00
Investment loss	0.00	0.00	421.00	0.01
Loss on disposal of fixed assets	0.00	0.00	857.00	0.02
Impairment loss on assets	28,313.00	0.70	8,851.00	0.22
Revaluation loss on financial liabilities	1,164.00	0.03	0.00	0.00
Miscellaneous disbursements	77.00	0.00	5.00	0.00
Non-operating expenses and losses	30,449.00	0.75	11,375.00	0.28
Income from continuing operations before income tax	322,052.00	7.97	345,547.00	8.63
Income tax expense (benefit)	62,404.00	1.54	68,823.00	1.72
Income from continuing operations	259,648.00	6.43	276,724.00	6.91
Net income (loss)	259,648.00	6.43	276,724.00	6.91
Primary Earnings per Share				
Primary earnings per share	1.95	0.00	2.08	0.00
Diluted earnings per share				
Diluted earnings per share	1.92	0.00	2.05	0.00