

Statements of Cash Flows

Provided by: STARK TECHNOLOGY, INC.
 Financial year: Yearly
 Unit: NT\$ thousand

STARK TECHNOLOGY, INC.
 NON-CONSOLIDATED STATEMENTS OF CASH FLOWS
 Years Ended December 31, 2012 AND 2011

(In Thousands of New Taiwan Dollars)
 2012 2011
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Cash Flows from Operating Activities - Indirect Method			
Net Income (Loss)	\$259,648	\$276,724	
Adjustments to Reconcile Net Income to Net Cash Provided by (Used in) Operating Activities			
Depreciation Expense	27,324	31,009	
Amortization Expense	11,847	12,750	
Provision (Reversal of Provision) for Bad Debts Losses	2,767	(23)	
Employee Bonuses	44,000	44,000	
Loss (Gain) on Decline (Recovery) in Market Value, Scrap and Obsolescence of Inventories	(719)	(1,500)	
Investment Loss (Income) Recognized under Equity Method	(700)	421	
Loss (Gain) on Disposal of Property, Plant and Equipment	(161)	857	
Loss (Gain) on Disposal of Investments	(836)	(198)	
Unrealized Revaluation Loss (Gain) on Financial Assets and Liabilities	0	134	
Impairment Losses on Financial Asset	28,313	8,851	
Reversal of Impairment Loss on Financial Assets	0	0	
Unrealized Gain (Loss) on Intercompany Transactions	0	0	
Realized Loss (Gain) on Intercompany Transactions	0	(13)	
Loss (Gain) on Deferred Income Tax	13,558	30,495	
Other Adjustments to Reconcile Net Income	0	0	
Changes in Operating Assets and Liabilities			
Decrease (Increase) in Notes Receivable	15,685	5,048	
Decrease (Increase) in Accounts Receivable	47,008	(278,074)	
Decrease (Increase) in Accounts Receivable - Related Parties	268	8,561	
Decrease (Increase) in Other Receivables	44	3,369	
Decrease (Increase) in Inventories	(56,587)	54,140	
Decrease (Increase) in Other Prepayments	(93,480)	(505)	
Decrease (Increase) in Other Current Assets	115	2,147	
Increase (Decrease) in Financial Liabilities Held for Trading	(134)	0	
Increase (Decrease) in Notes Payable	(46,995)	42,996	
Increase (Decrease) in Accounts Payable	11,257	131,708	
Increase (Decrease) in Accounts Payable - Related Parties	576	(261)	
Increase (Decrease) in Income Tax Payable	4,502	8,676	
Increase (Decrease) in Accrued Expenses	(73,164)	(35,016)	
Increase (Decrease) in Other Payables	(18,588)	6,458	
Increase (Decrease) in Receipts in Advance	3,691	(50,979)	
Increase (Decrease) in Other Current Liabilities	6,441	(547)	
Increase (Decrease) in Accrued Pension Liabilities	(3,952)	(2,769)	
Net Cash Provided by (Used in) Operating Activities	181,728	298,459	
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Cash Flows from Investing Activities			
Acquisition of Available-for-sale Financial Assets	0	(2,008)	
Proceeds from Disposal of Available-for-sale Financial Assets	92,839	72,491	
Acquisition of Financial Assets Carried at Cost	0	0	
Proceeds from Disposal of Financial Assets Carried at Cost	0	1,701	
Capital Reduction of Financial Assets Carried at Cost	0	0	
Acquisition of Investments Accounted for by Equity Method	0	0	
Purchase of Property, Plant and Equipment	(4,414)	(10,786)	
Proceeds from Disposal of Property, Plant and Equipment	952	0	
Decrease (Increase) in Refundable Deposits	(293)	(3,225)	
Increase in Deferred Charges	(4,200)	(227)	
Decrease (Increase) in Restricted Assets	2,375	(177)	
Decrease (Increase) in Other Assets	444	(1,839)	
Net Cash Provided by (Used in) Investing Activities	87,703	55,930	

Cash Flows from Financing Activities		
Increase (Decrease) in Short-term Loans	(6,931)	(16,274)
Proceeds from Long-term Debt	0	0
Repayment of Long-term Debt	(4,167)	(27,083)
Increase (Decrease) in Guarantee Deposits Received	(2,646)	971
Cash Dividends Paid	(252,605)	(248,617)

Net Cash Provided by (Used in) Financing Activities	(266,349)	(291,003)

Net Increase (Decrease) in Cash and Cash Equivalents	3,082	63,386
Cash and Cash Equivalents, Beginning of year	574,363	510,977

Cash and Cash Equivalents, End of year	\$577,445	\$574,363
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Supplemental Cash Flow Information		
Interest Paid- Excluding Capitalized Interest	\$895	\$1,239
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Income Tax Paid	\$44,246	\$29,750
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Non-cash Investing and Financing Activities		
Current Portion of Long-term Liabilities	\$0	\$4,167
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Unrealized Valuation Gains or Losses on Financial Instruments	\$4,899	(\$11,518)
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Cumulative Translation Adjustments	(\$4,516)	\$9,527
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