

**GOLDEN BRIDGE ELECTECH INC. AND SUBSIDIARIES**  
**Consolidated Income Statements**  
**For the years ended December 31, 2006 & 2005**  
**(expressed in thousands of New Taiwan dollars)**

	<b>2006</b>		<b>2005</b>	
	Amount	%	Amount	%
<b>Operating revenue:</b>				
Sales	\$ 2,082,297	100	\$ 1,663,738	100
Less: sales returns and allowances	6,081	-	7,364	-
<b>Net sales</b>	<u>2,076,216</u>	<u>100</u>	<u>1,656,374</u>	<u>100</u>
<b>Operating cost</b>	<u>1,450,896</u>	<u>70</u>	<u>1,186,825</u>	<u>71</u>
<b>Gross profit</b>	<u>625,320</u>	<u>30</u>	<u>469,549</u>	<u>29</u>
<b>Operating expenses:</b>				
Selling expenses	138,534	7	112,699	6
General and administrative expenses	160,776	8	166,579	10
Research and development expenses	55,980	2	64,355	4
	<u>355,290</u>	<u>17</u>	<u>343,633</u>	<u>20</u>
<b>Operating income</b>	<u>270,030</u>	<u>13</u>	<u>125,916</u>	<u>9</u>
<b>Non-operating income:</b>				
Interest income	7,735	-	3,363	-
Exchange gain, net	8,172	-	0	-
Leasehold income	7,005	-	3,453	-
Others	25,309	2	28,397	1
	<u>48,221</u>	<u>2</u>	<u>35,213</u>	<u>1</u>
<b>Non-operating expenses:</b>				
Interest loss	1,554	-	2,264	-
Decrease inventory valuation	21,979	1	0	-
Impairment loss	13,171	-	10,330	1
Exchange loss, net	0	-	3,337	-
Others	12,014	-	9,901	1
	<u>48,718</u>	<u>1</u>	<u>25,832</u>	<u>2</u>
Income before income tax	269,533	14	135,297	8
Income tax expense (profit)	77,172	4	(5,350)	-
Income before cumulative effect of changes in accounting principles	192,361	10	140,647	8
Cumulative effect of changes in accounting principles	7,406	-	0	-
<b>Net income</b>	<u>\$ 199,767</u>	<u>10</u>	<u>\$ 140,647</u>	<u>8</u>
Earning per share (expressed in New Taiwan dollars)	<u>\$ 2.22</u>		<u>\$ 1.76</u>	