

GOLDEN BRIDGE ELECTECH INC.

Income Statements

For the years ended March 31, 2006 & 2005

(expressed in thousands of New Taiwan dollars)

	2006		2005	
	Amount	%	Amount	%
Operating revenue:				
Sales	\$ 294,379	100	\$ 358,689	100
Less: sales returns and allowances	603	-	688	-
Net sales	<u>293,776</u>	<u>100</u>	<u>358,001</u>	<u>100</u>
Operating cost	<u>228,209</u>	<u>78</u>	<u>283,717</u>	<u>79</u>
Gross profit	<u>65,567</u>	<u>22</u>	<u>74,284</u>	<u>21</u>
Operating expenses:				
Selling expenses	13,113	4	14,157	4
General and administrative expenses	16,592	6	17,114	4
Research and development expenses	6,600	2	10,833	3
	<u>36,305</u>	<u>12</u>	<u>42,104</u>	<u>11</u>
Operating income	<u>29,262</u>	<u>10</u>	<u>32,180</u>	<u>10</u>
Non-operating income:				
Interest income	801	-	287	-
Investment income under the equity method, net	39,398	13	0	-
Gain on valuation of financial assets	1,482	1	0	-
Others	1,728	1	1,459	-
	<u>43,409</u>	<u>15</u>	<u>1,746</u>	<u>-</u>
Non-operating expenses:				
Interest loss	497	-	698	-
Investment loss under the equity method, net	0	-	6,730	2
Exchange loss, net	2,788	1	0	-
Others	1,298	-	5,262	2
	<u>4,583</u>	<u>1</u>	<u>12,690</u>	<u>4</u>
Income before income tax	<u>68,088</u>	<u>24</u>	<u>21,236</u>	<u>6</u>
Income tax expense	<u>15,779</u>	<u>6</u>	<u>5,272</u>	<u>1</u>
Net income before extraordinary gain/ loss and cumulative effect of accounting changes	<u>52,309</u>	<u>18</u>	<u>15,964</u>	<u>5</u>
Cumulative effect of accounting changes	7,406	2	0	-
Net income	<u>\$ 59,715</u>	<u>20</u>	<u>\$ 15,964</u>	<u>5</u>
Earning per share (expressed in New Taiwan dollars)	<u>\$ 0.73</u>		<u>\$ 0.22</u>	