

**GOLDEN BRIDGE ELECTECH INC. AND SUBSIDIARIES**  
**Consolidated Income Statements**  
**For the years ended December 31, 2007 & 2006**  
**(expressed in thousands of New Taiwan dollars)**

	<b>2007</b>		<b>2006</b>	
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Operating revenue:</b>				
Sales	\$ 2,150,422	100	\$ 2,082,297	100
Less: sales returns and allowances	9,444	-	6,081	-
<b>Net sales</b>	<u>2,140,978</u>	<u>100</u>	<u>2,076,216</u>	<u>100</u>
<b>Operating cost</b>	<u>1,594,919</u>	<u>74</u>	<u>1,450,896</u>	<u>70</u>
<b>Gross profit</b>	<u>546,059</u>	<u>26</u>	<u>625,320</u>	<u>30</u>
<b>Operating expenses:</b>				
Selling expenses	128,121	6	138,534	7
General and administrative expenses	155,591	7	160,776	8
Research and development expenses	57,647	3	55,980	3
	<u>341,359</u>	<u>16</u>	<u>355,290</u>	<u>17</u>
<b>Operating income</b>	<u>204,700</u>	<u>10</u>	<u>270,030</u>	<u>13</u>
<b>Non-operating income:</b>				
Interest income	9,967	-	7,735	-
Exchange gain, net	0	-	8,172	-
Leasehold income	6,334	-	7,005	-
Gain on reversal of asset impairment	11,426	1	0	-
Others	23,163	1	25,309	1
	<u>50,890</u>	<u>2</u>	<u>48,221</u>	<u>2</u>
<b>Non-operating expenses:</b>				
Interest loss	377	-	1,554	-
Decrease inventory valuation	18,669	1	21,979	1
Impairment loss	0	-	13,171	1
Exchange loss, net	4,095	-	0	-
Others	8,525	-	12,014	1
	<u>31,666</u>	<u>1</u>	<u>48,718</u>	<u>2</u>
Income before income tax	223,924	10	269,533	13
Income tax expense (profit)	36,941	2	77,172	4
Income before cumulative effect of changes in accounting principles	186,983	9	192,361	9
Cumulative effect of changes in accounting principles	0	-	7,406	-
<b>Net income</b>	<u>\$ 186,983</u>	<u>9</u>	<u>\$ 199,767</u>	<u>10</u>
Earning per share (expressed in New Taiwan dollars)	<u>\$ 1.84</u>		<u>\$ 2.22</u>	