

GOLDEN BRIDGE ELECTTECH INC.
Statements of Cash Flows
For the years ended December 31, 2007 and 2006
(expressed in thousands of New Taiwan dollars)

	<u>2007</u>	<u>2006</u>
Cash flows from operating activities:		
Net income	\$ 186,983	\$ 199,767
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation and amortization	10,363	13,629
Provision for asset valuation	3,237	11,831
Adjustment of valuation on financial assets at fair value through profit or loss — noncurrent	1,355	(9,864)
Increase in financial assets at fair value through profit or loss — current	(9,842)	0
Investment income under the equity method, net	(56,416)	(132,348)
Decrease (increase) in notes and accounts receivable	37,804	55,426
Decrease (increase) in inventories	(8,350)	26,749
Decrease (increase) in accounts receivable-related parties	(13,791)	8,592
Decrease (increase) in other financial assets	126	(618)
Decrease (increase) in prepaid and other current assets	1,999	2,657
Increase (decrease) in notes and accounts payable	(69,513)	(110,472)
Increase (decrease) in accrued expenses and other current liabilities	24,416	9,454
Increase (decrease) in deferred income tax	(21,758)	30,067
Other	3,118	4,306
Net cash provided by (used in) operating activities	<u>89,731</u>	<u>109,176</u>
Cash flows from investing activities:		
Increase in refundable deposits	(3,000)	(3,000)
Decrease (Increase) in financial assets at fair value through profit or loss —noncurrent	0	(3,380)
Acquisition of patent and computer software	(4,775)	(12,035)
Sells the asset	771	340
Purchase fixed asset	(7,293)	(4,916)
Other	(87)	0
Net cash provided by (used in) investing activities	<u>(14,384)</u>	<u>(22,991)</u>
Cash flows from financing activities:		
Increase (decrease) in long(short)-term loans	0	(65,000)
Purchase treasury stock	(132,133)	0
Sells treasury stock	36,291	0
Payment of cash dividends	(145,270)	(66,016)
Proceeds from exercises of stock options	10,810	10,797
Distribution of directors' and supervisors' remuneration	(1,798)	(1,266)
Other	(162)	58
Net cash provided by (used in) financing activities	<u>(232,262)</u>	<u>(121,427)</u>
Net increase (decrease) in cash and bank deposits	(156,915)	(35,242)
Cash and bank deposits at beginning of year	237,886	273,128
Cash and bank deposits at end of year	<u>\$ 80,971</u>	<u>\$ 237,886</u>
Cash paid during the period for:		
Interest	<u>\$ 37</u>	<u>\$ 121</u>
Income taxes	<u>\$ 51,445</u>	<u>\$ 24,966</u>
Supplementary disclosures of investing and financing activities not affecting cash flows:		
Fixed assets transferred to other assets	<u>\$ 20,278</u>	<u>\$ -</u>
Other assets transferred to fixed assets	<u>\$ -</u>	<u>\$ 19,584</u>
Convertible bonds payable and others transferred to capital stock and capital surplus	<u>\$ 149,565</u>	<u>\$ 105,933</u>
Patent transferred to assets held for sale-current	<u>\$ 21,925</u>	<u>\$ -</u>