

TSE: 4906

Gemtek Technology Co., Ltd.

Quarterly Financial Report
2008 1Q

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Gemtek Technology Co., Ltd.

Balance Sheet
March 31 of 2008
(Reviewed but Un-audited)

Unit: \$NT '000

C o d e	A s s e t s	M a r . 3 1 , 2 0 0 8		C o d e	Liabilities and Stockholders' Equity	M a r . 3 1 , 2 0 0 8	
		A m o u n t	%			A m o u n t	%
	Current Assets				Current Liabilities		
1100	Cash & Cash Equivalents	\$ 1,950,380	16	2120	Notes Payable	\$ 96,405	1
1310	Assets Adjusted Fair Value			2140	Accounts Payable	3,341,101	28
		90,623	1	2160	Income Tax Payable	195,993	2
1320	Sellable Financial Assets – Net	204,595	2	2170	Expense Payable	254,302	2
					Long-term liabilities – current portion	696,207	6
1120	Note Receivable (Net)	25,881	-	2270			
1140	Account Receivable (Net)	3,397,455	29	2298	Other Current Liabilities	<u>255,803</u>	<u>2</u>
1160	Notes Receivable-Related Parties	79,909	1	21XX	Total Current Liabilities	<u>4,839,811</u>	<u>41</u>
1210	Inventory	1,932,109	16	28XX	Other Current Liabilities	<u>130,566</u>	<u>1</u>
1298	Other Current Assets	<u>233,147</u>	<u>2</u>				
11XX	Total Current Assets	<u>7,914,099</u>	<u>67</u>	2XXX	Total Current Liabilities	<u>4,970,377</u>	<u>42</u>
	Funds & Long-term Investments				Stockholders' Equity		
	Long-term investment under equity method	678,759	6		Capital		
1421					Common Stock		
1480	Long-term investments under cost method	<u>172,589</u>	<u>1</u>				
	Total Funds & long-term investments			3110		2,411,851	20
	Long-term investments under cost method	<u>851,348</u>	<u>7</u>	3140	Capital Collected in Advance	3,030	-
14XX				32XX	Capital Reserve	3,884,016	33
	Property, plant & Equipment				Retained Earnings		
	Cost			3310	Legal Reserve	355,322	3
1501	Land	328,168	3	3351	Un-appropriated Earnings	1,169,414	10
1521	Buildings	1,177,577	10		Adjusting Items in stockholders' equity		
	Machinery & Equipment	1,834,936	15	3450	Financial Product pending gain/loss	3,945	-
1531	Other Equipment	<u>557,492</u>	<u>5</u>	3420	Cumulative translation adjustments	30,894	-
1681				3510	Treasury Stock	(<u>1,075,812</u>)	(<u>9</u>)
15X1	Total at Cost	3,898,173	33		Total Owner Equity of Mother Company	6,782,660	57
	Less: Accumulated Depreciation	(994,567)	(8)				
15X9					Minority Interest	<u>108,822</u>	<u>1</u>
1670	Add: Construction in progress & prepayments	<u>5,279</u>	<u>-</u>	3610			
15XX	Property, plant & Equipment Net	<u>2,908,885</u>	<u>25</u>	3XXX	Total Stockholders' Equity	<u>6,891,482</u>	<u>58</u>
18XX	Other Assets	<u>187,527</u>	<u>1</u>				
1XXX	Total Assets	<u>\$ 11,861,859</u>	<u>100</u>		Total Liabilities & Stockholders' equity	<u>\$ 11,861,859</u>	<u>100</u>

Chairman : Chen, Hung Wen

Executive: Chen, Hung Wen

Accounting Officer : Lin, Chih Hung

Gemtek Technology Co., Ltd
Income Statement
Quarter ended March 31 of 2008
(Reviewed but Un-audited)

Unit: NT\$'000, EPS in NT\$1

Code	2 0 0 8 ,	Q 1
	Amount	%
4000 Sales Revenue	\$ 4,222,353	100
5000 Operating Cost	(3,686,946)	(87)
5910 Gross Profit	<u>535,407</u>	<u>13</u>
Operating Expenses		
6100 Sales & marketing expense	(42,901)	(1)
6200 Administration Expense	(66,473)	(2)
6300 R&D Expense	(179,352)	(4)
6000 Sub Total	<u>(288,726)</u>	<u>(7)</u>
6900 Operating Income	<u>246,681</u>	<u>6</u>
Non-Operating Income		
7110 Interest Revenue	8,275	-
7140 Gain on disposal of investments	45,775	1
7480 Other Income	<u>4,723</u>	<u>-</u>
7100 Sub Total	<u>58,773</u>	<u>1</u>
Non-Operating Expenses		
7510 Interest expense	(\$ 8,492)	-
7521 Investment loss under Equity Method	(25,352)	(1)
7530 Loss from Disposal of Fixed Assets	(2,143)	-
7560 Foreign Exchange Loss	(38,408)	(1)
7570 Loss for market price decline and obsolete and slow-moving inventories	(5,671)	-
7640 Financial Product Appropriated Loss	(6,773)	-
7880 Other Expenses	<u>(36)</u>	<u>-</u>
7500 Sub Total	<u>(86,875)</u>	<u>(2)</u>

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Code		2 0 0 8 , Q 1	
		Amount	%
7900	Net Profit Before Tax	218,579	5
8110	Tax gains (expense)	(39,356)	(1)
9600	Net Profit after Tax	<u>\$ 179,223</u>	<u>4</u>
Attributed from:			
9601	Mother Company	\$ 154,246	4
9602	Minority Interest	<u>24,977</u>	<u>-</u>
		<u>\$ 179,223</u>	<u>4</u>
		<u>Before Tax</u>	<u>After Tax</u>
	Consolidated Net Profit per Share		
9750	Base EPS	<u>\$ 0.89</u>	<u>\$ 0.71</u>
9850	Diluted EPS	<u>\$ 0.85</u>	<u>\$ 0.67</u>

Chairman: Chen, Hung Wen Executive: Chen Hung Wen

Accounting Officer : C.H Lin

Gemtek Technology Co., Ltd
Statement of Cash Flows
Quarter ended March 31 of 2008

(Reviewed, but Un-Audited)

	Unit: \$NT '000
	<u>2 0 0 8 , Q 1</u>
Cash flows from operating activities	
Net income	\$ 179,223
Depreciation	99,492
Loss for market price decline and obsolete and slow-moving inventories	5,671
Investment Gain under equity Method	25,352
Gains from Disposal of Inventory	(45,775)
Gains from Disposal of Fixed Assets	2,143
Financial Product Appropriated Loss	6,383
Gains from Unconverted Bonds	(53,848)
Interest Subsidies	8,491
Deferred Income Tax	29,582
Changes in assets & Liabilities	
Accounts Receivable	(36,482)
Other receivables—related parties	(23,022)
Inventory	(244,941)
Other current assets	(10,321)
Notes Payable	296,086
Expense Payable	9,510
Income Tax Payable	9,774
Other current liabilities	<u>(68,162)</u>
Net cash from Operating Activities	<u>189,156</u>
Cash flows from investing activities	
Purchase of sellable financial assets	
Gain/Loss from disposal of sellable financial assets	90,000
Purchase of long-term investment	(164,100)
Gain/Loss from disposal of long-term investment	47,730

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	<u>2 0 0 8 , Q 1</u>
Purchase of fixed assets	(68,006)
Sales of fixed assets	813
Other increase assets	<u>(22,202)</u>
Net Cash used in Investing activities	<u>(115,765)</u>
Cash flows from financing activities	
New Issuance of Stock of Employees' option	\$ 9,726
Treasury Buyback	<u>(963,391)</u>
Cash flow in(out) from financing Activities	<u>(953,665)</u>
Currency Influence	<u>(7,639)</u>
Net decrease in cash and cash equivalents	<u>(887,913)</u>
Cash & Cash equivalent at beginning of year	<u>2,838,293</u>
Cash & Cash equivalent at end of year	<u>\$ 1,950,380</u>
Investing & financing activities not affecting cash flows	
Payable Bonds due within one year	<u>\$ 696,207</u>

Chairman: Chen, Hung Wen Executive: Chen Hung Wen Accounting Officer : C.H Lin