

# 2006 Financial Results 2007 Key Themes

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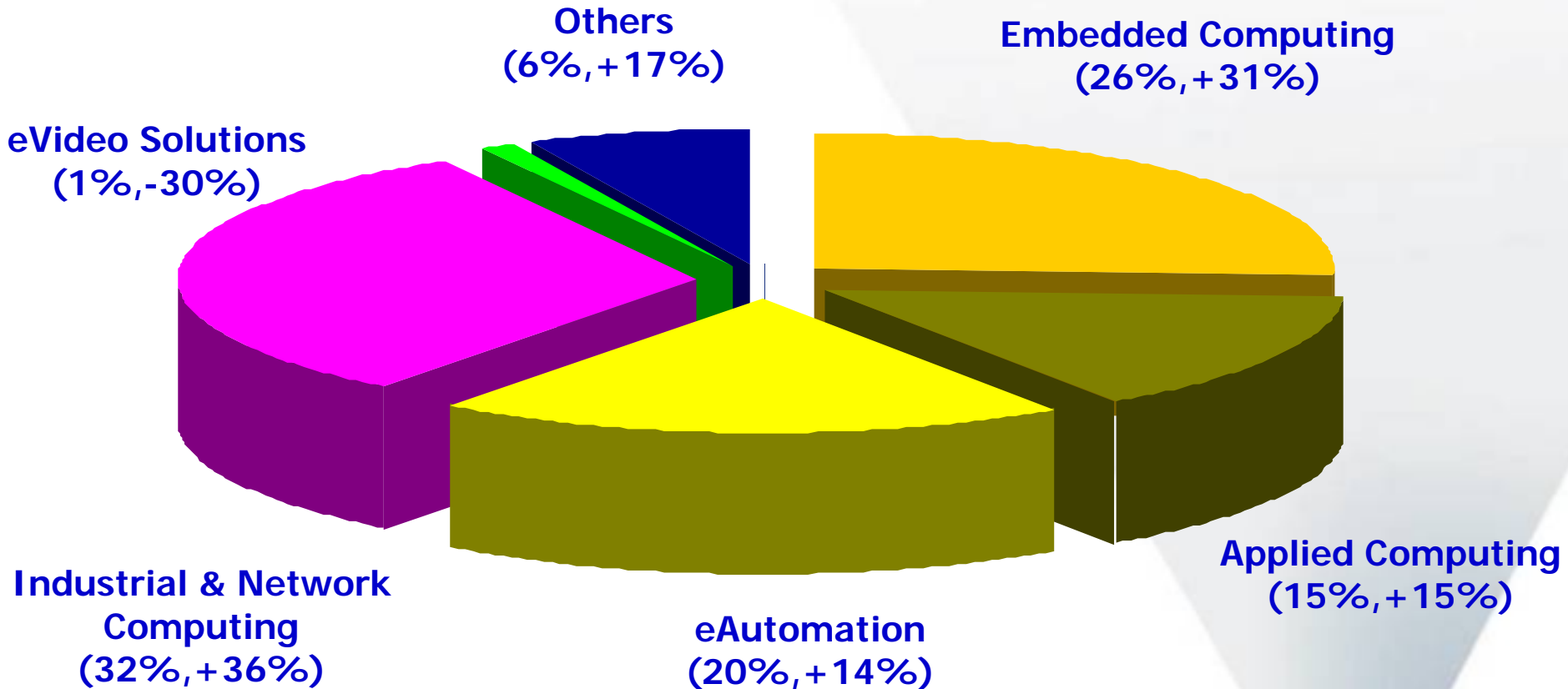
# Total Company Overview (Un-audited)

|                        | 2006  |       |       |       |        | YTD FCST |          |
|------------------------|-------|-------|-------|-------|--------|----------|----------|
|                        | Q1    | Q2    | Q3    | Q4    | Total  | Forecast | Delivery |
| Net Sales in NTD M     | 3,336 | 3,792 | 3,886 | 3,678 | 14,693 | 13,982   | 105.1%   |
| Y to Y Change          | 29%   | 43%   | 16%   | 8%    | 23%    | 20%      |          |
| Q to Q Change          | -2%   | 14%   | 2%    | -5%   |        |          |          |
| Net Profit BT in NTD M | 788   | 916   | 1,027 | 649   | 3,380  | 3,268    | 103.4%   |
| Y to Y Change          | 33%   | 40%   | 24%   | 0%    | 24%    | 20%      |          |
| Net Profit AT in NTD M | 672   | 785   | 868   | 589   | 2,914  | 2,727    | 106.9%   |
| Y to Y Change          | 31%   | 37%   | 26%   | -11%  | 20%    | 12%      |          |
| EPS before Tax (NTD)   | 1.67  | 1.93  | 1.99  | 1.42  | 7.02   | 6.82     | 102.9%   |
| EPS after Tax (NTD)    | 1.50  | 1.75  | 1.77  | 1.28  | 6.30   | 6.00     | 105.1%   |

# Financial KPI (Un-audited)

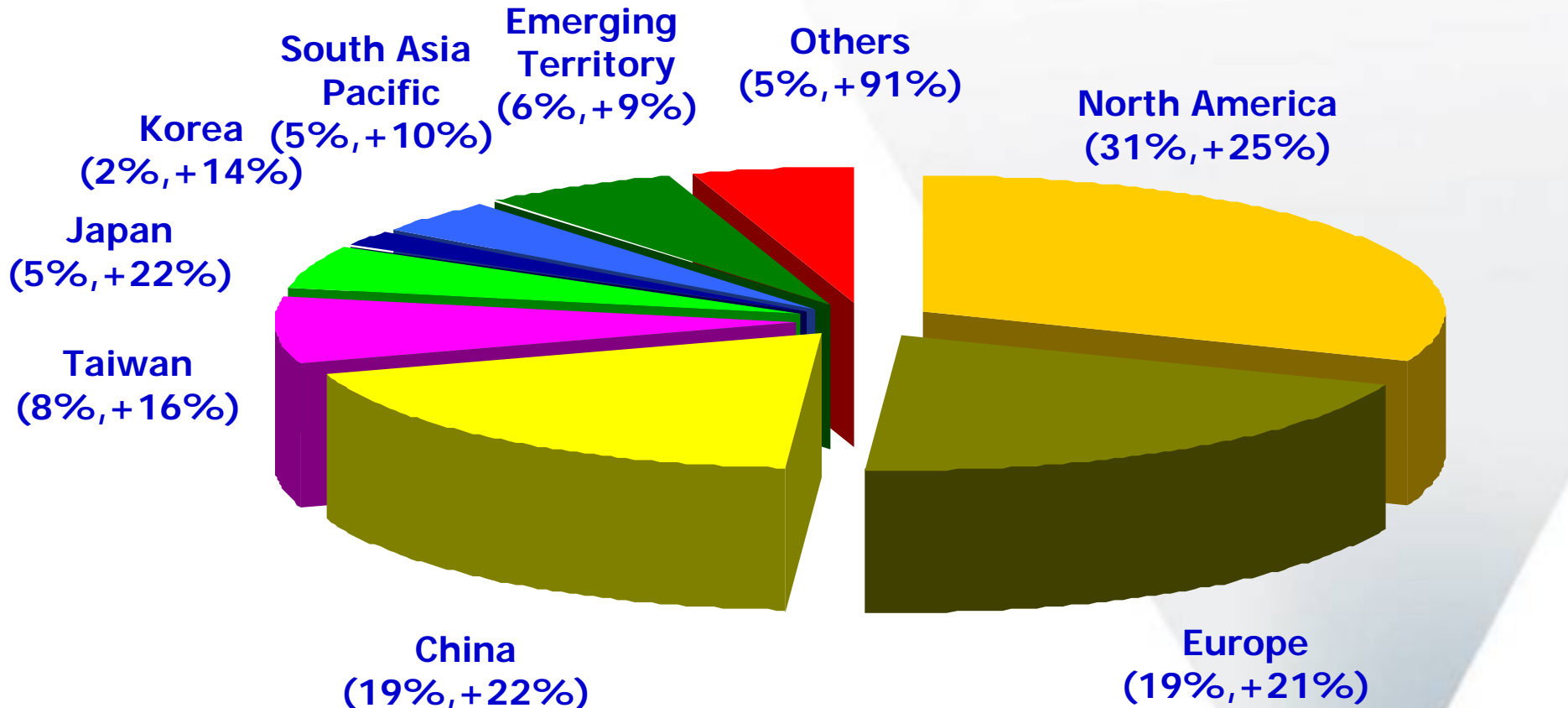
|                      | 2006  |       |       |       |       |
|----------------------|-------|-------|-------|-------|-------|
|                      | Q1    | Q2    | Q3    | Q4    | Total |
| Gross Profit         | 45.3% | 44.1% | 44.3% | 44.8% | 44.6% |
| Operating Expense    | 24.2% | 23.2% | 22.0% | 26.4% | 23.5% |
| Operating Profits    | 21.1% | 21.0% | 22.2% | 18.5% | 21.1% |
| Non-operating Income | 2.6%  | 3.3%  | 4.2%  | -0.8% | 1.9%  |
| BT Profit Margin     | 23.6% | 24.3% | 26.4% | 17.7% | 23.0% |
| Effective Tax Rate   | 14.5% | 14.4% | 15.3% | 9.1%  | 13.6% |
| AT Profit Margin     | 20.1% | 20.7% | 22.3% | 16.0% | 19.8% |

# 2006 Revenue by Product Group



Parent Sales: NT\$106 E

# 2006 Revenue by Region



**Consolidated Sales: NT\$147 E**

# Non-Operating Income (Un-audited)

| <u>Unit:NT\$M</u>                | 2006      |           |            |            |              |
|----------------------------------|-----------|-----------|------------|------------|--------------|
|                                  | <u>Q1</u> | <u>Q2</u> | <u>Q3</u>  | <u>Q4</u>  | <u>Total</u> |
| Capital Gain on Firich/Axiom/ABR | 67        | 7         | 0          | 4          | 78           |
| Investment Income (Axiom/AKR)    | 39        | 43        | 37         | 24         | 144          |
| Asus Dividend Income             | 0         | 0         | 41         | 0          | 41           |
| FX Gain                          | 31        | 32        | 47         | 15         | 125          |
| Interest Income                  | 7         | 11        | 16         | 11         | 46           |
| Inventory Scrapping              | -3        | -32       | -11        | -59        | -105         |
| Inventory Count Loss             | 5         | -4        | -1         | -14        | -13          |
| Inventory Provision              | -18       | -43       | 5          | -43        | -99          |
| 2006 Axiom Employee Bonus        | 0         | 0         | 0          | -30        | -30          |
| Others                           | -44       | 47        | 28         | 63         | 94           |
| <b>Total</b>                     | <b>86</b> | <b>62</b> | <b>162</b> | <b>-29</b> | <b>280</b>   |

# Working Capital (Un-audited)

|                              | 2006  |       |       |       |
|------------------------------|-------|-------|-------|-------|
|                              | Q1    | Q2    | Q3    | Q4    |
| Cash Position (NTD M)        | 3,363 | 4,273 | 3,297 | 3,669 |
| Cash from Operations (NTD M) | 176   | 503   | 1,632 | 2,131 |
| Accounts Receivable (NTD M)  | 2,408 | 2,168 | 2,599 | 2,266 |
| DSO                          | 63    | 49    | 57    | 54    |
| Inventories (NTD M)          | 2,707 | 2,633 | 2,805 | 2,788 |
| DOH                          | 130   | 122   | 120   | 121   |
| Accounts Payable (NTD M)     | 1,262 | 868   | 1,666 | 1,113 |
| Days                         | 60    | 34    | 67    | 46    |