

Advanced Ceramic X Corporation
Balance Sheet
March 31, 2016, December 31 and March 31, 2015
(In Thousands of New Taiwan Dollars)

Assets	March 31, 2016		December 31, 2015		March 31, 2015		Liabilities and Equity	March 31, 2016		December 31, 2015		March 31, 2015	
	Reviewed		Audited		Reviewed			Reviewed		Audited		Reviewed	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
Current Assets :							Current Liabilities :						
Cash and Cash Equivalents	\$ 2,097,696	56	1,786,244	51	2,059,391	63	Accounts Payable	\$ 44,137	1	39,975	1	44,861	1
Notes and Accounts Receivable, Net	207,213	6	262,311	8	199,575	6	Salary and Bonus Payable	134,708	4	120,870	4	84,584	3
Receivables from Related Parties	82,976	2	81,104	2	67,873	2	Payables to Contractors and Equipment	6,916	-	4,939	-	9,938	-
Inventories	96,425	3	103,751	3	94,081	3	Current Income Tax Liabilities	146,639	4	113,004	3	115,288	4
Other Financial Assets-Current	349,222	9	348,952	10	2,673	-	Other Current Liabilities	130,747	4	120,402	4	83,156	2
Other Current Assets	14,283	-	12,260	-	13,195	1		463,147	13	399,190	12	337,827	10
	<u>2,847,815</u>	<u>76</u>	<u>2,594,622</u>	<u>74</u>	<u>2,436,788</u>	<u>75</u>	Noncurrent Liabilities :						
Noncurrent Assets :							Deferred Income Tax Liabilities	801	-	801	-	148	-
Property, Plant and Equipment	878,113	24	895,715	26	824,852	25	Net Defined Benefit Liabilities-Noncurrent	1,088	-	1,237	-	881	-
Intangible Assets	1,325	-	1,500	-	2,142	-	Other Liabilities	2,987	-	2,378	-	595	-
Deferred Income Tax Assets	4,198	-	4,198	-	3,858	-		4,876	-	4,416	-	1,624	-
Other Financial Assets-Noncurrent	1,500	-	1,500	-	1,790	-	Total Liabilities	468,023	13	403,606	12	339,451	10
	<u>885,136</u>	<u>24</u>	<u>902,913</u>	<u>26</u>	<u>832,642</u>	<u>25</u>	Equity :						
							Capital Stock	690,162	18	690,162	20	690,162	21
							Capital Surplus	573,532	15	573,532	16	608,040	19
							Retained Earnings	2,001,234	54	1,830,235	52	1,631,777	50
							Total Equity	3,264,928	87	3,093,929	88	2,929,979	90
Total Assets	\$ 3,732,951	100	3,497,535	100	3,269,430	100	Total Liabilities and Equity	\$ 3,732,951	100	3,497,535	100	3,269,430	100

Advanced Ceramic X Corporation
Comprehensive Income Statements
For the Months Ended March 31, 2016 and 2015
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	<u>Three Months Ended</u> <u>March 31, 2016</u>		<u>Three Months Ended</u> <u>March 31, 2015</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Net Sales	\$ 430,632	100	352,004	100
Operating Costs	<u>171,634</u>	<u>40</u>	<u>143,932</u>	<u>41</u>
Gross Profit	<u>258,998</u>	<u>60</u>	<u>208,072</u>	<u>59</u>
Operating Expenses :				
Selling Expenses	5,233	1	5,450	2
Administrative Expenses	17,225	4	18,973	5
Research and Development Expenses	<u>22,702</u>	<u>5</u>	<u>16,976</u>	<u>5</u>
	<u>45,160</u>	<u>10</u>	<u>41,399</u>	<u>12</u>
Operating Income	<u>213,838</u>	<u>50</u>	<u>166,673</u>	<u>47</u>
Non-Operating Income and Expenses :				
Interest Income	3,687	1	4,177	1
Other Income	254	-	198	-
Foreign Exchange Gain, Net	<u>(11,756)</u>	<u>(3)</u>	<u>(4,025)</u>	<u>(1)</u>
	<u>(7,815)</u>	<u>(2)</u>	<u>350</u>	<u>-</u>
Net Income Before Income Tax	206,023	48	167,023	47
Income Tax Expense	<u>35,024</u>	<u>8</u>	<u>28,394</u>	<u>8</u>
Net Income	<u>170,999</u>	<u>40</u>	<u>138,629</u>	<u>39</u>
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	<u><u>\$ 170,999</u></u>	<u><u>40</u></u>	<u><u>138,629</u></u>	<u><u>39</u></u>
Earnings Per Share (NT\$)				
Basic Earnings Per Share	<u><u>\$ 2.48</u></u>		<u><u>2.01</u></u>	
Diluted Earnings Per Share	<u><u>\$ 2.47</u></u>		<u><u>2.00</u></u>	

Advanced Ceramic X Corporation
Statements of Changes in Equity
For the Three Months Ended March 31, 2016 and 2015
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	Common Stock	Capital Surplus	Retained Earnings		Total Equity	
			Legal Reserve	Undistributed Earnings		
Balance as of January 1, 2015	\$ 690,162	608,040	352,321	1,140,827	1,493,148	2,791,350
Profit for the Three Months Ended March 31, 2015	-	-	-	138,629	138,629	138,629
Other Comprehensive Income for the Three Months Ended March 31, 2015	-	-	-	-	-	-
Total Comprehensive Income for the Three Months Ended March 31, 2015	-	-	-	138,629	138,629	138,629
Balance as of March 1, 2015	\$ 690,162	608,040	352,321	1,279,456	1,631,777	2,929,979
Balance as of January 1, 2016	\$ 690,162	573,532	399,584	1,430,651	1,830,235	3,093,929
Profit for the Three Months Ended March 31, 2016	-	-	-	170,999	170,999	170,999
Other Comprehensive Income for the Three Months Ended March 31, 2016	-	-	-	-	-	-
Total Comprehensive Income for the Three Months Ended March 31, 2016	-	-	-	170,999	170,999	170,999
Balance as of March 1, 2016	\$ 690,162	573,532	399,584	1,601,650	2,001,234	3,264,928

Advanced Ceramic X Corporation
Statements of Cash Flows
For the Three Months Ended March 31, 2016 and 2015
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	Three Months Ended March 31, 2016	Three Months Ended March 31, 2015
Cash Flows from Operating Activities :		
Income Before Income Tax	\$ 206,023	167,023
Adjustments for :		
Depreciation	36,241	39,807
Amortization	175	208
Reversal Debt Provision	(537)	(7)
Interest Income	(3,687)	(4,177)
Gain on Disposal of Property, Plant and Equipment, Net	(38)	-
Reversal for Inventory Obsolescence and Devaluation Loss	(1,000)	-
Total Adjustments to Reconcile Profit	31,154	35,831
Changes in Operating Assets and Liabilities :		
Notes and Accounts Receivable	55,654	14,627
Receivables from Related Parties	(1,891)	(13,872)
Inventories	8,326	(12,800)
Other Operating Current Assets	(2,023)	967
Accounts Payable	4,162	2,365
Net Defined Benefit Liabilities-Noncurrent	(149)	(152)
Other Liabilities-Noncurrent	609	595
Other Operating Current Liabilities	24,183	13,011
Total Changes in Operating Assets and Liabilities	88,871	4,741
Cash Generated from Operations	326,048	207,595
Interest Received	3,617	4,162
Income Taxes Paid	(1,389)	(416)
Net Cash Generated by Operating Activities	328,276	211,341
Cash Flows from Investing Activities :		
Acquisition of Property, Plant and Equipment	(16,662)	(17,545)
Proceeds from Disposal of Property, Plant and Equipment	38	-
Acquisition of Intangible Assets	-	(500)
Increase in Other Financial Assets	(200)	-
Net Cash Used in Investing Activities	(16,824)	(18,045)
Net Increase in Cash and Cash Equivalents	311,452	193,296
Cash and Cash Equivalents at the Beginning of Period	1,786,244	1,866,095
Cash and Cash Equivalents at the End of Period	\$ 2,097,696	2,059,391