ABLEREX ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND REVIEW REPORT OF INDEPENDENT ACCOUNTANTS
MARCH 31, 2016 AND 2015

# ABLEREX ELECTRONICS CO., LTD. AND SUBSIDIARIES CONSOLIDATED BALANCE SHEETS MARCH 31, 2016, DECEMBER 31, 2015 AND MARCH 31, 2015 (Expressed in thousands of New Taiwan dollars, except as otherwise indicated) (The consolidated balance sheets as of March 31, 2016 and 2015 are reviewed, not audited)

	ASSETS	March 31, 2 AMOUNT	016	December 31, AMOUNT	2015	March 31, 20 AMOUNT	15 %
	Current assets						
1100	Cash and cash equivalents	\$ 300,204	11	\$ 424,743	15	\$ 497,476	18
1150	Notes receivable, net	73,402	3	25,388	1	10,172	1
1170	Accounts receivable, net	431,902	16	596,870	20	423,107	16
1200	Other receivables, net	9,797	-	5,370	-	8,098	-
130X	Inventories	934,543	34	922,428	32	901,802	33
1410	Prepayments	20,930	1	34,619	1	32,608	1
1470	Total other current assets	194		194		194	
11XX	Total current assets	1,770,972	65	2,009,612	69	1,873,457	69
	Non-current assets						
1600	Property, plant and equipment	865,713	32	820,705	28	771,771	28
1780	Intangible assets	47,796	2	45,696	1	45,262	2
1840	Deferred income tax assets	33,552	1	28,915	1	27,260	1
1900	Other non-current assets	16,008		27,900	1	16,939	
15XX	Total non-current assets	963,069	35	923,216	31	861,232	31
1XXX	Total assets	\$ 2,734,041	100	\$ 2,932,828	100	\$ 2,734,689	100

(Continued)

ABLEREX ELECTRONICS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

MARCH 31, 2016, DECEMBER 31, 2015 AND MARCH 31, 2015

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

(The consolidated balance sheets as of March 31, 2016 and 2015 are reviewed, not audited)

	LIABILITIES AND EQUITY		March 31, 201	16 %	December 31,	2015	March 31, 201 AMOUNT	15 %
	Current liabilities	<u></u> -					111/10/01/1	
2100	Short-term borrowings	\$	59,842	2	\$ 135,883	5	\$ 128,876	5
2150	Notes payable		1,264	_	3,487	_	2,698	_
2170	Accounts payable		348,871	13	435,787	15	393,298	14
2200	Other payables		93,280	4	124,457	4	90,422	3
2230	Current income tax liabilities		33,055	1	33,965	1	42,123	2
2250	Provisions for liabilities - current		61,065	2	59,944	2	54,107	2
2300	Other current liabilities		329,481	12	308,028	11	145,329	5
21XX	Total current liabilities		926,858	34	1,101,551	38	856,853	31
	Non-current liabilities							
2570	Deferred income tax liabilities		77,544	3	78,612	2	73,193	3
2640	Net defined benefit							
	liability-non-current		21,065	1	21,077	1	23,381	1
2670	Other non-current liabilities, others		1,916				1,776	
25XX	Total non-current liabilities		100,525	4	99,689	3	98,350	4
2XXX	Total liabilities		1,027,383	38	1,201,240	41	955,203	35
	Equity attributable to owners of							
	parent							
	Share capital							
3110	Common stock		450,000	16	450,000	15	450,000	17
	Capital surplus							
3200	Capital surplus		819,878	30	819,878	28	819,878	30
	Retained earnings							
3310	Legal reserve		166,549	6	166,549	6	145,346	5
3350	Unappropriated retained earnings		240,669	9	255,648	9	331,245	12
	Other equity interest							
3400	Other equity interest		20,071	1	30,075	1	23,927	1
31XX	Total equity attributable to							
	owners of parent		1,697,167	62	1,722,150	59	1,770,396	65
36XX	Non-controlling interests		9,491		9,438		9,090	
3XXX	Total equity		1,706,658	62	1,731,588	59	1,779,486	65
	Significant commitments and							
	contingent liabilities							
	Significant event after the balance							
	sheet date							
3X2X	Total liabilities and equity	\$	2,734,041	100	\$ 2,932,828	100	\$ 2,734,689	100

# ABLEREX ELECTRONICS CO., LTD. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE THREE-MONTH PERIODS ENDED MARCH 31 2015 AND 2014 (Expressed in thousands of New Taiwan dollars, except for earning per share amount) (Unaudited)

		Three months ended March 31									
		-	2016		2015						
	Items		AMOUNT	%	AMOUNT	%					
4000	Sales revenue	\$	482,921	100 \$	688,909	100					
5000	Operating costs	(	379,092) (	78) (	518,350) (	<u>75</u> )					
5950	Gross profit from operations		103,829	22	170,559	25					
	Operating expenses										
6100	Selling expenses	(	49,114) (	10) (	49,249) (	7)					
6200	General and administrative										
	expenses	(	36,837) (	8) (	28,596) (	4)					
6300	Research and development										
	expenses	(	32,785) (	<u>7</u> ) (	30,647) (	<u> </u>					
6000	Total operating expenses	(	118,736) (	<u>25</u> ) (	108,492) (	<u>16</u> )					
6900	Net operating income	(	14,907) (	3)	62,067	9					
	Non-operating income and										
	expenses										
7010	Other income		3,377	1	3,593	1					
7020	Other gains and losses	(	2,779) (	1)(	556)	-					
7050	Finance costs	(	538)	<u> </u>	633)						
7000	Total non-operating income										
	and expenses		60	<u> </u>	2,404	1					
7900	Profit before income tax	(	14,847) (	3)	64,471	10					
7950	Income tax expense		73	<u> </u>	11,765) (	<u>2</u> )					
8200	Profit for the year	( <u>\$</u>	14,774) (	3) \$	52,706	8					
	Other comprehensive income					<u>.</u>					
	Components of other										
	comprehensive income that will										
	be reclassified to profit or loss										
8361	Financial statements translation										
	differences of foreign operations	(\$	12,219) (	2)(\$	7,911) (	1)					
8399	Income tax relating to the										
	components of other										
	comprehensive income		2,063	<u> </u>	1,329						
8360	Components of other										
	comprehensive income that										
	will be reclassified to profit										
	or loss	(	10,156) (	<u>2</u> ) (	6,582) (	1)					
8500	Total comprehensive income	( \$	24,930) (	5) \$	46,124	7					
	Profit (loss) attributable to:										
8610	Owners of the parent	(\$	14,979) (	3) \$	52,616	8					
8620	Non-controlling interest		205	-	90	-					
		(\$	14,774) (	3) \$	52,706	8					
	Comprehensive income			,							
	attributable to:										
8710	Owners of the parent	(\$	24,983) (	5) \$	46,128	7					
8720	Non-controlling interest	<b>\</b> \ \	53	- (	4)	-					
	5	(\$	24,930) (	5) \ \\$	46,124	7					
		`									
	Earnings(Loss) per share (in										
	dollars)										
9750	Basic earnings (loss) per share	(\$		0.33) \$		1.17					
9850	Diluted earnings (loss) per	`									
	share	(\$		0.33) \$		1.16					
		\ <u>\\</u>		σ.υυ, ψ		1,10					

# ABLEREX ELECTRONICS CO., LTD. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2016 AND 2015 (Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

(Unaudited)

Equity attributable to owners of the parent

		•	Retaine	d Earnings				
	Common Stock	Capital surplus, additional paid-in capital	Legal reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Total	Non-controlling interests	Total equity
<u>2015</u>								
Balance at January 1, 2015	\$ 450,000	\$ 819,878	\$ 145,346	\$ 278,629	\$ 30,415	\$ 1,724,268	\$ 9,094	\$ 1,733,362
Profit for the periods	-	-	-	52,616	-	52,616	90	52,706
Other comprehensive income for the period	<del>-</del> _	<u>-</u>	<u>-</u>	<u>-</u>	(6,488)	(6,488)	(94)	(6,582)
Balance at March 31, 2015	\$ 450,000	\$ 819,878	\$ 145,346	\$ 331,245	\$ 23,927	\$ 1,770,396	\$ 9,090	\$ 1,779,486
<u>2016</u>								
Balance at January 1, 2016	\$ 450,000	\$ 819,878	\$ 166,549	\$ 255,648	\$ 30,075	\$ 1,722,150	\$ 9,438	\$ 1,731,588
Profit for the periods	-	-	-	( 14,979)	-	( 14,979)	205	( 14,774)
Other comprehensive income for the period			<del>-</del>		(10,004)	(10,004)	(152)	(10,156)
Balance at March, 2016	\$ 450,000	\$ 819,878	\$ 166,549	\$ 240,669	\$ 20,071	\$ 1,697,167	\$ 9,491	\$ 1,706,658

# ABLEREX ELECTRONICS CO., LTD. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2016 AND 2015 (Expressed in thousands of New Taiwan dollars)

# (Unaudited)

		2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss) profit before tax	(\$	14,847) \$	64,471
Adjustments			
Adjustments to reconcile profit (loss)			
Provision for bad debts		9,714	629
Depreciation expense		13,101	13,760
Amortisation expense (including amortisation charges			
on long-term prepaid rent)		1,842	1,581
Loss on disposal of property, plant and equipment		189	25
Interest income	(	234 ) (	583
Financial costs		538	633
Unrealised foreign exchange loss		1,424	1,465
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable, net	(	48,014)	11,948
Accounts receivable		155,254	151,275
Accounts receivable due from related parties, net		-	159
Inventories	(	12,115)	16,429
Other receivables	(	4,528)	19,741
Prepayments		13,689 (	3,030
Changes in operating liabilities			
Notes payable	(	2,223)	1,140
Accounts payable	(	86,916) (	162,949
Other payables	(	27,872) (	29,400
Provisions for liabilities - current		1,121 (	215
Other current liabilities		21,453 (	44,115
Defined benefit liability	(	12)	8
Other non-current liabilities, others		1,916	1,776
Cash inflow generated from operations		23,480	44,748
Interest received		335	532
Interest paid	(	3,843) (	1,916
Income tax paid	(	4,336) (	1,149
Net cash flows from operating activities		15,636	42,215

(Continued)

# ABLEREX ELECTRONICS CO., LTD. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2016 AND 2015 (Expressed in thousands of New Taiwan dollars)

(Unaudited)

		2016		2015
CASH FLOWS FROM INVESTING ACTIVITIES				
Acquisition of property, plant and equipment	(\$	53,499)	(\$	40,364)
Increase in other non-current assets	(	2,545)		2,178
Net cash flows used in investing activities	(	56,044)	(	38,186)
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in short-term borrowings		256,878		392,171
Repayment of short-term borrowings	(	332,919)	(	386,679)
Net cash flows (used in) from financing activities	(	76,041)		5,492
Effect of exchange rate changes on cash and cash equivalents	(	8,090)	(	5,052)
Net (decrease) increase in cash and cash equivalents	(	124,539)		4,469
Cash and cash equivalents at beginning of period		424,743		493,007
Cash and cash equivalents at end of period	\$	300,204	\$	497,476

# ABLEREX ELECTRONICS CO., LTD. AND SUBSIDIARIES NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS THREE MONTHS ENDED MARCH 31, 2016

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

(Reviewed, not audited)

# SUPPLEMENTARY DISCLOSURES

(1)Significant transaction information

The Group discloses related information of the following for the three-month periods ended March 31, 2016:

Ablerex Electronics Co., Ltd. (The Company)

Ablerex Electronics (Samoa) Co., Ltd. (Ablerex-Samoa)

Joint Rewards Trading Corp. (Joint)

Ablerex Corporation (Ablerex-USA)

Ablerex International Co., Ltd. (Ablerex-HK)

Ablerex Electronics (Suzhou) Co., Ltd. (Ablerex-SZ)

Ablerex Overseas Co., Ltd. (Ablerex-Overseas)

Ablerex Electronics (S) Pte Limited (Ablerex-SG)

Ablerex Electronics (Beijing) Corporation Limited (Ablerex-BJ)

Ablerex Electronics U.K. Limited (Ablerex-UK)

Ablerex Electronics Italy S.R.L. (Ablerex-IT)

Excluding the presentation and disclosures of Ablerex-Samoa, Ablerex-Overseas and Ablerex-SZ concurrently reviewed by the Certified Public Accountant, the above-listed related parties disclosed below are presentations and disclosures on investees that were not concurrently reviewed by the Certified Public Accountant. For consolidated reporting purposes, all individuals disclosed below have eliminated all inter-group transactions. The disclosed information below is prepared for reference:

- A. Loans to others: Please refer to table 1.
- B. Provision of endorsements and guarantees to others: Please refer to table 2.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): None.
- D. Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital: None.
- E. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 3.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 4.
- I. Derivative financial instruments undertaken during the reporting periods: None.
- J. Significant inter-company transactions during the reporting periods: Please refer to table 5.

# (2)Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 6.

- (3)Information on investments in Mainland China
  - A. Basic information: Please refer to table 7.
  - B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area:
    - (a) Purchasing amount and percentage and related receivables' percentage and balance at March 31, 2016: Please see Note 13(1) G.
    - (b) Selling amount and percentage and related receivables' percentage and balance at March 31, 2016: Please refer to table 8.
    - (c) Property transaction amounts and gains and loss arising from them: None.
    - (d) Balance and purpose of provision of endorsements/guarantees or collaterals at March 31, 2016: None.
    - (e) Maximum balance, ending balance, interest rate range and interest for financing during the year ended and at March 31, 2016: Please see Note 13(1) A.
    - (f) Other significant transactions that affected the gains and losses or financial status for the period, i.e. rendering/receiving of service: Please refer to table 8.

### Loans to others

### For the three-month period ended March 31, 2016

Table 1

Expressed in thousands of NTD (Except as otherwise indicated)

No.	Creditor	<b>Волгония</b>	General ledger	Is a related	Maximum outstanding balance during the three- month period ended March 31, 2016	Balance at March 31,	Actual amount	Interest	Nature of	Amount of transactions with the	for short-term	Allowance for doubtful	Colla	nteral	Limit on loans granted to	Ceiling on total loans	Factorita
0	The Company	Ablerex-IT	Other recivables	party Y		\$ 9,656	\$ 6,437	1.75%	Short-term financing	s -	Turnover of operation	\$ -	None	Value \$ -	a single party \$ 339,433		Note 1 Note 3
0	The Company	Ablerex-IT	Other recivables	Y	\$ 3,691	\$ 3,691	\$ 3,691	-	Business dealings	\$ 34,382	Turnover of operation	-	None	-	34,382	678,867	Note 1
1	Ablerex-HK		Inter- company transactions	Y	96,555	96,555	64,370	3.25%	Short-term financing	-	Turnover of operation	-	None	-	339,433	678,867	Note 1 Note 2 Note 4

Note 1: In accordance with the Company's "Procedures for Provision of Loans", limit on total loans to others is 40% of the Company's net assets. Limit on loans to a single party with business transactions is the higher value of purchases or sales during current year on the year of financing. Limit on loans to a single party with short-term financing is 20% of the Company's net assets; but limit on total loans to subsidiaries is 40% of the parent company's current net assets. Furthermore, for the foreign companies which the Group holds 100% of the voting rights directly or indirectly, limit on loans is not restricted.

Note 2: In accordance with the Ablerex-HK's "Procedures for Provision of Loans", limit on total loans to others is 40% of the parent company's net assets. Limit on loans to a single party with business transactions is the higher value of purchases or sales during current year. Limit on loans to a single party with short-term financing is 20% of the parent company's net assets; but limit on total loans to subsidiaries is 40% of the parent company's current net assets. Furthermore, for the foreign companies which the Group holds 100% of the voting rights directly or indirectly, limit on loans is not restricted. The deadline of each loan is 1 year from the lending day.

Note 3: The maximum credit to be drawn as approved by the Board of Directors was USD 500 thousand. The period-end available credit balance was USD 300 thousand. The actual amount drawn was USD 200 thousand.

Note 4: The maximum credit to be drawn as approved by the Board of Directors was USD 3 million thousand. The period-end available credit balance was USD 3 million thousand. The actual amount drawn was USD 2 million thousand.

Provision of endorsements and guarantees to others For the three-month period ended March 31, 2016

Table 2

March 31, 2016

289,665

single party

339,433

\$

guarantor

Subsidiary

\$

Number

0

guarantor

The

Company

Company name

Ablerex-HK

Ratio of Party being accumulated endorsed/guaranteed endorsement/ Maximum guarantee Provision of Provision of Provision of endorsements endorsements/ Limit on outstanding Outstanding Amount of amount to net Ceiling on endorsements endorsements/ endorsement/ endorsement/ endorsements/ asset value of total amount of guarantees by guarantees by guarantees to Relationship subsidiary to guarantees guarantee guarantee guarantees the endorser/ endorsements/ parent the party in with the Mainland Endorser/ provided for a amount as of amount at Actual amount secured with guarantor guarantees company to parent endorser/

drawn down

collateral

\$

company

17%

provided

848,584

\$

subsidiary

Y

company

Ν

Note: In accordance with the Company's "Procedures for Provision of Endorsements and Guarantees", limit on the Company endorsements/guarantees to others is 50% of the Company's net assets, and limit on the Company's endorsements/guarantees to a single party is 20% of the Company's net assets. Limit on endorsements/guarantees for companies with business relations is the higher value of purchases or sales during current year.

289,665

\$

March 31, 2016

\$

Expressed in thousands of NTD (Except as otherwise indicated)

China

N

Footnote

Note

Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more

For the three-month period ended March 31, 2016

Table 3

Expressed in thousands of NTD (Except as otherwise indicated)

					Transactio	n		terms comp	in transaction pared to third nsactions	N	Votes/accounts receiv	vable (payable)	
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)		Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term		Balance	Percentage of total notes/accounts receivable (payable)	Footnote
The Company	Ablerex-HK	Subsidiary	Purchases	\$	247,761	82%	Note 1	Note 1	Note 1	(\$	120,340)		-
Ablerex-HK	The Company	Parent Company	(Sales)	(USD	7,435 thousand)	(97%)	Note 1	Note 1	Note 1	USD	3,739 thousand	87%	-
Ablerex-HK	Ablerex-SZ	An indirectly-owned Subsidiary	Purchases	USD	7,435 thousand	97%	Note 2	Note 2	Note 2	(USD	5,347 thousand)	(99%)	-
Ablerex-SZ	Ablerex-HK	An indirectly-owned Subsidiary	(Sales)	(RMB	48,531 thousand)	(92%)	Note 2	Note 2	Note 2	RMB	34,560 thousand	67%	-

Note 2: The transaction price is commensurate with the purchase price from Ablerex-SZ; the receivable (payable) policy is Net 60 E.O.M.

Note 3: The transaction price is the Ablerex-SZ production cost plus an agreed gross margin; the receivable (payable) policy is Net 60 E.O.M.

# Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more

March 31, 2016

Table 4 Expressed in thousands of NTD (Except as otherwise indicated)

		Relationship					Overdue re	ceivables	Amount collected subsequent to the	Allowance for
Creditor	Counterparty	with the counterparty	Balance a	as at March 31, 2016	Turnover rate		Amount	Action taken	balance sheet date	doubtful accounts
Ablerex-HK	The Company	Subsidiary	USD	3,739 thousand	4.92	\$	-	-	USD 1,630 thousnad	\$ -
Ablerex-SZ	Ablerex-HK	Affiliate	RMB	34,560 thousand	3.92	-		-	RMB 10,701 thousnad	-

Significant inter-company transactions during the reporting periods

For the three-month period ended March 31, 2016

Table 5
Individual transactions not exceeding \$10,000 and their corresponding transactions are not disclosed.

Expressed in thousands of NTD (Except as otherwise indicated)

						Transaction	
Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
0	The Company	Ablerex-HK	1	Purchases	\$ 247,761	Note 4	51%
		Ablerex-HK	1	Account payable	120,340		4%
		Ablerex-USA	1	Sales	26,544	Note 6	5%
		Ablerex-USA	1	Account receivable	14,484		1%
		Ablerex-SG	1	Sales	22,872	Note 7	5%
		Ablerex-SG	1	Account receivable	56,697		2%
		Ablerex-IT	1	Account receivable	17,886		1%
1	Ablerex-HK	Ablerex-SZ	3	Purchases	246,620	Note 4	51%
		Ablerex-SZ	3	Account payable	171,980		6%
		Ablerex-SZ	3	Other receivables	73,486	Note 5	3%
2	Ablerex-SZ	Ablerex-BJ	3	Sales	15,961	Note 8	3%
		Ablerex-BJ	3	Account receivable	21,919		1%

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

- (1) Parent company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories:

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.
- Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.
- Note 4: Ablerex-HK conducted purchases from Ablerex-SZ, whereby the prices were based on Ablerex-SZ's production costs. The purchases were then resold to Ablerex with a zero contribution margin; the term for receivables and payables is Net 60 days E.O.M.
- Note 5: Ablerex-HK's loan to Ablerex-SZ, in accordance with their agreement, carries an annual interest rate of 3.25%.
- Note 6: Commensurate with general sale terms; the term for receivables is Net 120 days E.O.M.
- Note 7: Transaction prices are determined according to the agreements between the parties; the credit term is Net 120 days E.O.M.
- Note 8: Transaction prices are determined according to the agreements between the parties; the credit term is coherent with general customers.

# Information on investees

# For the three-month period ended March 31, 2016

Table 6

Expressed in thousands of NTD (Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Balance	as at March 31, 2016 2015		held as at March 3	1, 2016 Book value	Net profit (loss) of the investee for the three-month period ended March 31, 2016	Investment income(loss) recognised by the Company for the three-month period ended March 31, 2016	Footnote
The Company	Ablerex-Samoa	Samoa	Holding company	\$ 217,445		Number of shares 6,635,000	100	\$ 557,138	·	\$ 9,209	
The Company	Joint	BVI	Providing management service	104	104	3,000	100	20	( 42)	( 42)	Subsidiary
The Company	Ablerex-USA		Sales of uninterruptible power supply, solar energy products, and related systems	8,303	8,303	250,000	100	49,445	841	824	Subsidiary
The Company	Ablerex-HK	Hong Kong	Sales of uninterruptible power supply, solar energy products, and related systems	43	43	10,000	100	29,709	( 840)	( 840)	Subsidiary
The Company	Ablerex-SG	Singapore	Sales of uninterruptible power supply, solar energy products, and related systems	48,008	48,008	2,140,763	100	80,838	6,872	7,107	Subsidiary
The Company	Ablerex-UK	UK	Holding company	4,674	4,674	100,000	100	( 659)	( 1,158)	( 2,481)	Subsidiary
Ablerex-Samoa	Ablerex -Overseas	Hong Kong	Holding company	217,445	217,445	6,635,000	100	566,539	7,802	-	Indirect subsidiary
Ablerex-UK	Ablerex-IT	Italy	Sales of uninterruptible power supply, solar energy products, and related systems	4,674	4,674	100,000	100	( 659)	( 1,158)	-	Indirect subsidiary

Note: Excluding the presentation and disclosures of Ablerex-Samoa and Ablerex-Overseas concurrently reviewed by the Certified Public Accountant, the above-listed related parties disclosed below are presentations and disclosures on investee that were not concurrently reviewed by the Certified Public Accountant. For consolidated reporting purposes, all individuals disclosed below have eliminated all inter-group transactions.

# Information on investments in Mainland China

For the three-month period ended March 31, 2016

Table 7

Expressed in thousands of NTD (Except as otherwise indicated)

				Accumulated amount of remittance from Taiwan to Mainland China	Amount remitted Mainland Amount rer to Taiwan for the period ended M	d China/ mitted back he three-month	Accumulated amount of remittance from Taiwan to Mainland China		Ownership held by the Company	Investment income (loss) recognised by the Company for the three-	Book value of investments in Mainland China as of		
Investee in	Main business		Investment	as of January 1,	Remitted to	Remitted back	as of March 31,	as of March	(direct or	month period ended	March 31,	Taiwan as of	1 1
Mainland China	activities	Paid-in capital	method	2016	Mainland China	to Taiwan	2016	31, 2016	indirect)	March 31, 2016	2016	March 31, 2016	Footnote
Ablerex-SZ	Manufacturing and sales of uninterruptible power supply, solar energy products, and related systems	\$ 175,730	Note 1	\$ 175,730	\$ -	\$ -	\$ 175,730	\$ 6,981	100	\$ 6,981	\$ 528,553	\$ -	Note 2
Ablerex-BJ	Manufacturing and sales of uninterruptible power supply, solar energy products, and related systems	49,763	Note 1	37,817	-	-	37,817	1,027	80	822	37,963	-	Note 2

		Investment	Ceiling on	
		amount approved	investments in	
	Accumulated amount	by the Investment	Mainland China	
	of remittance from	Commission of	imposed by the	
	Taiwan to Mainland	the Ministry of	Investment	
	China	Economic Affairs	Commission of	
Company name	as of March 31, 2016	(MOEA)	MOEA	
ABLEREX				
ELECTRONICS	\$ 213,547	\$ 213,547	\$ 1,023,995	
CO., LTD.				

Note 1: Invested in cash through the third region's subsidiary, Ablerex-Samoa which invested in Ablerex-Overseas and then reinvested in Ablerex-BJ. The investments were approved by the Investment Commission of the Ministry of Economic Affairs.

Note 2: Excluding the presentation and disclosures of Ablerex-SZ concurrently reviewed by the Certified Public Accountant, the above-listed related parties disclosed below are presentations and disclosures on investees that were not concurrently reviewed by the Certified Public Accountant. For consolidated reporting purposes, all individuals disclosed below have eliminated all inter-group transactions.

Significant transactions conducted with investees in Mainland China directly or indirectly through other companies in the third areas

For the three-month period ended March 31, 2016

# Table 8

(2) Selling amount and percentage and related receivables' percentage and balance at March 31, 2016:

		For the three-month period ended March 31, 2016			_
Company name	General ledger amount	Amou	nt	%	Footnote
Ablerex-SZ	Sales	\$	8,369	3%	Resold to Ablerex-SZ through Ablerex-HK

(6) Other significant transactions that affected the gains and losses or financial status for the period, i.e. rendering/receiving of service:

		_			
Company name	General ledger amount	Amount		%	Footnote
Ablerex-SZ	Miscellaneous income	\$	326	- %	The Company purchased the critical raw materials of \$2,402 on behalf of Ablerex-SZ, and collectd revenue through Ablerex-HK's transshipment.
Ablerex-SZ	Deduction from management fee	\$	2,999	100%	Provide management service to Ablerex-SZ and collectd payment through Joint.
		March 31, 2016			_
Company name	General ledger amount	Amo	unt	%	Footnote
Ablerex-SZ	Other receivables	\$	9,116	11%	=