ASPEED TECHNOLOGY INC.

BALANCE SHEETS
DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars)

	2014		2013	
ASSETS	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS				
Cash and cash equivalents	$ 780,142	75	$ 622,572	76
Accounts receivable, net	171,403	17	97,390	12
Receivables from related parties	2,109	-	5,810	1
Other receivables	1,930	-	2,387	-
Inventories	45,950	4	33,772	4
Prepayments	4,192	-	3,252	-
Total current assets	1,005,726	96	765,183	93
NONCURRENT ASSETS				
Property, plant and equipment	12,505	2	14,752	2
Intangible assets	21,220	2	39,844	5
Deferred income tax assets	1,439	-	1,899	-
Refundable deposits	1,901	-	1,905	-
Total noncurrent assets	37,065	4	58,400	7
TOTAL	$ 1,042,791	100	$ 823,583	100

	2014		2013	
LIABILITIES AND EQUITY	**Amount**	**%**	**Amount**	**%**
CURRENT LIABILITIES				
Short-term loans	$ 45,000	4	$ -	-
Accounts payable	33,997	3	25,019	3
Accrued profit sharing bonus to employees and compensation to directors	34,691	3	20,641	3
Other payables	9,875	1	36,991	4
Income tax payable	40,941	4	20,538	2
Provisions	17,217	2	13,788	2
Other current liabilities	404	-	306	-
Total current liabilities	182,125	17	117,283	14
Total liabilities	182,125	17	117,283	14
SHAREHOLDER'S EQUITY				
Capital stock	262,959	25	238,617	29
Capital surplus	246,206	24	257,968	31
Retained earnings				
Legal reserve	58,358	5	41,258	5
Unappropriated earnings	308,844	30	176,730	22
Total retained earnings	367,202	35	217,988	27
Others	(15,701)	(1)	(8,273)	(1)
Total equity	860,666	83	706,300	86
TOTAL	$ 1,042,791	100	$ 823,583	100

ASPEED TECHNOLOGY INC.

STATEMENTS OF INCOME
YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2014		2013	
	Amount	%	Amount	%
OPERATING REVENUE				
Sales Revenue	$ 849,783	100	$ 590,105	100
Other Operating Revenue	6,129	1	697	-
Total operating revenue	855,912	101	590,802	100
COST OF REVENUE	384,780	46	270,699	46
GROSS PROFIT	471,132	55	320,103	54
OPERATING EXPENSES				
Marketing	16,642	2	15,220	2
General and administrative	37,870	4	34,785	6
Research and development	111,262	13	87,966	15
Total operating expenses	165,774	19	137,971	23
NON-OPERATING INCOME AND EXPENSES				
Foreign exchange gain, net	12,974	1	5,954	1
Other income	7,276	1	6,323	1
Finance costs	(394)	-	(53)	-
Total non-operating income and expenses	19,856	2	12,224	2
INCOME BEFORE INCOME TAX	325,214	38	194,356	33
INCOME TAX EXPENSE	44,513	5	23,356	4
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	$ 280,701	33	$ 171,000	29
EARNINGS PER SHARE				
Basic earnings per share	$ 10.72		$ 6.72	
Diluted earnings per share	$ 10.63		$ 6.67	

ASPEED TECHNOLOGY INC.

STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars)

	Capital Stock - Common Stock			Retained Earnings			
	Shares (In Thousands)	Amount	Capital Surplus	Legal Reserve	Unappropriated Earnings	Employee Unearned Compensation	Total Equity
BALANCE, JANUARY 1, 2013	21,298	$ 212,980	$ 48,107	$ 27,691	$ 135,967	$ -	$ 424,745
Appropriations of prior year's earnings							
Legal reserve	-	-	-	13,567	(13,567)	-	-
Cash dividends to shareholders - NT$5.00 per share	-	-	-	-	(116,670)	-	(116,670)
Stock dividends from capital surplus	467	4,667	(4,667)	-	-	-	-
Net income in 2013	-	-	-	-	171,000	-	171,000
Issue of ordinary shares for cash, April 29, 2013	2,036	20,360	205,988	-	-	-	226,348
Issue of restricted employee stock, October 8, 2013	61	610	8,540	-	-	(9,150)	-
Compensation cost of restricted employee share options	-	-	-	-	-	877	877
BALANCE, DECEMBER 31, 2013	23,862	238,617	257,968	41,258	176,730	(8,273)	706,300
Appropriations of prior year's earnings							
Legal reserve	-	-	-	17,100	(17,100)	-	-
Cash dividends to shareholders - NT$5.50 per share	-	-	-	-	(131,487)	-	(131,487)
Stock dividends from capital surplus	2,390	23,907	(23,907)	-	-	-	-
Net income in 2014	-	-	-	-	280,701	-	280,701
Issue of restricted employee stock, April 25, 2014	45	450	10,485	-	-	(10,935)	-
Issue of restricted employee stock, November 19, 2014	22	220	4,950	-	-	(5,170)	-
Cancel of restricted employee stock, July 22, 2014	(10)	(100)	(1,400)	-	-	1,500	-
Cancel of restricted employee stock, December 19, 2014	(14)	(135)	(1,890)	-	-	2,025	-
Compensation cost of restricted employee share options	-	-	-	-	-	5,152	5,152
BALANCE, DECEMBER 31, 2014	26,295	$ 262,959	$ 246,206	$ 58,358	$ 308,844	$ (15,701)	$ 860,666

ASPEED TECHNOLOGY INC.

STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(In Thousands of New Taiwan Dollars)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 325,214	$ 194,356
Adjustments for:		
Depreciation expense	14,400	16,789
Amortization expense	22,090	11,842
Compensation cost	5,152	877
Finance costs	394	53
Provisions	3,429	(1,621)
Interest Income	(6,432)	(3,103)
Loss (Gain) on Foreign Exchange, net	(8,605)	(5,440)
Changes in operating assets and liabilities:		
Accounts receivable, net		
Related parties included	(67,443)	(6,822)
Other receivables	669	(773)
Inventories	(12,178)	(3,048)
Prepayments	(940)	(151)
Accounts payable	8,409	2,023
Accrued profit sharing bonus to employees and compensation to directors	14,050	4,010
Other Payables	(27,136)	8,849
Other current liabilities	98	16
Cash generated from operations	271,171	217,857
Interest paid	(369)	(53)
Income taxes paid	(23,650)	(15,999)
Net cash generated by operating activities	247,152	201,805
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	6,221	3,052
Property, plant and equipment	(12,153)	(2,651)
Intangible assets	(3,466)	(30,764)
Increase in refundable deposits	-	(305)
Decrease in refundable deposits	4	-
Net cash used in investing activities	(9,394)	(30,668)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term loans	45,000	-
Dividends paid to shareholders	(131,487)	(116,670)
Proceeds from issue of ordinary shares	-	226,348
Net cash (used in) generated from financing activities	(86,487)	109,678
CHANGES OF EXCHANGE RATES IN CASH AND CASH EQUIVALENTS	6,299	4,904
NET INCREASE IN CASH AND CASH EQUIVALENTS	157,570	285,719
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	622,572	336,853
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 780,142	$ 622,572