ASPEED TECHNOLOGY INC.

BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2014 (Reviewed) Amount	%	December 31, 2013 (Audited) Amount	%	March 31, 2013 (Reviewed) Amount	%
CURRENT ASSETS						
Cash and cash equivalents	$ 647,670	74	$ 622,572	76	$ 390,653	70
Accounts receivable, net	110,838	13	97,390	12	82,718	15
Receivables from related parties	11,979	1	5,810	1	6,599	1
Other receivables	2,410	-	2,387	-	797	-
Inventories	47,632	6	33,772	4	30,111	5
Prepayments	2,263	-	3,252	-	1,029	-
Total current assets	822,792	94	765,183	93	511,907	91
NONCURRENT ASSETS						
Property, plant and equipment	12,510	2	14,752	2	25,328	5
Intangible assets	36,769	4	39,844	5	18,322	3
Deferred income tax assets	1,806	-	1,899	-	2,965	1
Refundable deposits	1,905	-	1,905	-	1,600	-
Total noncurrent assets	52,990	6	58,400	7	48,215	9
TOTAL	$ 875,782	100	$ 823,583	100	$ 560,122	100

LIABILITIES AND EQUITY	March 31, 2014 (Reviewed) Amount	%	December 31, 2013 (Audited) Amount	%	March 31, 2013 (Reviewed) Amount	%
CURRENT LIABILITIES						
Accounts payable	$ 35,269	4	$ 25,019	3	$ 25,565	5
Accrued profit sharing bonus to employees and compensation to directors	27,589	3	20,641	3	21,523	4
Other payables	8,043	1	36,991	4	10,361	2
Income tax payable	27,731	3	20,538	2	19,697	3
Provisions	12,005	2	13,788	2	17,776	3
Other current liabilities	371	-	306	-	303	-
Total current liabilities	111,008	13	117,283	14	95,225	17
Total liabilities	111,008	13	117,283	14	95,225	17
SHAREHOLDERS' EQUITY						
Capital stock	238,617	27	238,617	29	212,980	38
Capital surplus	257,968	29	257,968	31	48,107	9
Retained earnings						
Legal reserve	41,258	5	41,258	5	27,691	5
Unappropriated earnings	234,385	27	176,730	22	176,119	31
Total retained earnings	275,643	32	217,988	27	203,810	36
Others	(7,454)	(1)	(8,273)	(1)	-	-
Total equity	764,774	87	706,300	86	464,897	83
TOTAL	$ 875,782	100	$ 823,583	100	$ 560,122	100

ASPEED TECHNOLOGY INC.

STATEMENTS OF INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	For the Three Months Ended March 31			
	2014		2013	
	Amount	%	Amount	%
OPERATING REVENUE				
Sales Revenue	$ 178,004		$ 138,310	
Other Operating Revenue	-		400	
Total operating revenue	178,004	100	138,710	100
COST OF REVENUE	81,472	46	64,625	47
GROSS PROFIT	96,532	54	74,085	53
OPERATING EXPENSES				
Marketing	401	1	4,630	3
General and administrative	9,255	5	8,990	6
Research and development	25,148	14	20,129	15
Total operating expenses	34,804	20	33,749	24
PROFIT FROM OPERATIONS	61,728	34	40,336	29
NON-OPERATING INCOME AND EXPENSES				
Foreign currency exchange gain, net	1,655	1	4,623	3
Other income	1,681	1	679	1
Finance costs	-	-	(1)	-
Total non-operating income and expenses	3,336	2	5,301	4
INCOME BEFORE INCOME TAX	65,064	36	45,637	33
INCOME TAX EXPENSE	7,409	4	5,485	4
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 57,655	32	$ 40,152	29
EARNINGS PER SHARE				
Basic earnings per share	$ 2.42		$ 1.85	
Diluted earnings per share	$ 2.41		$ 1.74	

ASPEED TECHNOLOGY INC.

STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	Capital Stock - Common Stock			Retained Earnings		Others	
	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
Net income for the three months ended March 31, 2013	-	-	-	-	40,152	-	40,152
BALANCE, MARCH 31, 2013	21,298	$ 212,980	$ 48,107	$ 27,691	$ 176,119	$ -	$ 464,897
BALANCE, JANUARY 1, 2014	23,862	$ 238,617	$ 257,968	$ 41,258	$ 176,730	$ (8,273)	$ 706,300
Net income for the three months ended March 31, 2014	-	-	-	-	57,655	-	57,655
Compensation cost of restricted stock for employees	-	-	-	-	-	819	819
BALANCE, MARCH 31, 2014	23,862	$ 238,617	$ 257,968	$ 41,258	$ 234,385	$ (7,454)	$ 764,774

ASPEED TECHNOLOGY INC.

STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	For the Three Months Ended March 31	
	2014	**2013**
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 65,064	$ 45,637
Adjustments for:		
Depreciation expense	3,551	4,248
Amortization expense	5,347	2,890
Compensation cost	819	-
Finance costs	-	1
(Reversal) recognition of provisions	(1,783)	2,367
Interest income	(1,482)	(347)
Loss (gain) on inventories	611	(36)
Gain on foreign currency exchange, net	(2,427)	(1,644)
Changes in operating assets and liabilities:		
Account receivable, net related parties included	(19,047)	6,989
Other receivables	205	766
Inventories	(14,471)	649
Prepayments	989	2,072
Accounts payable	10,119	2,640
Accrued profit sharing bonus to employees and compensation to directors	6,948	4,892
Other payables	(28,948)	(17,804)
Other current liabilities	65	13
Cash generated from operations	25,560	53,333
Interest paid	-	(1)
Income taxes paid	(123)	(35)
Net cash generated by operating activities	25,437	53,297
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	1,254	347
Payments for property, plant and equipment	(1,309)	(2,670)
Payments for intangible assets	(2,272)	(290)
Decrease in prepayments for equipment	-	1,984
Net cash used in investing activities	(2,327)	(629)
CHANGES OF EXCHANGE RATES IN CASH AND CASH EQUIVALENTS	1,988	1,132
NET INCREASE IN CASH AND CASH EQUIVALENTS	25,098	53,800
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	622,572	336,853
CASH AND CASH EQUIVALENTS, END OF PERIOD	$ 647,670	$ 390,653