ASPEED TECHNOLOGY INC.

BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	September 30, 2014 (Reviewed)		December 31, 2013 (Audited)		September 30, 2013 (Reviewed)	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents	$ 739,392	76	$ 622,572	76	$ 604,914	76
Accounts receivable, net	140,986	14	97,390	12	108,145	14
Receivables from related parties	495	-	5,810	1	188	-
Other receivables	1,771	-	2,387	-	1,998	-
Inventories	47,894	5	33,772	4	41,398	5
Prepayments	3,782	-	3,252	-	1,934	-
Total current assets	934,320	95	765,183	93	758,577	95
NONCURRENT ASSETS						
Property, plant and equipment	15,598	2	14,752	2	18,879	2
Intangible assets	26,863	3	39,844	5	14,113	2
Deferred income tax assets	1,562	-	1,899	-	3,511	1
Refundable deposits	1,904	-	1,905	-	1,605	-
Total noncurrent assets	45,927	5	58,400	7	38,108	5
TOTAL	$ 980,247	100	$ 823,583	100	$ 796,685	100

	September 30, 2014 (Reviewed)		December 31, 2013 (Audited)		September 30, 2013 (Reviewed)	
LIABILITIES AND EQUITY	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT LIABILITIES						
Short-term loans	$ 90,000	9	$ -	-	$ 40,000	5
Accounts payable	37,259	4	25,019	3	34,826	4
Accrued profit sharing bonus to employees and compensation to directors	24,461	3	20,641	3	15,029	2
Other payables	9,163	1	36,991	4	9,986	1
Income tax payable	26,691	3	20,538	2	15,740	2
Provisions	12,935	1	13,788	2	20,506	3
Other current liabilities	1,372	-	306	-	1,384	-
Total current liabilities	201,881	21	117,283	14	137,471	17
Total liabilities	201,881	21	117,283	14	137,471	17
SHAREHOLDERS' EQUITY						
Capital stock	262,874	27	238,617	29	238,007	30
Capital surplus	243,146	25	257,968	31	249,428	31
Retained earnings						
Legal reserve	58,358	6	41,258	5	41,258	5
Unappropriated earnings	227,545	23	176,730	22	130,521	17
Total retained earnings	285,903	29	217,988	27	171,779	22
Others	(13,557)	(2)	(8,273)	(1)	-	-
Total equity	778,366	79	706,300	86	659,214	83
TOTAL	$ 980,247	100	$ 823,583	100	$ 796,685	100

ASPEED TECHNOLOGY INC.

STATEMENTS OF INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2014		2013		2014		2013	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE								
Sales revenue	$ 212,200		$ 148,039		$ 618,719		$ 442,170	
Other operating revenue	36		149		36		549	
Total operating revenue	212,236	100	148,188	100	618,755	100	442,719	100
COST OF REVENUE	94,077	44	67,072	45	276,503	45	200,289	45
GROSS PROFIT	118,159	56	81,116	55	342,252	55	242,430	55
OPERATING EXPENSES								
Marketing	4,875	2	3,396	3	11,394	2	11,427	3
General and administrative	9,951	5	6,301	4	27,811	4	27,360	6
Research and development	27,697	13	22,229	15	82,221	13	68,680	16
Total operating expenses	42,523	20	31,926	22	121,426	19	107,467	25
PROFIT FROM OPERATIONS	75,636	36	49,190	33	220,826	36	134,963	30
NON-OPERATING INCOME AND EXPENSES								
Foreign currency exchange gain (loss), net	5,501	2	(1,623)	(1)	3,506	-	4,088	1
Other income	1,629	1	1,217	1	5,136	1	2,628	1
Finance costs	(109)	-	(47)	-	(109)	-	(48)	-
Total non-operating income and expenses	7,021	3	(453)	-	8,533	1	6,668	2
INCOME BEFORE INCOME TAX	82,657	39	48,737	33	229,359	37	141,631	32
INCOME TAX EXPENSE	10,061	5	5,691	4	29,957	5	16,840	4
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 72,596	34	$ 43,046	29	$ 199,402	32	$ 124,791	28
EARNINGS PER SHARE								
Diluted earnings per share	$ 2.77		$ 1.64		$ 7.62		$ 4.95	
Basic earnings per share	$ 2.75		$ 1.64		$ 7.56		$ 4.93	

ASPEED TECHNOLOGY INC.

STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars, Except Dividends Per Share)
(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
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)
Issue of share dividends from capital surplus	467	4,667	(4,667)	-	-	-	-
Net income for the nine months ended September 30, 2013	-	-	-	-	124,791	-	124,791
Issue of ordinary shares for cash	2,036	20,360	205,988	-	-	-	226,348
BALANCE, SEPTEMBER 30, 2013	23,801	$ 238,007	$ 249,428	$ 41,258	$ 130,521	$ -	$ 659,214
BALANCE, JANUARY 1, 2014	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)
Issue of share dividends from capital surplus	2,390	23,907	(23,907)	-	-	-	-
Net income for the nine months ended September 30, 2014	-	-	-	-	199,402	-	199,402
Issue of restricted stock for employee - April 25, 2014	45	450	10,485	-	-	(10,935)	-
Cancel of restricted stock for employee - July 22, 2014	(10)	(100)	(1,400)	-	-	1,500	-
Compensation cost of restricted stock for employees	-	-	-	-	-	4,151	4,151
BALANCE, SEPTEMBER 30, 2014	26,287	$ 262,874	$ 243,146	$ 58,358	$ 227,545	$ (13,557)	$ 778,366

ASPEED TECHNOLOGY INC.

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

	For the Nine Months Ended September 30	
	2014	**2013**
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 229,359	$ 141,631
Adjustments for:		
Depreciation expense	11,124	12,661
Amortization expense	16,447	8,741
Finance costs	109	48
Compensation cost	4,151	-
Interest income	(4,590)	(1,989)
Loss on inventories	2,398	516
Gain on foreign currency exchange, net	(6,661)	(3,357)
Changes in operating assets and liabilities:		
Accounts receivable, net		
Related parties included	(36,810)	(13,290)
Other receivables	817	(426)
Inventories	(16,520)	(11,190)
Prepayments	(530)	1,167
Accounts payable	11,689	12,235
Other payables	(27,913)	(18,198)
Provisions	(853)	5,097
Other current liabilities	1,066	1,094
Accrued profit sharing bonus to employees and compensation to directors	3,820	(1,602)
Cash generated from operations	187,103	133,138
Interest paid	(24)	(11)
Income taxes paid	(23,467)	(15,893)
Net cash generated by operating activities	163,612	117,234
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	4,389	1,982
Payments for property, plant and equipment	(11,970)	(4,634)
Payments for intangible assets	(3,466)	(1,932)
Decrease in prepayments for equipment	-	1,984
Decrease (increase) in Refundable deposits	1	(5)
Net cash used in investing activities	(11,046)	(2,605)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term loans	90,000	40,000
Dividends paid to shareholders	(131,487)	(116,670)
Proceeds from issue of ordinary shares	-	226,348

(Continued)

ASPEED TECHNOLOGY INC.

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

	For the Nine Months Ended September 30	
	2014	**2013**
Net cash (used in) generated by financing activities	(41,487)	149,678
CHANGES OF EXCHANGE RATES IN CASH AND CASH EQUIVALENTS	5,741	3,754
NET INCREASE IN CASH AND CASH EQUIVALENTS	116,820	268,061
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	622,572	336,853
CASH AND CASH EQUIVALENTS, END OF PERIOD	$ 739,392	$ 604,914

(Concluded)