

AAEON Technology Inc.
STATEMENTS OF INCOME
Jan 1 to Dec 31, 2002 and 2001

Unit : NT\$ thousand

	2002/12/31	2001/12/31
Operating revenue	\$ 1,074,409	\$ 862,979
Operating Costs	(784,658)	(595,631)
Gross Profit (Loss) from Operations	289,751	267,348
Selling Expense	(94,256)	(78,483)
General and Administrative Expenses	(52,661)	(49,084)
Research and Development Expenses	(91,945)	(86,817)
Operating Expenses	(238,862)	(214,384)
Operating Income (Loss)	50,889	52,964
Non-Operating Income		
Interest Income	258	2,437
Investment Income	28	45
Gains on Sale of Fixed Assets	0	95
Gains on Sale of Investments	18,393	23,413
Gains on Exchange	0	11,706
Rent Income	1,656	1,473
Miscellaneous Income	4,743	4,460
nonoperating revenues and gains	25,078	43,629
Non-Operating Expenses		
Interest Expense	(10,401)	(8,238)
Investment Losses	(21,412)	(15,737)
Losses on Sale of Fixed Assets	(769)	(376)
Losses on Physical Inventory	(625)	(495)
Losses on Exchange	(4,218)	0
Losses on Inventory Valuation Loss and Obsolescence	(4,800)	(2,100)
Miscellaneous Disbursements	(601)	(1,692)
nonoperating expenses and losses	(42,826)	(28,638)
Income before Income Tax	33,141	67,955
Income tax (expense) benefit	(338)	9,450
Income after Income Tax	\$ 32,803	\$ 77,405