BizLink Holding Inc. and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 2014 and 2015 and Independent Auditors’ Review Report

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Stockholders
BizLink Holding Inc.

We have reviewed the accompanying consolidated balance sheets of BizLink Holding Inc. and its subsidiaries (collectively referred to as the "Company") as of September 30, 2015 and 2014, and the related consolidated statements of comprehensive income for the three months ended September 30, 2014 and 2015 and for the nine months ended September 30, 2014 and 2015, as well as the consolidated statement of changes in equity and cash flows for the nine months ended September 30, 2014 and 2015. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these consolidated financial statements based on our reviews.

We conducted our reviews in accordance with Statement on Auditing Standards No. 36, "Review of Financial Statements," issued by the Auditing Standards Committee of the Accounting Research and Development Foundation of the Republic of China. A review consists principally of applying analytical procedures to financial data and of making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the Republic of China, the objective of which is the expression of and opinion regarding the consolidated financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our reviews, we are not aware of any material modifications that should be made to consolidated financial statements referred to above for them to be in conformity with International Accounting Standard 34, "Interim Financial Reporting, "Endorsed by the Financial Supervisory Commission of the Republic of China.

As disclosed in Note 3 to the financial statements, the Company has applied the 2013 version of the IFRS, IAS, IFRIC and SIC (collectively, the "IFRSs") endorsed by the FSC and the related amendments made on January 1, 2015 on the Regulations Governing the Preparation of Financial Reports by Securities Issuers and has disclosed the effects of the retrospective application of the IFRSs and the financial statement restatement resulting from the retrospective IFRS application.

Our reviews also comprehended the translation of New Taiwan dollar amounts into U.S. dollar amounts, based on our reviews, such translation has been made in conformity with the basis stated in Note 4,d). Such U.S. dollar amount are presented solely for the convenience of readers.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 6, 2015

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands)

ASSETS	September 30, 2014 (Reviewed) NT$	December 31, 2014 (Audited) NT$	September 30, 2015 (Reviewed) NT$	September 30, 2015 (Reviewed) US$ (Note 4)
CURRENT ASSETS				
Cash and cash equivalents (Note 6)	$ 1,257,489	$ 1,200,453	$ 1,092,887	$ 33,138
Financial assets at fair value through profit or loss - current (Note 7)	1,945	3,047	3,748	114
Debt investments with no active market - current (Note 9)	288,013	311,923	312,233	9,467
Notes receivables from unrelated parties (Note 10)	12,834	5,972	5,128	155
Trade receivables from unrelated parties (Note 10)	1,610,208	1,626,906	1,794,894	54,425
Trade receivables from related parties (Note 31)	3,889	6,673	5,181	157
Other receivables (Note 10)	23,252	18,337	33,914	1,028
Current tax assets	668	5,047	7,096	215
Inventories (Note 11)	1,349,879	1,565,476	1,708,787	51,813
Prepayments (Notes 16, 17 and 31)	138,408	163,480	154,327	4,679
Other financial assets - current (Note 32)	1,866	1,811	1,476	45
Other current assets (Note 17)	144	46	46	1
Total current assets	4,688,595	4,909,171	5,119,717	155,237
NON-CURRENT ASSETS				
Financial assets measured at cost - non-current (Note 8)	55,469	149,508	145,705	4,418
Investments accounted for using equity method (Note 13)	2,806	3,320	3,271	99
Property, plant and equipment (Notes 14 and 32)	1,150,686	1,192,576	1,294,751	39,259
Other intangible assets (Note 15)	101,769	104,444	96,942	2,939
Deferred tax assets (Note 4)	61,529	64,697	82,734	2,509
Long-term prepayments for lease (Note 16)	12,724	13,266	12,929	392
Other non-current assets (Notes 17 and 31)	51,343	69,344	132,454	4,016
Other financial assets - non-current (Note 32)	16,743	17,609	35,027	1,062
Total non-current assets	1,453,069	1,614,764	1,803,813	54,694
TOTAL	$ 6,141,664	$ 6,523,935	$ 6,923,530	$ 209,931

LIABILITIES AND EQUITY	September 30, 2014 (Reviewed) NT$	December 31, 2014 (Audited) NT$	September 30, 2015 (Reviewed) NT$	September 30, 2015 (Reviewed) US$ (Note 4)
CURRENT LIABILITIES				
Short-term borrowings (Notes 18 and 32)	$ 155,766	$ 78,829	$ 236,784	$ 7,180
Financial liabilities at fair value through profit or loss - current (Note 7)	42,468	33,230	42,831	1,299
Notes payable to unrelated parties (Note 20)	140	108	22,096	670
Trade payables to unrelated parties (Note 20)	1,069,234	1,138,445	1,187,327	36,001
Other payables (Note 21)	470,218	517,652	553,508	16,783
Current tax liabilities	122,515	95,838	142,035	4,307
Current portion of long-term borrowings and bonds payable (Notes 18 and 32)	13,053	13,667	14,224	431
Other current liabilities (Note 21)	11,547	35,498	13,850	420
Total current liabilities	1,884,941	1,913,267	2,212,655	67,091
NON-CURRENT LIABILITIES				
Bonds payable (Note 19)	179,078	180,836	149,638	4,537
Long-term borrowings (Notes 18 and 32)	284,566	294,539	295,883	8,972
Net defined benefit liabilities - non-current (Notes 4 and 5)	1,715	1,899	1,926	58
Deferred tax liabilities (Notes 4)	706	2,101	2,101	64
Other non-current liabilities (Note 21)	1,792	2,433	1,490	45
Total non-current liabilities	467,857	481,808	451,038	13,676
Total liabilities	2,352,798	2,395,075	2,663,693	80,767
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT COMPANY (Note 23)				
Capital stock				
Common shares	864,200	868,690	917,825	27,830
Capital surplus	1,098,757	1,113,903	1,164,568	35,311
Retained earnings				
Legal reserve	142,910	142,910	204,603	6,204
Special reserve	298,638	298,638	298,638	9,055
Unappropriated earnings	1,308,477	1,476,660	1,485,027	45,028
Total retained earnings	1,750,025	1,918,208	1,988,268	60,287
Other equity (Note 4)	75,884	228,059	189,176	5,736
Total equity	3,788,866	4,128,860	4,259,837	129,164
TOTAL	$ 6,141,664	$ 6,523,935	$ 6,923,530	$ 209,931

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 6, 2015)

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands, Except Earnings Per Share)

	For the Three Months Ended September 30			For the Nine Months Ended September 30		
	2014 (Reviewed after Restated)	2015 (Reviewed)		2014 (Reviewed after Restated)	2015 (Reviewed)	
	NT$	NT$	US$ (Note 4)	NT$	NT$	US$ (Note 4)
OPERATING REVENUES						
Sales (Note 31)	$ 1,949,011	$ 2,153,883	$ 65,309	$ 5,564,277	$ 6,098,281	$ 184,909
OPERATING COSTS						
Cost of goods sold (Notes 11, 24 and 31)	1,378,165	1,592,606	48,290	3,969,741	4,465,610	135,404
GROSS PROFIT	570,846	561,277	17,019	1,594,536	1,632,671	49,505
OPERATING EXPENSES (Notes 24 and 31)						
Selling and marketing expenses	109,493	107,978	3,274	295,652	319,198	9,679
General and administrative expenses	187,184	215,039	6,520	541,141	590,600	17,907
Research and development expenses	49,117	70,037	2,124	145,624	173,467	5,260
Total operating expenses	345,794	393,054	11,918	982,417	1,083,265	32,846
PROFIT FROM OPERATIONS	225,052	168,223	5,101	612,119	549,406	16,659
NON-OPERATING INCOME AND EXPENSES						
Other income (Note 24)	5,068	3,923	119	14,918	39,038	1,184
Other gains and losses (Notes 4, 8 and 24)	14,701	106,801	3,239	(21,501)	134,246	4,070
Finance costs (Notes 19 and 24)	(3,730)	(3,909)	(119)	(6,618)	(11,533)	(350)
Share of profit or loss of associates	(304)	(95)	(3)	(544)	(179)	(5)
Total non-operating income and expenses	15,735	106,720	3,236	(13,745)	161,572	4,899
PROFIT BEFORE INCOME TAX FROM OPERATIONS	240,787	274,943	8,337	598,374	710,978	21,558
INCOME TAX EXPENSE (Notes 4 and 25)	(58,312)	(66,763)	(2,024)	(149,773)	(163,138)	(4,947)
NET PROFIT FOR THE PERIOD	182,475	208,180	6,313	448,601	547,840	16,611
OTHER COMPREHENSIVE INCOME (Notes 4 and 23)						
Items that will not be reclassified subsequently to profit or loss:						
Exchange differences arising on translation to the presentation currency	45,689	259,055	7,854	38,329	172,547	5,232
Items that may be reclassified subsequently to profit or loss:						
Exchange differences on translating foreign operations	(25,669)	(164,211)	(4,979)	(44,995)	(211,430)	(6,411)
Other comprehensive income for the period, net of income tax	20,020	94,844	2,875	(6,666)	(38,883)	(1,179)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 202,495	$ 303,024	$ 9,188	$ 441,935	$ 508,957	$ 15,432

(Continued)

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands, Except Earnings Per Share)

	For the Three Months Ended September 30			For the Nine Months Ended September 30		
	2014 (Reviewed after Restated)	2015 (Reviewed)		2014 (Reviewed after Restated)	2015 (Reviewed)	
	NT$	NT$	US$ (Note 4)	NT$	NT$	US$ (Note 4)
EARNINGS PER SHARE (Note 26)						
Basic	$ 2.06	$ 2.27	$ 0.07	$ 5.08	$ 5.99	$ 0.18
Diluted	$ 2.04	$ 2.21	$ 0.07	$ 5.04	$ 5.97	$ 0.18

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 6, 2015) (Concluded)

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands)
(Reviewed, Not Audited)

	Equity Attributable to Owners of the Parent Company						
			Retained Earnings			Other Equity	
	Capital Stock	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating Foreign Operations	Total Equity
BALANCE AT JANUARY 1, 2014	$ 797,967	$ 833,980	$ 86,553	$ 298,638	$ 1,355,115	$ 82,550	$ 3,454,803
Issue of ordinary shares for cash (Note 23)	25,000	254,449	-	-	-	-	279,449
Appropriation of 2013 earnings (Note 23)							
Legal reserve	-	-	56,357	-	(56,357)	-	-
Cash dividends distributed by BizLink	-	-	-	-	(398,984)	-	(398,984)
Share dividends distributed by BizLink	39,898	-	-	-	(39,898)	-	-
Recognition of employee share options by the Company	-	5,310	-	-	-	-	5,310
Issue of common shares under employee stock options (Notes 23, 24 and 27)	1,335	5,018	-	-	-	-	6,353
Net profit for the nine months ended September 30, 2014	-	-	-	-	448,601	-	448,601
Other comprehensive income for the nine months ended September 30, 2014, net of income tax (Note 23)	-	-	-	-	-	(6,666)	(6,666)
Total comprehensive income for the nine months ended September 30, 2014	-	-	-	-	448,601	(6,666)	441,935
BALANCE AT SEPTEMBER 30, 2014	$ 864,200	$ 1,098,757	$ 142,910	$ 298,638	$ 1,308,477	$ 75,884	$ 3,788,866
BALANCE AT JANUARY 1, 2015	$ 868,690	$ 1,113,903	$ 142,910	$ 298,638	$ 1,476,660	$ 228,059	$ 4,128,860
Appropriation of 2014 earnings (Note 23)							
Legal reserve	-	-	61,693	-	(61,693)	-	-
Cash dividends distributed by BizLink	-	-	-	-	(434,345)	-	(434,345)
Share dividends distributed by BizLink	43,435	-	-	-	(43,435)	-	-
Convertible bonds converted to common shares (Notes 19 and 23)	2,930	41,410	-	-	-	-	44,340
Issue of common shares under employee stock options (Notes 23 and 27)	2,770	9,255	-	-	-	-	12,025
Net profit for the nine months ended September 30, 2015	-	-	-	-	547,840	-	547,840
Other comprehensive income for the nine months ended September 30, 2015, net of income tax (Note 23)	-	-	-	-	-	(38,883)	(38,883)
Total comprehensive income for the nine months ended September 30, 2015	-	-	-	-	547,840	(38,883)	508,957
BALANCE AT SEPTEMBER 30, 2015	$ 917,825	$ 1,164,568	$ 204,603	$ 298,638	$ 1,485,027	$ 189,176	$ 4,259,837
BALANCE AT SEPTEMBER 30, 2015 (IN U.S. DOLLARS)	$ 27,830	$ 35,311	$ 6,204	$ 9,055	$ 45,028	$ 5,736	$ 129,164

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche audit report dated November 6, 2015)

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands)

	For the Nine Months Ended September 30		
	2014 (Reviewed)	2015 (Reviewed)	
	NT$	NT$	US$ (Note 4)
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income tax	$ 598,374	$ 710,978	$ 21,558
Adjustments for:			
Impairment loss recognized on accounts receivable	1,633	511	15
Depreciation expenses	105,994	125,714	3,812
Amortization expenses	12,366	13,695	415
Amortization of prepayments for lease	328	239	7
Compensation cost of employee share options	5,310	-	-
Share of loss of associates	544	179	5
Interest expense	6,618	11,533	350
Interest income	(9,030)	(12,625)	(383)
Intangible assets transferred to expense	735	-	-
Loss on disposal of property, plant and equipment	3,745	5,644	171
Loss on disposal of intangible assets	3	-	-
Net loss on fair value change of financial assets and liabilities designated as at fair value through profit or loss	35,267	8,803	267
Impairment loss recognized on financial assets measured at cost	-	9,321	283
Write-down of inventories	1,398	578	18
Net gain on foreign currency exchange	(9,711)	(12,174)	(369)
Changes in operating assets and liabilities			
Decrease in financial assets held for trading	12,130	11,596	352
Decrease in notes receivable	2,673	1,074	33
Decrease (increase) in trade receivables	91,576	(88,166)	(2,673)
(Increase) decrease in trade receivable - related parties	(859)	1,704	52
Decrease (increase) in other receivables	697	(13,929)	(422)
Increase in inventories	(189,440)	(75,202)	(2,280)
(Increase) decrease in prepayments	(48,044)	17,551	532
(Increase) decrease in other current assets	(98)	2	-
Increase in financial liabilities held for trading	(846)	(4,874)	(148)
Increase in notes payable	140	20,982	636
Increase (decrease) in trade payables	88,880	(2,559)	(78)
(Decrease) increase in other payables	(9,579)	14,221	431
Increase in net defined benefit liabilities-non current	8	27	1
Increase (decrease) in other current liabilities	1,457	(22,048)	(669)
Cash generated from operations	702,269	722,775	21,916
Interest received	9,030	12,625	383

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BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands)

	For the Nine Months Ended September 30		
	2014 (Reviewed)	2015 (Reviewed)	
	NT$	NT$	US$ (Note 4)
Interest paid	$ (5,422)	$ (6,490)	$ (197)
Income tax paid	(87,595)	(138,138)	(4,189)
Net cash generated from operating activities	618,282	590,772	17,913
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of debt investments with no active market	(125,428)	-	-
Proceeds on sale of debt investments with no active market	-	11,638	353
Payments for property, plant and equipment	(413,497)	(161,642)	(4,901)
Payments for intangible assets	(8,468)	(6,078)	(184)
Proceeds from disposal of property, plant and equipment	2,114	3,737	113
Proceeds from disposal of intangible assets	74	-	-
Increase in refundable deposits	(2,484)	(4,504)	(137)
Decrease in refundable deposits	3,682	1,571	48
Increase in other financial assets	(4,517)	(17,183)	(521)
Decrease in other financial assets	4,499	-	-
Increase in other non-current assets	-	(9,252)	(281)
Increase in prepayments for equipment	(17,999)	(96,435)	(2,924)
Net cash used in investing activities	(562,024)	(278,148)	(8,434)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of ordinary shares	280,500	-	-
Proceeds from issue of convertible bonds	200,000	-	-
Payments for transaction costs attributable to issue of ordinary shares	(1,051)	-	-
Payments for transaction costs attributable to issue of debt instruments	(4,872)	-	-
Proceeds from short-term borrowings	51,838	287,306	8,711
Repayments from short-term borrowings	-	(133,661)	(4,053)
Proceeds from long-term borrowings	220,900	-	-
Repayments of long-term borrowings	(4,253)	(10,163)	(308)
Proceeds from guarantee deposits received	1,197	-	-
Refund of guarantee deposits received	-	(994)	(30)
Proceeds from exercise of employee stock options	6,353	12,025	365
Dividends paid to owners of BizLink	(398,984)	(434,345)	(13,170)
Net cash generated from (used in) financing activities	351,628	(279,832)	(8,485)

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BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands)

	For the Nine Months Ended September 30		
	2014 (Reviewed)	2015 (Reviewed)	
	NT$	NT$	US$ (Note 4)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	$ (29,367)	$ (140,358)	$ (4,255)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	378,519	(107,566)	(3,261)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	878,970	1,200,453	36,399
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 1,257,489	$ 1,092,887	$ 33,138

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 6, 2015) (Concluded)

BIZLINK HOLDING INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2014 AND 2015
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)
(Reviewed, Not Audited)

1. GENERAL INFORMATION

BizLink Holding Inc. ("BizLink") was incorporated in Cayman Islands in June 2000. Major operating activities of BizLink include designing, manufacturing, and sales of cable assembly, connectors, power cord, fiber optical passive components and computer peripheral products.

BizLink's shares have been listed on the Taiwan Stock Exchange since April 2011.

The functional currency of BizLink is U.S. dollars. For greater comparability and consistency of financial reporting, the consolidated financial statements are presented in New Taiwan dollars since BizLink's stocks are listed on the Taiwan Stock Exchange.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the board of directors on November 6, 2015.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the 2013 version of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC), and Interpretations of IAS (SIC) endorsed by the FSC

Rule No. 1030029342 and Rule No. 1030010325 issued by the Financial Supervisory Commission (FSC) on April 3, 2014, stipulated that BizLink Holding Inc. and its subsidiaries (collectively referred to as the "Company") should apply the 2013 version of IFRS, IAS, IFRIC and SIC (collectively, the "IFRSs") endorsed by the FSC and the related amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers starting January 1, 2015.

Except for the following, whenever applied, the initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the 2013 IFRSs version would not have any material impact on the Group's accounting policies:

1) IFRS 13 "Fair Value Measurement"

IFRS 13 establishes a single source of guidance for fair value measurements. It defines fair value, establishes a framework for measuring fair value, and requires disclosures about fair value measurements. The disclosure requirements in IFRS 13 are more extensive than those required in the current standards. For example, quantitative and qualitative disclosures based on the three-level fair value hierarchy previously required for financial instruments only are extended by IFRS 13 to cover all assets and liabilities within its scope.

The fair value measurements under IFRS 13 will be applied prospectively from January 1, 2015. Refer to Note 30 for related disclosures.

2) Amendment to IAS 1 "Presentation of Items of Other Comprehensive Income"

The amendments to IAS 1 requires items of other comprehensive income to be grouped into those items that (1) will not be reclassified subsequently to profit or loss; and (2) may be reclassified subsequently to profit or loss. Income taxes on related items of other comprehensive income are grouped on the same basis. Under current IAS 1, there were no such requirements.

The Company retrospectively applies the above amendments starting in 2015. Items not expected to be reclassified to profit or loss are remeasurements of the defined benefit plans and the functional currency of financial statement converted to the exchange differences of reported currency. Items expected to be reclassified to profit or loss are the exchange differences on translating foreign operations, unrealized gains (loss) on available-for-sale financial assets, cash flow hedges and share of the other comprehensive income (except the share of the remeasurements of the defined benefit plans) of associates accounted for using the equity method. However, the application of the above amendments will not result in any impact on the net profit for the year, other comprehensive income for the year (net of income tax), and total comprehensive income for the period.

3) Revision to IAS 19 "Employee Benefits"

Revised IAS 19 requires that the interest cost and expected return on plan assets used in current IAS 19 are replaced with a "net interest" amount, which is calculated by applying the discount rate to the net defined benefit liability or asset. In addition, the revised IAS 19 introduces certain changes in the presentation of the defined benefit cost, and also includes more extensive disclosures.

The impact on current and previous periods is set out below:

Impact on Current Period of Total Comprehensive Income	**For the Three Months Ended September 30, 2015**	**For the Nine Months Ended September 30, 2015**	**Explanation**
Items that will not be reclassified to profit or loss:			
Exchange differences arising on translation to the presentation currency	$ 259,055	$ 172,547	2)
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations	(259,055)	(172,547)	2)
Increase in other comprehensive income for the period, net of income tax	-	-	
Increase in total comprehensive income for the period	$ -	$ -	

Impact on Previous Period of Total Comprehensive Income	As Originally Stated	Adjustment of Initial Application	Restated	Explanation
For the three months ended September 30, 2014				
Items that will not be reclassified to profit or loss:				
Exchange differences arising on translation to the presentation currency	$ -	$ 45,689	$ 45,689	2)
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	20,020	(45,689)	(25,669)	2)
Total effect on total comprehensive income for the period, net of income tax	$ 20,020	$ -	$ 20,020	
Total effect on total comprehensive income for the period	$ 202,495	$ -	$ 202,495	
For the nine months ended September 30, 2014				
Items that will not be reclassified subsequently to profit or loss:				
Exchange differences arising on translation to the presentation currency	$ -	$ 38,329	$ 38,329	2)
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	(6,666)	(38,329)	(44,995)	2)
Total effect on total comprehensive income for the period, net of income tax	$ (6,666)	$ -	(6,666)	
Total effect on total comprehensive income for the period	$ 441,935	$ -	$ 441,935	

b. New IFRSs in issue but not yet endorsed by the FSC

The Company has not applied the following New IFRSs issued by the IASB but not yet endorsed by the FSC. As of the date the consolidated financial statements were authorized for issue, the FSC has not announced their effective dates.

New IFRSs	Effective Date Announced by IASB (Note 1)
Annual Improvements to IFRSs 2010-2012 Cycle	July 1, 2014 (Note 2)
Annual Improvements to IFRSs 2011-2013 Cycle	July 1, 2014
Annual Improvements to IFRSs 2012-2014 Cycle	January 1, 2016 (Note 3)
IFRS 9 “Financial Instruments”	January 1, 2018
Amendments to IFRS 9 and IFRS 7 “Mandatory Effective Date of IFRS 9 and Transition Disclosures”	January 1, 2018
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	January 1, 2016 (Note 4)
Amendments to IFRS 10, IFRS 12 and IAS 28 “Investment Entities: Applying the Consolidation Exception”	January 1, 2016
Amendment to IFRS 11 “Accounting for Acquisitions of Interests in Joint Operations”	January 1, 2016
IFRS 14 “Regulatory Deferral Accounts”	January 1, 2016
IFRS 15 “Revenue from Contracts with Customers”	January 1, 2018
Amendment to IAS 1 “Disclosure Initiative”	January 1, 2016
Amendments to IAS 16 and IAS 38 “Clarification of Acceptable Methods of Depreciation and Amortization”	January 1, 2016
Amendments to IAS 16 and IAS 41 “Agriculture: Bearer Plants”	January 1, 2016
Amendment to IAS 19 “Defined Benefit Plans: Employee Contributions”	July 1, 2014
Amendment to IAS 36 “Impairment of Assets: Recoverable Amount Disclosures for Non-financial Assets”	January 1, 2014
Amendment to IAS 39 “Novation of Derivatives and Continuation of Hedge Accounting”	January 1, 2014
IFRIC 21 “Levies”	January 1, 2014

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual periods beginning on or after their respective effective dates.

Note 2: The amendment to IFRS 2 applies to share-based payment transactions with grant date on or after July 1, 2014; the amendment to IFRS 3 applies to business combinations with acquisition date on or after July 1, 2014; the amendment to IFRS 13 is effective immediately; the remaining amendments are effective for annual periods beginning on or after July 1, 2014.

Note 3: The amendment to IFRS 5 is applied prospectively to changes in a method of disposal that occur in annual periods beginning on or after January 1, 2016; the remaining amendments are effective for annual periods beginning on or after January 1, 2016.

Note 4: Prospectively applicable to transactions occurring in annual periods beginning on or after January 1, 2016.

The initial application of the above New IFRSs, whenever applied, would not have any material impact on the Company's accounting policies, except for the following:

1) IFRS 9 "Financial Instruments"

Recognition and measurement of financial assets

With regards to financial assets, all recognized financial assets that are within the scope of IAS 39 "Financial Instruments: Recognition and Measurement" are subsequently measured at amortized cost or fair value. Under IFRS 9, the requirement for the classification of financial assets is stated below.

For the Company's debt instruments that have contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, their classification and measurement are as follows:

a) For debt instruments, if they are held within a business model whose objective is to collect the contractual cash flows, the financial assets are measured at amortized cost and are assessed for impairment continuously with impairment loss recognized in profit or loss, if any. Interest revenue is recognized in profit or loss by using the effective interest method;

b) For debt instruments, if they are held within a business model whose objective is achieved by both the collecting of contractual cash flows and the selling of financial assets, the financial assets are measured at fair value through other comprehensive income (FVTOCI) and are assessed for impairment. Interest revenue is recognized in profit or loss by using the effective interest method, and other gain or loss shall be recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses. When the debt instruments are derecognized or reclassified, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss.

Except for above, all other financial assets are measured at fair value through profit or loss. However, the Company may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading) in other comprehensive income, with only dividend income generally recognized in profit or loss. No subsequent impairment assessment is required, and the cumulative gain or loss previously recognized in other comprehensive income cannot be reclassified from equity to profit or loss.

The impairment of financial assets

IFRS 9 requires that impairment loss on financial assets is recognized by using the "Expected Credit Losses Model". The credit loss allowance is required for financial assets measured at amortized cost, financial assets mandatorily measured at FVTOCI, lease receivables, contract assets arising from IFRS 15 "Revenue from Contracts with Customers", certain written loan commitments and financial guarantee contracts. A loss allowance for the 12-month expected credit losses is required for a financial asset if its credit risk has not increased significantly since initial recognition. A loss allowance for full lifetime expected credit losses is required for a financial asset if its credit risk has increased significantly since initial recognition and is not low. However, a loss allowance for full lifetime expected credit losses is required for trade receivables that do not constitute a financing transaction.

For purchased or originated credit-impaired financial assets, the Company takes into account the expected credit losses on initial recognition in calculating the credit-adjusted effective interest rate. Subsequently, any changes in expected losses are recognized as a loss allowance with a corresponding gain or loss recognized in profit or loss.

2) Amendment to IAS 36 "Recoverable Amount Disclosures for Non-financial Assets"

   In issuing IFRS 13 "Fair Value Measurement", the IASB made consequential amendment to the disclosure requirements in IAS 36 "Impairment of Assets", introducing a requirement to disclose in every reporting period the recoverable amount of an asset or each cash-generating unit. The amendment clarifies that such disclosure of recoverable amounts is required only when an impairment loss has been recognized or reversed during the period. Furthermore, the Company is required to disclose the discount rate used in measurements of the recoverable amount based on fair value less costs of disposal measured using a present value technique.

3) Annual Improvements to IFRSs: 2010-2012 Cycle

   Several standards including IFRS 2 "Share-based Payment" and IFRS 8 "Operating Segments" were amended in this annual improvement.

   The amended IFRS 2 changes the definitions of "vesting condition" and "market condition" and adds definitions for "performance condition" and "service condition". The amendment clarifies that a performance target can be based on the operations (i.e. a non-market condition) of the Company or another entity in the same group or the market price of the equity instruments of the Company or another entity in the same group (i.e. a market condition); that a performance target can relate either to the performance of the Company as a whole or to some part of it (e.g. a division); and that the period for achieving a performance condition must not extend beyond the end of the related service period. In addition, a share market index target is not a performance condition because it not only reflects the performance of the Company, but also of other entities outside the Company.

   The amended IFRS 8 requires an entity to disclose the judgments made by management in applying the aggregation criteria to operating segments, including a description of the operating segments aggregated and the economic indicators assessed in determining whether the operating segments have "similar economic characteristics". The amendment also clarifies that a reconciliation of the total of the reportable segments' assets to the entity's assets should only be provided if the segments' assets are regularly provided to the chief operating decision-maker.

   IFRS 13 was amended to clarify that the issuance of IFRS 13 did not remove the ability to measure short-term receivables and payables with no stated interest rate at their invoice amounts without discounting, if the effect of not discounting is immaterial.

   IAS 24 was amended to clarify that a management entity providing key management personnel services to the Company is a related party of the Company. Consequently, the Company is required to disclose as related party transactions the amounts incurred for the service paid or payable to the management entity for the provision of key management personnel services. However, disclosure of the components of such compensation is not required.

4) Annual Improvements to IFRSs: 2011-2013 Cycle

   The scope in IFRS 13 of the portfolio exception for measuring the fair value of a group of financial assets and financial liabilities on a net basis was amended to clarify that it includes all contracts that are within the scope of, and accounted for in accordance with, IAS 39 or IFRS 9, even if those contracts do not meet the definitions of financial assets or financial liabilities within IAS 32.

5) Amendments to IAS 16 and IAS 38 "Clarification of Acceptable Methods of Depreciation and Amortization"

   The entity should use appropriate depreciation and amortization method to reflect the pattern in which the future economic benefits of the property, plant and equipment and intangible asset are expected to be consumed by the entity.

The amended IAS 16 “Property, Plant and Equipment” requires that a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate. The amended standard does not provide any exception from this requirement.

The amended IAS 38 “Intangible Assets” requires that there is a rebuttable presumption that an amortization method that is based on revenue that is generated by an activity that includes the use of an intangible asset is not appropriate. This presumption can be overcome only in the following limited circumstances:

a) In which the intangible asset is expressed as a measure of revenue (for example, the contract that specifies the entity’s use of the intangible asset will expire upon achievement of a revenue threshold); or

b) When it can be demonstrated that revenue and the consumption of the economic benefits of the intangible asset are highly correlated.

An entity should apply the aforementioned amendments prospectively for annual periods beginning on or after the effective date.

6) IFRS 15 “Revenue from Contracts with Customers”

IFRS 15 establishes principles for recognizing revenue that apply to all contracts with customers, and will supersede IAS 18 “Revenue”, IAS 11 “Construction Contracts” and a number of revenue-related interpretations from January 1, 2018.

When applying IFRS 15, the Company shall recognize revenue by applying the following steps:

- Identify the contract with the customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contracts; and
- Recognize revenue when the entity satisfies a performance obligation.

When IFRS 15 is effective, the Company may elect to apply this Standard either retrospectively to each prior reporting period presented or retrospectively with the cumulative effect of initially applying this Standard recognized at the date of initial application.

7) Annual Improvements to IFRSs: 2012-2014 Cycle

Several standards including IFRS 7 “Financial Instruments: Disclosures” and IAS 34 were amended in this annual improvement.

The amendments to IFRS 7 provide additional guidance to clarify whether a servicing contract is continuing involvement in a transferred asset. In addition, the amendments clarify that the offsetting disclosures are not explicitly required for all interim periods.

IAS 34 was amended to clarify that other disclosure information required by IAS 34 should be included in interim financial statements. If the Company includes the information in other statements (such as management commentary or risk report) issued at the same time, it is not required to repeat the disclosure in the interim financial statements. However, it is required to include a cross-reference from the interim financial statements to that issued statements that is available to users on the same terms and at the same time as the interim financial statements.

8) Amendment to IAS 1 "Disclosure Initiative"

The amendment clarifies that the consolidated financial statements should be prepared for the purpose of disclosing material information. To improve the understandability of its consolidated financial statements, the Company should disaggregate the disclosure of material items into their different natures or functions, and disaggregate material information from immaterial information.

The amendment further clarifies that the Company should consider the understandability and comparability of its consolidated financial statements to determine a systematic order in presenting its footnotes.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Company is continuously assessing the possible impact that the application of other standards and interpretations will have on the Company's financial position and financial performance, and will disclose the relevant impact when the assessment is complete.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" as endorsed by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual financial statements.

b. Basis of consolidation

- Principles for preparing consolidated financial statements

  Specification of subsidiaries, ownership percentage, and main business are described in Note 12.

c. Other significant accounting polices

Except expansion below, specifications are described in significant accounting policies of consolidated financial statement for the year ended December 31, 2014.

1) Foreign currencies

In preparing the financial statements of each individual group entity, transactions in currencies other than the entity's functional currency (i.e., foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Exchange differences on monetary items arising from settlement or translation are recognized in profit or loss in the period.

Non-monetary items measured at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Exchange differences arising on the retranslation of non-monetary items are included in profit or loss for the period except for exchange differences arising from the retranslation of non-monetary items in respect of which gains and losses are recognized directly in other comprehensive income, in which case, the exchange differences are also recognized directly in other comprehensive income.

Non-monetary items that are measured at historical cost in a foreign currency are not retranslated.

For the purposes of presenting consolidated financial statements, the functional currencies of the Company (including of the subsidiaries, associates or branches operating in other countries or currencies used are different from BizLink's currency) are translated into the presentation currency-New Taiwan dollars as follows: Assets and liabilities are translated at the exchange rates prevailing at the end of the reporting period; income and expense items are translated at the average exchange rates for the period. The resulting currency translation differences are recognized in other comprehensive income and are subsequently reclassified to profit or loss upon disposal of an entity. However, the exchange differences accumulated in equity which resulted from the translation of the Company's consolidated financial statements from U.S. dollar into the presentation currency in New Taiwan dollars are not subsequently reclassified to profit or loss.

On the disposal of a foreign operation (i.e. a disposal of the Company's entire interest in a foreign operation, or a disposal involving loss of control over a subsidiary that includes a foreign operation, or a partial disposal of an interest in a joint arrangement or an associate that includes a foreign operation of which the retained interest becomes a financial asset), all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Company are reclassified to profit or loss.

In relation to a partial disposal of a subsidiary that does not result in BizLink losing control over the subsidiary, the proportionate share of accumulated exchange differences is re-attributed to non-controlling interests of the subsidiary and is not recognized in profit or loss. For all other partial disposals, the proportionate share of the accumulated exchange differences recognized in other comprehensive income is reclassified to profit or loss.

2) Retirement benefits

Defined benefit costs (including service cost, net interest and remeasurement) under the defined benefit retirement benefit plans are determined using the projected unit credit method. Service cost (including current service cost), and net interest on the net defined benefit liability (asset) are recognized as employee benefits expense in the period they occur. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling and the return on plan assets (excluding interest), is recognized in other comprehensive income in the period in which they occur. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss.

Net defined benefit liability (asset) represents the actual deficit (surplus) in the Company's defined benefit plan. Any surplus resulting from this calculation is limited to the present value of any refunds from the plans or reductions in future contributions to the plans.

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

3) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

d. U.S. dollar amounts

A translation of the New Taiwan dollar (NT$) amounts into U.S. dollars in the consolidated financial statements for 2015 is included solely for the convenience of the readers, and has been made at the exchange rate set forth in the statistical release of the U.S. Federal Reserve Board of the United States, which was NT$32.98 to US$1.00 as of September 30, 2015. The translation should not be construed as a representation that the NT$ amounts have been, could have been, or could in the future be, converted into U.S. dollars at this or any other rate of exchange.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same critical accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as were applied in the preparation of the Company's consolidated financial statements for the year ended December 31, 2014, except the statements as follows:

Recognition and Measurement of Defined Benefit Plans

Net defined benefit liabilities (assets) and the resulting defined benefit costs under defined benefit pension plans are calculated using the projected unit credit method. Actuarial assumptions comprise the discount rate, rate of employee turnover, and future salary increase, etc. Changes in economic circumstances and market conditions will affect these assumptions and may have a material impact on the amount of the expense and the liability.

6. CASH AND CASH EQUIVALENTS

	September 30, 2014	December 31, 2014	September 30, 2015
Cash on hand	$ 1,313	$ 1,494	$ 1,219
Checking accounts and demand deposits	1,065,083	1,020,939	975,574
Cash equivalent			
Time deposits with original maturities less than three months	191,093	178,020	116,094
	$ 1,257,489	$ 1,200,453	$ 1,092,887

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2014	December 31, 2014	September 30, 2015
Financial assets at FVTPL - current			
Financial assets held for trading			
Derivative financial assets (not under hedge accounting)			
Foreign exchange forward contracts	$ 79	$ 302	$ 1,769
Non-derivative financial assets			
Domestic and foreign quoted shares	1,866	2,745	1,979
	$ 1,945	$ 3,047	$ 3,748

(Continued)

	September 30, 2014	December 31, 2014	September 30, 2015
Financial liabilities at FVTPL - current			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Foreign exchange forward contracts	$ 7,235	$ 8,274	$ 3,382
Foreign exchange Option	12,133	14,176	9,588
Convertible bond (Note 19)	23,100	10,780	29,861
	$ 42,468	$ 33,230	$ 42,831

(Concluded)

a. At the end of the reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
September 30, 2014			
Sell	USD/RMB	2014.10-2015.10	USD25,500/RMB156,781
December 31, 2014			
Sell	USD/RMB	2015.01-2015.12	USD29,900/RMB186,910
September 30, 2015			
Sell	USD/RMB	2015.10-2016.08	USD16,050/RMB102,485

The Company entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities.

b. At the end of the reporting period, outstanding option not under hedge accounting were as follows:

	Maturity Date	Notional Amount (In Thousands)
September 30, 2014		
Fubon bank - foreign exchange option	2014.10-2016.02	USD18,400
HSBC bank - foreign exchange option	2014.10-2015.12	USD6,000
December 31, 2014		
Fubon bank - foreign exchange option	2015.01-2016.02	USD16,000
HSBC bank - foreign exchange option	2015.01-2015.12	USD4,800
September 30, 2015		
Fubon bank - foreign exchange option	2015.10-2016.02	USD8,000
HSBC bank - foreign exchange option	2015.10-2015.12	USD1,200

The Company entered into the options to manage exposure to exchange rate fluctuations and price fluctuations of foreign currency denominated assets, liabilities and inventory. However, those options did not meet the criteria of hedge effectiveness and therefore were not account for using hedge accounting.

At the end of the reporting period, there were two foreign exchange options ongoing in the Company, and general terms were as follows:

Fubon Bank - foreign exchange option

The duration of contract is two years from March 6, 2014 to February 3, 2016. Net settlement occurs monthly for the first 18 months, and gross settlement occurs biweekly for the last 6 months, with a total of 30 periods. According to the contract, if the fixing rate for USD-RMB (expressed as the number of RMB per one USD as displayed on Reuters Page "CNHFIX" at or around 11:15 a.m. at Hong Kong) is less than or equal to the strike rate on fixing date, the Company will receive notional amount US$400 thousand x (strike price-fixing rate)/fixing rate from dealing bank recognized as profit of the period. If fixing Rate is greater than the barrier price, the Company will pay notional amount US$400 thousand x 2 x (fixing rate-strike price)/fixing rate to dealing bank recognized as loss of the period. If fixing rate is less than or equal to barrier price and greater than strike price, the Company will not recognize profit or loss and the amount of net settlement is $0. According to the contract, the strike price and the barrier price above are $6.13 and $6.30, respectively. When accumulated profits are up to RMB160 thousand, the contract will totally expire. Conversely, there is no termination clause in the contract when there is a loss.

HSBC Bank - foreign exchange option

The duration of contract is two years from January 10, 2014 to December 10, 2015. Net settlement occurs monthly for the first 20 months, and gross settlement occurs monthly for the other 4 months. According to the contract, if the fixing rate for USD-RMB (the first 20 months expressed as the number of RMB per one USD as displayed on Reuters Page HSBCFIX01 to right of the caption "USDCNH" at or about 2:00 pm at Hong Kong, and the other 4 months expressed as the number of RMB per one USD as displayed on Bloomberg Page FBIX to right of the caption "USDCNH" at or about 3:00 pm at Tokyo) is less than or equal to the strike rate on fixing date, the Company will receive notional amount US$200 thousand x (strike price-fixing rate)/fixing rate from dealing bank recognized as profit of the period. If fixing rate is greater than the strike price, the Company will pay notional amount US$200 thousand x 2 x (fixing rate-strike price)/fixing rate to dealing bank recognized as loss of the period. If fixing rate is less than or equal to barrier price and greater than strike price, the Company will not recognize profit or loss and the amount of net settlement is $0. According to the contract, the strike price above from 1st to 6th period and from 7th to 24th period are $6.18 and $6.15, respectively. The barrier price from 1st to 6th period and from 7th to 24th period are $6.40 and $6.37, respectively. When accumulated profits are up to RMB120 thousand, the contract will totally expire. Conversely, there is no termination clause in the contract when there is a loss.

8. FINANCIAL ASSETS MEASURED AT COST

	September 30, 2014	December 31, 2014	September 30, 2015
Non-current			
Unlisted common shares	$ 55,469	$ 149,508	$ 145,705
Classified according to financial asset measurement categories			
Available-for-sale financial assets	$ 55,469	$ 149,508	$ 145,705

Management believed that the fair value of the above unlisted equity investments held by the Company cannot be reliably measured due to the significant range of reasonable fair value estimates; therefore they were measured at cost at the end of reporting period.

The Company's evaluated the financial assets measured at cost by future cash flows and recognized impairment loss $0 thousand and $9,321 thousand during the three months ended September 30, 2015 and the nine months ended September 2015, respectively. The impairment loss had been recognized in other gains and losses in the consolidated statements of comprehensive income.

9. DEBT INVESTMENTS WITH NO ACTIVE MARKET

	September 30, 2014	**December 31, 2014**	**September 30, 2015**
Current			
Time deposits with maturities longer than three months	$ 288,013	$ 311,923	$ 312,233

10. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	September 30, 2014	**December 31, 2014**	**September 30, 2015**
Notes and trade receivables			
Notes receivable	$ 12,834	$ 5,972	$ 5,128
Trade receivables	$ 1,619,373	$ 1,639,152	$ 1,807,411
Less: Allowance for impairment loss	(9,165)	(12,246)	(12,517)
	$ 1,610,208	$ 1,626,906	$ 1,794,894
Other receivables			
Tax refund receivable	$ 15,330	$ 10,018	$ 25,910
Receivables from return of capital reduction	-	3,704	-
Others	7,922	4,615	8,004
	$ 23,252	$ 18,337	$ 33,914

a. Accounts receivable

The average credit period on sales of goods was 0 to 120 days after the end of the month in which sales occur. The Company recognized an allowance for impairment loss of 100% against all receivables over 365 days because historical experience had been that receivables that are past due beyond 365 days were not recoverable. Allowance for impairment loss is recognized against trade receivables between 120 days and 365 days after the end of the month based on estimated irrecoverable amounts determined by reference to past default experience of the counterparties and an analysis of their current financial position.

For the trade receivable balances that were past due at the end of the reporting period (refer to the below schedule), the Company did not recognize an allowance for impairment loss because there was no significant change in the credit quality and the amounts were still considered recoverable. The Company did not hold any collateral or other credit enhancements for these balances. Moreover, the Company does not have the legal right to offset receivables and payable on the same counterparty.

The aging of accounts receivables was as follows:

	September 30, 2014	December 31, 2014	September 30, 2015
Not overdue	$ 1,346,534	$ 1,327,876	$ 1,553,749
Past due 1-60 days	251,255	246,480	210,039
Past due 61-90 days	5,059	47,786	12,966
Past due over 91 days	16,525	17,010	30,657
	$ 1,619,373	$ 1,639,152	$ 1,807,411

The above aging schedule was based on the past due date.

The aging of receivables that were past due but not impaired was as follows:

	September 30, 2014	December 31, 2014	September 30, 2015
Less than 60 days	$ 251,255	$ 246,480	$ 210,039
61-90 days	5,059	47,786	12,966
More than 91 days	7,360	4,764	18,140
	$ 263,674	$ 299,030	$ 241,145

The above aging schedule was based on the past due date.

Movements in the allowance for impairment loss recognized on trade receivable were as follows:

	Individually Assessed for Impairment	Collectively Assessed for Impairment	Total
Balance at January 1, 2014	$ 8,095	$ -	$ 8,095
Add: Impairment losses recognized on receivables	1,633	-	1,633
Less: Amounts written off during the period as uncollectible	(633)	-	$ (633)
Foreign exchange translation gains and losses	70	-	70
Balance at September 30, 2014	$ 9,165	$ -	$ 9,165
Balance at January 1, 2015	$ 12,246	$ -	$ 12,246
Add: Impairment losses recognized on receivables	511	-	511
Less: Amounts written off during the period as uncollectible	(590)	-	(590)
Foreign exchange translation gains and losses	350	-	350
Balance at September 30, 2015	$ 12,517	$ -	$ 12,517

The Company did not hold any collateral over these balances.

b. Other receivables

For the other receivables balances that were past due at the end of the reporting period, the Company did not recognize an allowance for impairment loss, because there was not a significant change in credit quality and the amounts were still considered recoverable.

11. INVENTORIES

	September 30, 2014	December 31, 2014	September 30, 2015
Raw materials	$ 482,628	$ 556,154	$ 523,578
Work in progress	182,479	161,045	176,814
Finished goods	232,170	377,275	408,681
Merchandise	452,602	471,002	599,714
	$ 1,349,879	$ 1,565,476	$ 1,708,787

The cost of goods sold for the three months ended September 30, 2014 and 2015 included reversal of inventory write-downs $3,624 thousand and inventory write-downs of $2,390 thousand, respectively. The cost of goods sold for the nine months ended September 30, 2014 and 2015 included inventory write-downs of $1,398 thousand and $578 thousand, respectively. Previous write-downs were reversed as a result of increased selling prices in certain markets.

12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements:

			% of Ownership			
Investor	Investee	Main Business	September 30, 2014	December 31, 2014	September 30, 2015	Remark
BizLink Holding Inc.	BizLink Technology Inc.	(1) Wholesaler and retailer of cable assembly, power cord and connectors, (2) wholesaler and retailer of computer peripheral products and electronic materials, and (3) international trade.	100.00	100.00	100.00	
	OptiWorks Inc.	(1) Wholesaler and retailer of fiber optical passive components and fiber optical cables, (2) international trade, and (3) various investment activities.	100.00	100.00	100.00	
	BizLink (BVI) Corp.	(1) Wholesaler and retailer of cable assembly, connectors, power cord, (2) wholesaler and retailer of computer peripheral products and electronic materials, (3) international trade, and (4) various investment activities.	100.00	100.00	100.00	
	BizLink International Corp.	(1) Wholesaler of cable assembly, connectors and power cord, (2) international trade, and (3) financial center for the Bizlink's Asian operation.	100.00	100.00	100.00	
	Zellwood International Corp.	Engaging in various investment activities.	100.00	100.00	100.00	

(Continued)

Investor	Investee	Main Business	% of Ownership September 30, 2014	% of Ownership December 31, 2014	% of Ownership September 30, 2015	Remark
	Oriental Rose Corp.	Engaging in various investment activities.	100.00	-	-	a
	BizLink Technology (S.E.A.) Sdn. Bhd.	(1) Designing, manufacturing, and sales of cable assembly, power cord, and telecommunications equipment, (2) wholesaler and retailer of computer peripheral products and electronic materials, and (3) international trade.	100.00	100.00	100.00	
	Adel Enterprises Corp.	(1) Wholesaler and retailer of cable assembly, connectors, and power cord, (2) wholesaler and retailer of computer peripheral products and electronic materials, and (3) international trade.	100.00	100.00	100.00	
	BizLink Tech Inc.	(1) Designing, manufacturing, sales of cable assembly, (2) wholesaler and retailer of computer peripheral products and electronic materials, (3) fiberfil molding, and (4) international business trade.	100.00	100.00	100.00	
	Accell Corp.	(1) Wholesaler and retailer of brand name connectors, cables and telecommunications equipment, (2) wholesaler and retailer of computer peripheral products and electronic materials, and (3) promoting its own brand name.	100.00	100.00	100.00	
	BizLink Technology (Ireland) Ltd.	(1) Wholesaler and retailer of cable assembly, power cord and connectors, (2) wholesaler and retailer of computer peripheral products and electronic materials, and (3) international trade.	100.00	100.00	100.00	
	BizLink Japan	(1) Wholesaler and retailer of cable assembly, power cord and connectors, (2) wholesaler and retailer of computer peripheral products and electronic materials, and (3) international trade.	100.00	100.00	100.00	
	Bizwide Limited	Engaging in various investment activities.	100.00	100.00	100.00	
	Bizconn Technology Inc.	(1) Wholesaler and retailer of cable assembly, power cord and connectors, (2) wholesaler and retailer of computer peripheral products and electronic materials, and (3) international trade.	100.00	100.00	100.00	b
BizLink Technology Inc.	Bae Bayside, LLC	Engaging in various lease activities.	100.00	100.00	100.00	
	Bobi, LLC	Engaging in various lease activities.	100.00	100.00	100.00	
OptiWorks, Inc.	OptiWork (Shanghai) Limited	(1) Manufacturing, wholesaler and retailer of fiber optical passive components and fiber optical cables, and (2) international trade.	100.00	100.00	100.00	
	OptiWork (Kuenshan) Limited	(1) Manufacturing, wholesaler and retailer of fiber optical passive components and fiber optical cables, and (2) sales of its own product.	100.00	100.00	100.00	
	OptiWork Holding Inc.	Engaging in various investment activities.	100.00	-	-	c
BizLink (BVI) Corp.	Hwa Zhan Electronics Corp. (Shen Zhen)	Designing, manufacturing, sales and assembling of connectors, cables assembly.	100.00	100.00	100.00	

(Continued)

Investor	Investee	Main Business	% of Ownership September 30, 2014	December 31, 2014	September 30, 2015	Remark
Zellwood International Corp.	Bizconn International Corp. (Samoa)	Engaging in various investment activities.	100.00	100.00	100.00	
	BizLink International Electronics (Shen Zhen) Co., Ltd.	Designing, manufacturing, sales and assembling of connectors, cables assembly.	100.00	100.00	100.00	
	BizLink (Kun Shan) Co., Ltd.	Designing, manufacturing and sales of cable assembly, connectors and power cord.	100.00	100.00	100.00	
Bizconn International Corp. (Samoa)	Bizconn International Corp. (China)	Designing, manufacturing, sales and assembling of connectors, tooling and cable assembly	100.00	100.00	100.00	
Oriental Rose Corp.	Klink Plastic Co., Ltd.	Designing, manufacturing, sales of PVC powder, power cord and connectors.	100.00	-	-	d
Adel Enterprise Corp.	BizLink Electronics (Xiamen) Co., Ltd.	Manufacturing and assembling of power cord and cable.	100.00	100.00	100.00	
	Asia Wick Ltd.	Engaging in various investment activities.	100.00	100.00	100.00	
Asia Wick Ltd.	TongYing Electronics (Shen Zhen) Ltd.	Manufacturing of wire extrusion and cable assembly.	100.00	100.00	100.00	
Bizwide Limited	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	Designing, manufacturing, sales of cable assembly, power cord, and connectors.	100.00	100.00	100.00	
BizLink Technology (S.E.A.) Sdn. Bhd.	BizLink Interconnect Technology (India) Private Limited	(1) Designing, manufacturing, and sales of cable assembly, power cord, and telecommunications equipment, (2) wholesaler and retailer of computer peripheral products and electronic materials, and (3) international trade.	100.00	100.00	100.00	

(Concluded)

a. Oriental Rose Corp. was dissolved in November 2014.

b. BizConn Technology Inc. was not yet in operation.

c. OptiWork Holding Inc. was dissolved in November 2014.

d. Klink Plastic Co., Ltd. was liquidated in October 2014.

13. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

Investments in Associate

	September 30, 2014	December 31, 2014	September 30, 2015
Non-public company			
Arise Solution Inc.	$ 2,806	$ 3,320	$ 3,271

At the end of the reporting period, the proportions of ownership and voting rights in associates held by the Company were as follows:

Name of Associate	September 30, 2014	December 31, 2014	September 30, 2015
Arise Solution Inc.	48%	48%	48%

Included in the cost of investment in associates was goodwill of $1,210 thousand which arose from the acquisition of Arise Solution Inc.

The investments accounted for by the equity method and the share of profit or loss and other comprehensive income of the investment were calculated based on the financial statements that have not been reviewed. Management believes there is no material impact on the equity method accounting or the calculation of the share of profit or loss and other comprehensive income, from the financial statements of Arise Solution Inc. that have not been reviewed.

14. PROPERTY, PLANT AND EQUIPMENT

	Freehold Land	Buildings	Machinery and Equipment	Transportation	Other Equipment	Total
Cost						
Balance at January 1, 2014	$ 114,673	$ 378,936	$ 765,596	$ 16,177	$ 166,995	$ 1,442,377
Additions	106,366	182,452	108,054	4,358	10,252	411,482
Disposals	-	-	(28,013)	(2,723)	(3,267)	(34,003)
Reclassification (a)	-	-	9,968	-	100	10,068
Effect of foreign currency exchange difference	1,217	3,293	4,061	126	886	9,583
Balance at September 30, 2014	$ 222,256	$ 564,681	$ 859,666	$ 17,938	$ 174,966	$ 1,839,507
Accumulated depreciation and impairment						
Balance at January 1, 2014	$ -	$ 142,938	$ 352,883	$ 9,035	$ 102,798	$ 607,654
Disposals	-	-	(23,957)	(1,379)	(2,808)	(28,144)
Depreciation expense	-	17,701	72,752	1,548	13,993	105,994
Effect of foreign currency exchange difference	-	713	1,928	82	594	3,317
Balance at September 30, 2014	$ -	$ 161,352	$ 403,606	$ 9,286	$ 114,577	$ 688,821
Carrying amounts at September 30, 2014	$ 222,256	$ 403,329	$ 456,060	$ 8,652	$ 60,389	$ 1,150,686
Cost						
Balance at January 1, 2015	$ 230,189	$ 596,616	$ 930,004	$ 18,665	$ 183,136	$ 1,958,610
Additions	-	19,190	109,085	2,421	30,946	161,642
Disposals	-	(643)	(23,487)	(1,472)	(11,408)	(37,010)
Reclassification (b)	-	10,728	42,750	-	963	54,441
Effect of foreign currency exchange difference	7,291	14,093	1,893	(519)	14	22,772
Balance at September 30, 2015	$ 237,480	$ 639,984	$ 1,060,245	$ 19,095	$ 203,651	$ 2,160,455
Accumulated depreciation and impairment						
Balance at January 1, 2015	$ -	$ 175,372	$ 461,501	$ 8,485	$ 120,676	$ 766,034
Disposals	-	(643)	(15,472)	(1,443)	(10,071)	(27,629)
Depreciation expense	-	19,201	89,207	1,978	15,328	125,714
Effect of foreign currency exchange difference	-	1,782	115	(316)	4	1,585
Balance at September 30, 2015	$ -	$ 195,712	$ 535,351	$ 8,704	$ 125,937	$ 865,704
Carrying amounts at December 31, 2014 and January 1, 2015	$ 230,189	$ 421,244	$ 468,503	$ 10,180	$ 62,460	$ 1,192,576
Carrying amounts at September 30, 2015	$ 237,480	$ 444,272	$ 524,894	$ 10,391	$ 77,714	$ 1,294,751

a. Reclassified from inventories and other non-current asset-prepayment for equipment to property, plant and equipment $6,684 thousand and $3,460 thousand, respectively. Reclassified from property, plant and equipment to intangible asset $76 thousand, which had no significant impact on the Company's consolidated financial statements.

b. Reclassified from inventories and other non-current asset-prepayment of equipment to property, plant and equipment $9,906 thousand, $44,535 thousand, respectively.

The above items of property, plant and equipment are depreciated on a straight-line basis over the estimated useful life of the asset as follows:

Building	5-55 years
Machinery and equipment	3-10 years
Transportation	4-10 years
Other equipment	3-10 years

Refer to Note 32 for the carrying amount of property, plant and equipment pledged by the Company to secure borrowings granted to the Company.

15. OTHER INTANGIBLE ASSETS

	Patent	Computer Software	Trademark	Total
Cost				
Balance at January 1, 2014	$ 15,066	$ 124,940	$ 6,055	$ 146,061
Additions	-	8,468	-	8,468
Reclassification*	-	8,525	(302)	8,223
Disposals	(86)	(89)	(5,742)	(5,917)
Effect of foreign currency exchange difference	162	518	52	732
Balance at September 30, 2014	$ 15,142	$ 142,362	$ 63	$ 157,567
Accumulated depreciation and impairment				
Balance, at January 1, 2014	$ 11,596	$ 31,632	$ 5,651	$ 48,879
Amortization expense	1,129	11,155	82	12,366
Disposals	(86)	(12)	(5,742)	(5,840)
Effect of foreign currency exchange difference	131	215	47	393
Balance at September 30, 2014	$ 12,770	$ 42,990	$ 38	$ 55,798
Carrying amounts at September 30, 2014	$ 2,372	$ 99,372	$ 25	$ 101,769
Cost				
Balance at January 1, 2015	$ 15,941	$ 151,619	$ 63	$ 167,623
Additions	-	6,078	-	6,078
Disposals	-	(1,093)	-	(1,093)
Effect of foreign currency exchange difference	561	763	-	1,324
Balance at September 30, 2015	$ 16,502	$ 157,367	$ 63	$ 173,932

(Continued)

	Patent	Computer Software	Trademark	Total
Accumulated depreciation and impairment				
Balance at January 1, 2015	$ 13,853	$ 49,285	$ 41	$ 63,179
Amortization expense	1,177	12,512	6	13,695
Disposals	-	(1,093)	-	(1,093)
Effect of foreign currency exchange difference	537	675	(3)	1,209
Balance at September 30, 2015	$ 15,567	$ 61,379	$ 44	$ 76,990
Carrying amounts at December 31, 2014 and January 1, 2015	$ 2,088	$ 102,334	$ 22	$ 104,444
Carrying amounts at September 30, 2015	$ 935	$ 95,988	$ 19	$ 96,942

(Concluded)

* Reclassified property, plant and equipment and other non-current asset - prepayment of equipment to intangible assets $76 thousand and $8,882 thousand, respectively. Reclassified intangible asset to expense $735 thousand, which had no significant impact on the Company's consolidated financial statements.

The above items of intangible assets are amortized on a straight-line basis over the estimated useful life of the asset as follows:

Patent	5 years
Computer software	5-10 years
Trademark	10 years

16. PREPAYMENTS FOR LEASE

	September 30, 2014	December 31, 2014	September 30, 2015
Current asset (included in prepayments)	$ 512	$ 730	$ 539
Non-current asset	12,724	13,266	12,929
	$ 13,236	$ 13,996	$ 13,468

As of September 30, 2014, December 31, 2014 and September 30, 2015, prepaid lease payments included land use right with carrying amount of NT$13,236 thousand, NT$13,996 thousand and NT$13,468 thousand, respectively, which are located in Mainland China.

17. OTHER ASSETS

	September 30, 2014	December 31, 2014	September 30, 2015
Current			
Prepayment (include prepayments for lease)	$ 138,408	$ 163,480	$ 154,327
Others	144	46	46
	$ 138,552	$ 163,526	$ 154,373
Non-current			
Prepayment for equipment	$ 28,126	$ 45,535	$ 96,110
Long-term notes receivable	-	-	9,901
Refundable deposits	23,217	23,809	26,443
	$ 51,343	$ 69,344	$ 132,454

18. BORROWINGS

a. Short-term borrowings

	September 30, 2014	December 31, 2014	September 30, 2015
Secured borrowings (Note 32)			
Bank loans	$ 64,950	$ 64,950	$ 64,500
Unsecured borrowings			
Bank loans	90,816	13,879	172,284
	$ 155,766	$ 78,829	$ 236,784

The range of interest rate on bank loans was 1.10%-1.65%, 1.22%-2.75% and 1.10%-2.75% per annum as of September 30, 2014, December 31, 2014 and September 30, 2015, respectively.

b. Long-term borrowings and current portion of long-term borrowings

	September 30, 2014	December 31, 2014	September 30, 2015
Secured borrowings (Note 32)			
Bank loans	$ 297,619	$ 308,206	$ 310,107
Less: Current portion (due in one year)	(13,053)	(13,667)	(14,224)
Long-term borrowings	$ 284,566	$ 294,539	$ 295,883

In April, 2014, May 2014 and May 2013, the long-term secured borrowings were provided with collaterals in the form of freehold land and buildings valued at US$1,600 thousand, US$5,800 thousand and US$2,700 thousand, respectively. Such loans are due in April, 2019, May, 2021 and June, 2020, respectively. As of September 30, 2014, December 31, 2014 and September 30, 2015, the annual effective interest rate was 2.65%-3.40%, 2.256%-2.75% and 2.10%-2.75%, respectively, per annum.

19. BONDS PAYABLE

	September 30, 2014	December 31, 2014	September 30, 2015
Overseas unsecured bonds II (a)	$ 200,000	$ 200,000	$ 200,000
Less: Converted face value	-	-	(39,300)
Less: Unamortized bond discount	(20,922)	(19,164)	(11,062)
	$ 179,078	$ 180,836	$ 149,638

On July 30, 2014, BizLink issued the second three-year unsecured, zero-coupon overseas convertible bonds with $100 thousand par value, in an aggregate principal amount of $200,000 thousand.

Following items are primary clauses in the prospectus:

a. Term

From July 30, 2014 to July 30, 2017.

b. Redemption

1) Between one month after issue date and 40 days prior to maturity date, if the closing price of BinLink's shares reaches 30% of the conversion price for 30 consecutive trading days, BinLink may redeem the remaining bonds at par value with cash in advance.

2) Between one month after issue date and 40 days prior to maturity date, if the bonds outstanding amounted to less than $20,000 thousand (10% of original principal amount), BinLink may redeem the remaining bonds at par value with cash in advance.

c. Conversion

Conversion period

Bondholders may request BizLink to convert the bonds into BizLink's common shares between August 31, 2014 (one month after issue date) and July 30, 2017 (maturity date), barring the year in which registration of share transfer is suspended.

Conversion price and adjustments

The price used by BizLink in determining the number of ordinary shares to be issued upon conversion is initially NT$134.5 per share. The conversion price will be subject to adjustment, according to a formula stated in prospectus, due to any change in issuance of ordinary shares. The conversion price as of September 30, 2015 was NT$124.1 per share.

d. The convertible bond has two components: The main debt contract instrument and the derivative convertible option. The main debt contract has the effective rate 3.91%. The derivative convertible option instrument was fair value through profit and loss (FVTPL) (Note 7).

e. For the nine months ended September 30, 2015, converted amount of convertible bond was NT$39,300 thousand, reclassified to common share NT$2,930 thousand and capital surplus-options NT$36,370 thousand. Bond payable discount and financial liabilities at FVTPL-current on converted date amounted NT$(3,044) thousand and NT$8,084 thousand, respectively, was also reclassified to capital surplus-options. Amortization of discount on bonds payable was NT$1,196 thousand and NT$1,476 thousand for the three months ended September 30, 2014 and 2015, respectively; and of NT$1,196 thousand and NT$5,043 thousand for the nine months ended September 30, 2014 and 2015, respectively, included in financial cost.

20. NOTE PAYABLE AND TRADE PAYABLES

	September 30, 2014	December 31, 2014	September 30, 2015
Notes payable			
Operating	$ 140	$ 108	$ 22,096
Trade payable			
Operating	$ 1,069,234	$ 1,138,445	$ 1,187,327

The Company has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

21. OTHER LIABILITIES

	September 30, 2014	December 31, 2014	September 30, 2015
Current			
Other payables			
Salaries or bonus	$ 258,118	$ 280,758	$ 333,534
Welfare funds	27,460	32,698	22,840
Payable for taxes	32,475	35,659	31,793
Payable for remuneration to directors and supervisors	6,360	8,879	6,931
Payable for professional service	31,448	21,513	26,410
Payable for shipping	16,420	20,375	14,591
Payable for commission	35,480	29,777	44,696
Others	62,457	87,993	72,713
	$ 470,218	$ 517,652	$ 553,508
Other liabilities			
Advance receipts	$ 10,075	$ 33,790	$ 12,222
Receipts under custody	1,472	1,708	1,090
Others	-	-	538
	$ 11,547	$ 35,498	$ 13,850
Non-current			
Other liabilities			
Guarantee deposits	$ 1,792	$ 2,433	$ 1,490

22. RETIREMENT BENEFIT PLANS

Employee benefit expenses in respect of the Company's defined benefit retirement plans were calculated using the actuarially determined pension cost discount rates as of December 31, 2013 and 2014, and recognized $56 thousand, $62 thousand, $168 thousand and $184 thousand in the three months ended September 30, 2014 and 2015 and nine months ended September 30, 2014 and 2015, respectively. Before the end of each year, the Company assesses the balance in the pension fund. If the amount of the balance in the pension fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Company is required to fund the difference in one appropriation that should be made before the end of March of the next year.

23. EQUITY

a. Capital stock

Common shares

	September 30, 2014	December 31, 2014	September 30, 2015
Number of shares authorized (in thousands)	500,000	500,000	500,000
Shares authorized	$ 5,000,000	$ 5,000,000	$ 5,000,000
Number of shares issued and fully paid (in thousands)	86,420	86,869	91,783
Shares issued	$ 864,200	$ 868,690	$ 917,825

Fully paid ordinary shares, which have a par value of NT$10, carry one vote per share and carry a right to dividends.

A reconciliation of the number of shares outstanding was as follows:

	Number of Shares (In Thousands of Shares)	Share Capital	Share Premium
Balance at January 1, 2014	79,797	$ 797,967	$ 810,816
Arising from employee share options	133	1,335	7,462
Share issuance for cash	2,500	25,000	257,459
Stock dividends	3,990	39,898	-
Balance at September 30, 2014	86,420	864,200	1,075,737
Balance at January 1, 2015	86,869	$ 868,690	$ 1,099,031
Arising from employee share options	277	2,770	14,327
Stock dividends	4,344	43,435	-
Arising from conversion of bonds	293	2,930	41,410
Balance at September 30, 2015	91,783	$ 917,825	$ 1,154,768

On May 8, 2014, BizLink's board of directors resolved to issue 2,500 thousand ordinary shares, with a par value of NT$10 each, for consideration of NT$112.2 per share, On July 10, 2014, the above transaction was approved by the FSC, and the subscription base date was determined by the board of directors at September 11, 2014.

b. Capital Surplus

	September 30, 2014	December 31, 2014	September 30, 2015
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)			
Arising from issuance of common shares	$ 827,944	$ 851,238	$ 865,565
Arising from conversion of bonds	247,793	247,793	289,203
Others - expired stock option	4,190	4,619	4,619
	$ 1,079,927	$ 1,103,650	$ 1,159,387
May not be used for any purpose			
Recognized on employee share options	$ 18,830	$ 10,253	$ 5,181

Note: Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).

A reconciliation of the carrying amount at the beginning and at the end of nine months ended 2014 and 2015, for each class of capital surplus was as follows:

	Share Premium	Conversion of bonds	Employee Share Options	Other	Total
Balance at January 1, 2014	$ 563,023	$ 247,793	$ 18,974	$ 4,190	$ 833,980
Recognition of employee share options by BizLink	-	-	5,310	-	5,310
Issue of common share stock options	7,462	-	(2,444)	-	5,018
Issue of ordinary shares for cash	257,459	-	(3,010)	-	254,449
Balance at September 30, 2014	$ 827,944	$ 247,793	$ 18,830	$ 4,190	$ 1,098,757
Balance at January 1, 2015	$ 851,238	$ 247,793	$ 10,253	$ 4,619	$ 1,113,903
Recognition of employee share options by BizLink	-	41,410	-	-	41,410
Issue of common share stock options	14,327	-	(5,072)	-	9,255
Balance at September 30, 2015	$ 865,565	$ 289,203	$ 5,181	$ 4,619	$ 1,164,568

c. Retained earnings and dividend policy

Under BizLink's Articles of Incorporation, BizLink may distribute profits in accordance with a proposal for distribution of profits prepared by the board of directors and approved by the annual stockholders' meeting. (1) The proposal shall begin with the BizLink's Annual Net Income and offset its losses in previous years that have not been previously offset, then set aside a legal capital reserve at 10% of the profits left over, until the accumulated legal capital reserve has equaled to total capital of BizLink, (2) then set aside a special capital reserve, if one is required, in accordance with the Applicable Public Company Rules or as requested by the authorities in charge; (3) and then may set aside up to 0%-3% of the balance as bonus to Directors and up to 0%-5% of the balance as bonus to employees. The board of directors shall specify the exact percentages or amounts to be distributed as bonuses to the board of directors and employees in preparing the proposal for distribution of profits, and the stockholders may amend such proposal prior to its approval. A Director who also serves as an executive officer of the Company may receive a bonus in his capacity as a Director and a bonus in his capacity as an employee. Any balance left over may be distributed as dividends (including cash dividends or stock dividends) or bonuses in accordance with the Statute and the Applicable Public Company Rules and after taking into consideration financial, business and operational factors with the amount of profits distributed to Members not lower than 10% of profits (after tax) of the then current year and the amount of cash dividends distributed thereupon shall not be less than 10 % of the profits proposed to be distributed of the then current year.

In accordance with the amendments to the Company Act in May 2015, the recipients of dividends and bonuses are limited to shareholders and do not include employees. Accordingly, BizLink expects to make amendments to the Company's Articles of Incorporation to be approved during the 2016 annual shareholders' meeting. For information about the accrual basis of employees compensation and remuneration to directors for the three months ended September 30, 2014 and 2015, and the nine months ended September 30, 2014 and 2015, and the actual appropriations for the years ended December 31, 2013 and 2014, please refer to Employee benefits expense in Note 24,e.

BizLink appropriates or reverses a special reserve in accordance with Rule No. 1010012865 and Rule No. 1010047490 issued by the FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs". Distribution can be made out of any subsequent reversal of the debit to other equity items.

Appropriation of earnings to legal reserve shall be made until the legal reserve equals the Company's paid-in capital. Legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of BizLink's paid-in capital, the excess may be transferred to capital or distributed in cash.

The appropriations of earnings for 2013 and 2014 had been approved in the annual stockholders' meetings on June 11, 2014 and June 24, 2015, respectively. The appropriations and remuneration to directors and supervisors were as follows:

	Appropriation of Earnings		**Dividends Per Share**	
	2013	**2014**	**2013**	**2014**
Legal reserve	$ 56,357	$ 61,693	$ -	$ -
Cash dividend	398,984	434,345	5.0	5.0
Stock dividend	39,898	43,435	0.5	0.5

d. Others equity items

Exchange differences on translating foreign operations.

	For the Nine Months Ended September 30	
	2014	**2015**
Balance at January 1	$ 82,550	$ 228,059
Exchange differences on translating foreign operations	(44,995)	(211,430)
Exchange differences arising on translation to the presentation	38,329	172,547
Balance at September 30	$ 75,884	$ 189,176

24. NET PROFIT FROM OPERATIONS

a. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	2015	2014	2015
Interest income				
Bank deposits	$ 3,844	$ 3,131	$ 9,030	$ 12,625
Government grants revenue	151	-	380	8,493
Indemnity income	-	-	-	5,144
Others	1,073	792	5,508	12,776
	$ 5,068	$ 3,923	$ 14,918	$ 39,038

b. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	2015	2014	2015
Loss on disposal of property, plant and equipment	$ (604)	$ (194)	$ (3,745)	$ (5,644)
Loss on disposal of intangible asset	-	-	(3)	-
Net foreign exchange gains/ (losses)	10,677	118,805	22,134	160,377
Net gain/(loss) arising on financial assets classified as held for trading	821	(3,244)	(9,323)	11,917
Net gain/(loss) arising on financial liabilities classified as held for trading	6,591	(7,603)	(25,944)	(20,720)
Impairment loss recognized on financial assets measured at cost (Note 8)	-	-	-	(9,321)
Others	(2,784)	(963)	(4,620)	(2,363)
	$ 14,701	$ 106,801	$ (21,501)	$ 134,246

c. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	2015	2014	2015
Interest on bank loans	$ (2,534)	$ (2,433)	$ (5,422)	$ (6,490)
Interest on convertible bonds	(1,196)	(1,476)	(1,196)	(5,043)
	$ (3,730)	$ (3,909)	$ (6,618)	$ (11,533)

d. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	2015	2014	2015
Property, plant and equipment	$ 37,292	$ 43,611	$ 105,994	$ 125,714
Intangible assets	4,199	4,622	12,366	13,695
	$ 41,491	$ 48,233	$ 118,360	$ 139,409
An analysis of depreciation by function				
Operating costs	$ 28,223	$ 31,725	$ 79,980	$ 93,246
Operating expenses	9,069	11,886	26,014	32,468
	$ 37,292	$ 43,611	$ 105,994	$ 125,714
An analysis of amortization by function				
Operating costs	$ 214	$ 267	$ 609	$ 631
Selling and marketing expenses	126	15	369	47
General and administrative expenses	3,339	3,762	10,012	11,210
Research and development expenses	520	578	1,376	1,807
	$ 4,199	$ 4,622	$ 12,366	$ 13,695

e. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	2015	2014	2015
Short term benefit	$ 407,331	$ 461,063	$ 1,196,212	$ 1,263,379
Other employee benefits	31,364	29,988	85,945	93,586
Post-employment benefits (see Note 22)				
Defined contribution plans	19,556	19,851	61,191	61,425
Defined benefit plans	56	62	168	184
	19,612	19,913	61,359	61,609
Share-based payments				
Equity-settled share-based payments	3,293	-	5,310	-
Total employee benefits expense	$ 461,600	$ 510,964	$ 1,348,826	$ 1,418,574
An analysis of employee benefits expense by function				
Operating costs	$ 267,360	$ 266,725	$ 801,847	$ 785,365
Operating expenses	194,240	244,239	546,979	633,209
	$ 461,600	$ 510,964	$ 1,348,826	$ 1,418,574

Under the Company Act as amended in May 2015, the Company's Articles of Incorporation should stipulate a fixed amount or ratio of annual profit to be distributed as employees' compensation. However, the Company has not made consequential amendments to its policies for distribution of employees' compensation. The bonus to employees and remuneration to directors and supervisors which were estimated based on net income (net of the bonus and compensation) after deduction the following items, and calculated by the actual amount in the past.

1) The proposal shall begin with the BizLink's Annual Net Income and offset its losses in previous years that have not been previously offset.

2) Set aside a legal capital reserve at 10% of the profits left over, until the accumulated legal capital reserve has equaled to total capital of BizLink.

3) Set aside a special capital reserve, if one is required, in accordance with the Applicable Public Company Rules or as requested by the authorities in charge:

	For the Three Months Ended September 30		**For the Nine Months Ended September 30**	
	2014	**2015**	**2014**	**2015**
Remuneration to directors	$ 2,172	$ 2,595	$ 6,360	$ 6,931
	US$ 70,000	US$ 70,000	US$ 210,000	US$ 210,000

Material differences between such estimated amounts and the amounts proposed by the board of directors on or before the annual consolidated financial statements are authorized for issue are adjusted in the year the bonus and remuneration were recognized. If there is a change in the proposed amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in accounting estimate.

The appropriations of bonuses to employees and remuneration to directors and supervisors for 2013 and 2014 have been approved in the shareholders' meetings on June 11, 2014 and June 24, 2015, respectively, were as follows:

	For the Year Ended December 31			
	2013		**2014**	
	Cash Dividends	**Share Dividends**	**Cash Dividends**	**Share Dividends**
Bonus to employees	$ -	$ -	$ -	$ -
Remuneration of directors and supervisors	8,389	-	8,879	-

There was no difference between the amounts of the bonus to employees and the remuneration to directors and supervisors approved in the shareholders' meetings on June 11, 2014 and June 24, 2015 and the amounts recognized in the financial statements for the years ended December 31, 2013 and 2014, respectively.

Information about the bonus to employees, directors and supervisors approved by BizLink's shareholders' meeting is available on the Market Observation Post System website of the Taiwan Stock Exchange.

25. INCOME TAXES RELATING TO OPERATIONS

a. Income tax recognized in profit or loss

The major components of tax expense were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	2015	2014	2015
Current tax				
In respect of the current year	$ 64,946	$ 70,872	$ 159,453	$ 179,919
Adjustments for prior periods	654	-	1,903	(1,520)
	65,600	70,872	161,356	178,399
Deferred tax				
In respect of the current year	(7,288)	(4,109)	(11,583)	(15,261)
Income tax expense recognized in profit or loss	$ 58,312	$ 66,763	$ 149,773	$ 163,138

The applicable tax rate in the nine months ended September 30, 2014 and 2015 used above is the corporate tax rate of 17% payable by the Company in ROC. The applicable tax rate used by subsidiaries in China is 25% except for BizLink (Kun shan) Co., Ltd. in the nine months ended September 30, 2014 and 2015 and for Xiang Yao Electronics (Shen Zhen) Co., Ltd., BizConn International Corp. (China) in the nine months ended September 30, 2015 which used tax rate of 15% due to their status as holders and for of high-tech enterprise certificate. The applicable tax rates in the nine months ended September 30, 2014 and 2015 used by the subsidiaries in the US are 34% for Federal tax and 8.84% for California State tax. The applicable tax rate in the nine months ended September 30, 2014 and 2015 used by the subsidiaries in Ireland is 12.5% according to local law. Tax rates used by other group entities operating in other jurisdictions are based on the tax laws in those jurisdictions.

b. Income tax assessment

As of September 30, 2015, the Company has no unsettled lawsuit.

26. EARNINGS PER SHARE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	2015	2014	2015
Basic earnings per share	$ 2.06	$ 2.27	$ 5.08	$ 5.99
Diluted earnings per share	$ 2.04	$ 2.21	$ 5.04	$ 5.97

The weighted average number of shares outstanding used for the earnings per share computation was adjusted retroactively for the issuance of bonus shares on August 4, 2015. This adjustment caused the basic and diluted after-tax earnings per share changed for the three months ended September 30, 2014 and the nine months ended September 30, 2014 as follow:

	Before Retroactive Adjustment		After Retroactive Adjustment	
	Three Months Ended September 30, 2014	**Nine Months Ended September 30, 2014**	**Three Months Ended September 30, 2014**	**Nine Months Ended September 30, 2014**
Basic earnings per share	$ 2.16	$ 5.34	$ 2.06	$ 5.08
Diluted earnings per share	$ 2.14	$ 5.29	$ 2.04	$ 5.04

Net Profit for the Year

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	**2015**	**2014**	**2015**
Profit for the period attributable to owners of the Company	$ 182,475	$ 208,180	$ 448,601	$ 547,840
Effect of potentially dilutive ordinary shares:				
Gain on valuation of converted bonds	-	(2,284)	-	-
Earnings used in the computation of diluted earnings per share	$ 182,475	$ 205,896	$ 448,601	$ 547,840

Weighted average number of ordinary shares outstanding (in thousand shares):

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	**2015**	**2014**	**2015**
Weighted average number of ordinary shares in computation of basic earnings per share	88,673	91,749	88,258	91,500
Effect of potentially dilutive ordinary shares:				
Convertible bonds	-	1,286	-	-
Employee share option	690	179	735	229
Weighted average number of ordinary shares used in the computation of diluted earnings per share	89,363	93,214	88,993	91,729

BizLink offered to settle bonuses paid to employees in cash or shares, BizLink assumed the entire amount of the bonus would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, if the effect is dilutive. Such dilutive effect of the potential shares was included in the computation of diluted earnings per share until the shareholders resolve the number of shares to be distributed to employees at their meeting in the following year.

The outstanding convertible bonds issued by the Company were converted to ordinary shares during the three months ended September 30, 2014 and the nine months ended September 30, 2014 and 2015, they were anti-dilutive and excluded from the computation of diluted earnings per share.

27. SHARE-BASED PAYMENT ARRANGEMENTS

a. Employee share option plan

Qualified employees of BizLink and its subsidiaries were granted 3,922,000 options on October 15, 2010. Each option entitles the holder to subscribe for one common shares of BizLink. The options granted are valid for 6 years and exercisable at certain percentages after the first anniversary from the grant date. According to the regulations of stock option, the option should be granted at an exercise price no less than the net asset value per share on the grant date stated in the latest audited or reviewed consolidated financial statement. For any subsequent changes in BizLink's capital surplus, the exercise price is adjusted accordingly.

Information on employee share options was as follows:

	For the Nine Months Ended September 30			
	2014		2015	
	Number of Options	Weighted-average Exercise Price (NT$)	Number of Options	Weighted-average Exercise Price (NT$)
Balance at January 1	1,104,500	$47.6	508,500	$43.7
Options granted	-	-	-	-
Options forfeited	(12,500)	-	(10,000)	-
Options exercised	(133,500)	43.7	(277,000)	43.4
Options expired	-	-	-	-
Balance at September 30	958,500	43.7	221,500	40.5
Options exercisable, end of period	310,125	43.7*	221,500	40.5*
Weighted-average fair value of options granted ($)	$ -		$ -	

* BizLink adjusted weighted-average share price of employee share options by prescribed formula, due to the issuance of share dividends and common stock for cash.

The weighted-average share prices at the date of exercise of share options for the nine month ended September 30, 2014 and 2015 were $145.5 and $134.6, respectively.

Information about outstanding options as of September 30, 2014, December 31, 2014 and September 30, 2015 was as follows:

	September 30, 2014	December 31, 2014	September 30, 2015
Range of exercise price (NT$)	$43.70	$43.70	$40.50
Weighted-average remaining contractual life (years)	0.29	0.04	-

Options granted in October 2010 were priced using the Black-Scholes pricing model and the inputs to the model were as follows:

	October 2010
Grant-date share price ($)*	60
Exercise price ($)	60
Expected volatility	37.19%-38.12%
Expected life (years)	4.25
Expected dividend yield	-
Risk-free interest rate	0.75%-1.07%

* Grant-date share price was based on the fair value per share of enterprise appraisal report issued by the actuary in September 2010. Compensation cost recognized was $3,293 thousand, $0 thousand, $5,310 thousand and $0 thousand for the three months ended September 30, 2014 and 2015 and nine months ended September 30, 2014 and 2015, respectively.

28. NON-CASH TRANSACTIONS

The amount of convertible bonds converted to ordinary shares and capital surplus was $2,930 thousand and $41,410 thousand in the nine months ended September 30, 2015 (refer to Notes 19 and 23).

29. OPERATING LEASE ARRANGEMENTS

The Company as Lessee

Operating leases relate to leases of buildings with lease terms between 5 and 15 years. All operating lease contracts over 5 years contain clauses for 5-yearly market rental reviews. The Company does not have a bargain purchase option to acquire the leased buildings at the expiration of the lease periods.

The future minimum lease payments payable for of non-cancellable operating lease commitments were as follows:

	September 30, 2014	December 31, 2014	September 30, 2015
Not later than 1 year	$ 128,159	$ 94,548	$ 104,726
Later than 1 year and not later than 5 years	320,838	315,955	265,822
Later than 5 years	401,158	378,118	341,438
	$ 850,155	$ 788,621	$ 711,986

30. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments

1) Fair value of financial instruments that are not measured at fair value

Except as detailed in the following table, management believes the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

	September 30, 2014		December 31, 2014		September 30, 2015	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial liabilities						
Financial liabilities measured at amortized cost						
Convertible bonds	$ 179,078	$ 218,600	$ 180,836	$ 209,000	$ 149,638	$ 195,090

2) Fair value hierarchy

September 30, 2014

	Level 1	Level 2	Level 3	Total
Financial liabilities				
Financial liabilities measured at amortized cost				
Convertible bonds	$ 218,600	$ -	$ -	$ 218,600

December 31, 2014

	Level 1	Level 2	Level 3	Total
Financial liabilities				
Financial liabilities measured at amortized cost				
Convertible bonds	$ 209,000	$ -	$ -	$ 209,000

September 30, 2015

	Level 1	Level 2	Level 3	Total
Financial liabilities				
Financial liabilities measured at amortized cost				
Convertible bonds	$ 195,090	$ -	$ -	$ 195,090

b. Fair value of financial instruments that are measured at fair value on recurring basis

1) Fair value hierarchy

September 30, 2014

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	$ -	$ 79	$ -	$ 79
Non-derivative financial assets held for trading	1,866	-	-	1,866
	$ 1,866	$ 79	$ -	$ 1,945
Financial liabilities at FVTPL				
Derivative financial liabilities	$ -	$ 19,368	$ -	$ 19,368
Convertible bonds	-	-	23,100	23,100
	$ -	$ 19,368	$ 23,100	$ 42,468

December 31, 2014

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	$ -	$ 302	$ -	$ 302
Non-derivative financial assets held for trading	2,745	-	-	2,745
	$ 2,745	$ 302	$ -	$ 3,047
Financial liabilities at FVTPL				
Derivative financial liabilities	$ -	$ 22,450	$ -	$ 22,450
Convertible bonds	-	-	10,780	10,780
	$ -	$ 22,450	$ 10,780	$ 33,230

September 30, 2015

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	$ -	$ 1,769	$ -	$ 1,769
Non-derivative financial assets held for trading	1,979	-	-	1,979
	$ 1,979	$ 1,769	$ -	$ 3,748
Financial liabilities at FVTPL				
Derivative financial liabilities	$ -	$ 12,970	$ -	$ 12,970
Convertible bonds	-	-	29,861	29,861
	$ -	$ 12,970	$ 29,861	$ 42,831

For the nine months ended September 30, 2014 and 2015, there were no transfers between Level 1 and Level 2 fair value measurements.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the nine months ended September 30, 2014

	Convertible Bonds
Financial liabilities	
Balance at January 1, 2014	$ -
Recognized in profit or loss (included in other gains and losses)	
Unrealized	23,100
Balance at September 30, 2014	$ 23,100

For the nine months ended September 30, 2015

	Convertible Bonds
Financial liabilities	
Balance at January 1, 2015	$ -
Recognized in profit or loss (included in other gains and losses)	
Unrealized	27,165
Transfer*	10,780
Reclassified to capital surplus (Note 18)	(8,084)
Balance at September 30, 2015	$ 29,861

* At January 1, 2015, the Company transferred the option of convertible bonds from Level 2 to Level 3 as the unobservable inputs had more significant impact to the fair value measurement. Such transfer did not have significant impact on the Company's consolidated financial statements.

3) Valuation techniques and inputs applied for the purpose of measuring Level 2 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Derivatives - foreign currency forward contracts	Discounted cash flow. Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

4) Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Convertible bonds option	The binomial tree evaluation model of convertible bonds: Consider the duration, the stock price and its volatility of the convertible bond objection, conversion price, risk-free rate of interest, risk discount rate, and liquidity risk of the convertible bonds and other factors. The significant unobservable input is the stock volatility. As of September 30, 2014 and 2015, the stock volatility used was 49.08%-54.05% and 40.19%-49.90%, respectively.

c. Categories of financial instruments

	September 30, 2014	December 31, 2014	September 30, 2015
<u>Financial assets</u>			
Fair value through profit or loss (FVTPL)			
Held for trading	$ 1,945	$ 3,047	$ 3,748
Loans and receivables (1)	3,222,181	3,203,475	3,281,273
Financial assets measured at cost	55,469	149,508	145,705
<u>Financial liabilities</u>			
Fair value through profit or loss (FVTPL)			
Held for trading	42,468	33,230	42,831
Amortized cost (2)	1,849,434	1,868,515	2,065,852

1) The balances included loans and receivables measured at amortized cost, which comprise cash and cash equivalents, debt investments with no active market, notes and trade receivable (including related parties), other receivables, other financial assets and refundable deposits (included in other non-current asset).

2) The balances included financial liabilities measured at amortized cost, which comprise short-term borrowings, notes and trade payable, other payables, current portion of long-term borrowings, bonds payable, long-term borrowings, and guarantee deposit received (included in other non-current liabilities).

d. Financial risk management objectives and policies

The Company's major financial instruments included equity and debt investments, notes and trade receivables, trade payable, bonds payable and borrowings. The Company's Corporate Treasury function provides services to the business departments, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

The Company sought to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Company's policies approved by the board of directors, which provided written principles on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity.

Compliance with policies and exposure limits is reviewed by the internal auditors on a continuous basis. The Company did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

The Corporate Treasury function reports quarterly to the board of directors, an independent body that monitors risks and policies implemented to mitigate risk exposures.

1) Market risk

The Company's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Company entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk and interest rate risk, including forward foreign exchange contracts to hedge the exchange rate risk arising on the export.

There had been no change to the Company's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

Several subsidiaries of the Company had foreign currency sales and purchases, which exposed the Company to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing forward foreign exchange contracts.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) and of the derivatives exposing to foreign currency risk at the end of the reporting period are set out in Note 35.

Sensitivity analysis

The Company was mainly exposed to the USD.

The following table details the subsidiaries using non-USD dollar as functional currency, and its sensitivity to a 1% increase and decrease in U.S. dollars against the relevant foreign currencies. A sensitivity rate of 1% is used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items, and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates. A positive number below indicates an increase in pre-tax profit when U.S. dollars weakens by 1% against the relevant currency. For a 1% strengthening of U.S. dollars against the relevant currency, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	USD Impact	
	For the Nine Months Ended September 30	
	2014	**2015**
Profit or loss	$ 11,041	$ 13,500

This was mainly attributable to the exposure outstanding on the USD receivables and payables, which were not hedged at the end of the reporting period.

The Company's sensitivity to foreign currency increased during the current period mainly due to increase in foreign currency trade receivables.

The following table details the Company's sensitivity to a 1% increase and decrease in RMB against the option contract. The sensitivity analysis included only the option contracts of the financial assets and liabilities at FVTPL, and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates. A positive number below indicates an increase in post-tax profit when RMB strengthen by 1% against U.S. dollar. For a 1% weakening of RMB against U.S. dollar, there would be an equal and opposite impact on post-tax profit and the balances below would be negative.

	RMB Strengthen 1% For the Nine Months Ended September 30		RMB Weaken 1% For the Nine Months Ended September 30	
	2014	**2015**	**2014**	**2015**
Profit or loss	$ 3,181	$ 1,152	$ (9,483)	$ (2,277)

This was mainly attributable to the option contracts of unrealized financial assets and liabilities at FVTPL (see Note 7).

b) Interest rate risk

The carrying amounts of the Company's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	September 30, 2014	**December 31, 2014**	**September 30, 2015**
Interest rate risk on fair value			
Financial assets	$ 497,715	$ 491,754	$ 429,803
Financial liabilities	244,028	245,786	313,148
Interest rate risk on cash flow			
Financial assets	1,015,565	954,702	960,476
Financial liabilities	388,435	322,085	383,381

Sensitivity analysis

The sensitivity analyses below were determined based on the Company's exposure to interest rates of non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 100 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 100 basis points higher/lower and all other variables were held constant, the Company's pre-tax profit for the nine months ended September 30, 2014 and 2015 would have increased/decreased by $4,703 thousand and $4,328 thousand, respectively, which was mainly attributable to the Company's exposure to interest rates on its variable-rate bank deposit and bank borrowings.

The Company's sensitivity to interest rates decreased during the current period mainly due to the increase in variable rate debt instruments.

c) Other price risk

The Company did not have significant risk exposed to equity price risk through its investments in listed equity securities, because the amount of investment were considered immaterial.

2) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. As at the end of the reporting period, the Company's maximum exposure to credit risk which will cause a financial loss to the Company due to failure of counterparties to discharge an obligation would arise from the carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets.

The Company adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

In order to minimize credit risk, management of the Company has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Company reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowances are made for irrecoverable amounts. In this regard, management believes the Company's credit risk was significantly reduced.

The Company adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

The Company's concentration of credit risk of 26%, 23% and 21% of total trade receivables as of September 30, 2014, December 31, 2014 and September 30, 2015, respectively, was related to the Company's three largest customers.

3) Liquidity risk

The Company manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Company's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

a) Liquidity and interest rate risk table for non-derivative financial liabilities

The following tables show details of the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables had been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Company can be required to pay. The tables included both interest and principal cash flows.

Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates of other non-derivative financial liabilities were based on the agreed repayment dates.

To the extent that interest flows are floating rate, the undiscounted amount was derived from the interest rate curve at the end of the reporting period.

September 30, 2014

	Less than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Non-derivative financial liabilities				
Non-interest bearing	$ 1,088,065	$ 128,906	$ -	$ -
Borrowing at floating interest	96,433	16,363	116,972	201,345
Borrowing at fixed interest	65,054	-	200,000	-
	$ 1,249,552	$ 145,269	$ 316,972	$ 201,345

December 31, 2014

	Less than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Non-derivative financial liabilities				
Non-interest bearing	$ 1,148,215	$ 152,429	$ -	$ -
Borrowing at floating interest	19,786	17,057	121,067	206,568
Borrowing at fixed interest	65,137	-	200,000	-
	$ 1,233,138	$ 169,486	$ 321,067	$ 206,568

September 30, 2015

	Less than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Non-derivative financial liabilities				
Non-interest bearing	$ 1,304,236	$ 65,087	$ -	$ -
Borrowing at floating interest	71,957	17,516	185,598	145,411
Borrowing at fixed interest	128,752	35,233	160,700	-
	$ 1,504,945	$ 117,836	$ 346,298	$ 145,411

b) Liquidity and interest risk rate tables for derivative financial liabilities

The following table detailed the Company's liquidity analysis for its derivative financial instruments. The table was based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis, and the undiscounted gross inflows and outflows on those derivatives that require gross settlement. When the amount payable or receivable is not fixed, the amount disclosed has been determined by reference to the projected interest rates as illustrated by the yield curves at the end of the reporting period.

September 30, 2014

	On Demand or Less than 3 Months	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Net settled					
Foreign exchange forward contracts	$ (1,543)	$ (128)	$ (1,988)	$ (3,497)	$ -
Foreign exchange options	(573)	(1,146)	(6,045)	(4,369)	-
	$ (2,116)	$ (1,274)	$ (8,033)	$ (7,866)	$ -

December 31, 2014

	On Demand or Less than 3 Months	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Net settled					
Foreign exchange forward contracts	$ (1,573)	$ (2,955)	$ (3,444)	$ -	$ -
Foreign exchange options	(778)	(1,556)	(10,027)	(1,815)	-
	$ (2,351)	$ (4,511)	$ (13,471)	$ (1,815)	$ -

September 30, 2015

	On Demand or Less than 3 Months	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Net settled					
Foreign exchange forward contracts	$ (641)	$ (1,467)	$ 495	$ -	$ -
Foreign exchange options	(2,906)	(4,070)	(2,612)	-	-
	$ (3,547)	$ (5,537)	$ (2,117)	$ -	$ -

c) Financing facilities

	September 30, 2014	December 31, 2014	September 30, 2015
Unsecured bank loan facilities:			
Amount used	$ 362,569	$ 373,156	$ 381,874
Amount unused	50	50	500
	$ 362,619	$ 373,206	$ 382,374
Secured bank loan facilities:			
Amount used	$ 90,816	$ 13,879	$ 165,017
Amount unused	1,069,057	1,212,478	1,240,006
	$ 1,159,873	$ 1,226,357	$ 1,405,023

31. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between BizLink and its subsidiaries, which were related parties of BizLink, had been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Company and other related parties are disclosed below.

a. Sales of goods

Line Items	Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2014	2015	2014	2015
Sales	Associates	$ 6,394	$ 9,896	$ 28,294	$ 30,323

The selling price for related is set with agreement between both parties. The credit period for related parties was 30 days after the end of the month. The credit period for third parties was 0 to 120 days after the end of the month.

b. Trade receivables from related parties

Line Items	Related Party Categories	September 30, 2014	December 31, 2014	September 30, 2015
Trade receivables from related parties	Associates	$ 3,889	$ 6,673	$ 5,181

The outstanding trade receivables from related parties are unsecured and will be settled in cash. For the nine months ended September 30, 2014 and 2015, no impairment loss was recognized for trade receivable from related parties.

c. Prepayments

Line Items	Related Party Categories	September 30, 2014	December 31, 2014	September 30, 2015
Prepayments	Associates	$ 2,547	$ 40,987	$ 536

d. Other transactions with related parties

Line Items	Related Party Categories	September 30, 2014	December 31, 2014	September 30, 2015
Refundable deposits (included in other - current assets)	Other related parties (1)	$ 13,148	$ 13,828	$ 16,054

Line Items	Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2014	2015	2014	2015
Rental expenses (recorded as cost of goods sold - manufacturing expenses) (2)	Other related parties (1)	$ 8,512	$ 10,941	$ 25,013	$ 28,294
Rental expenses (recorded as operating expenses) (2)	Other related parties (1)	$ 3,754	$ 4,832	$ 14,368	$ 12,473

1) Shareholder of the entity is related to the Company's key management.

2) The rental expenses were based on active market price, paid quarterly.

e. Compensation of key management personnel

Line Items	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2014	2015	2014	2015
Short-term employee benefits	$ 12,589	$ 12,077	$ 33,414	$ 29,307
Share-based payments	582	-	1,288	-
	$ 13,171	$ 12,077	$ 34,702	$ 29,307

The remuneration of directors and key executives was determined by the remuneration committee having regard to the performance of individuals and market trends.

32. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings:

	September 30, 2014	December 31, 2014	September 30, 2015
Pledged deposit (classified as other financial assets - current)	$ 1,866	$ 1,811	$ 1,476
Bank deposits (classified as other financial assets - non-current)	16,743	17,609	35,027

(Continued)

	September 30, 2014	December 31, 2014	September 30, 2015
Freehold land	$ 201,092	$ 208,028	$ 214,415
Buildings	292,667	302,859	314,086
	$ 512,368	$ 530,307	$ 565,004

(Concluded)

33. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Company as of September 30, 2014, December 31, 2014 and September 30, 2015 were as follows:

Significant Commitments

Unrecognized commitments are as follows:

	September 30, 2014	December 31, 2014	September 30, 2015
Acquisition of property, plant and equipment	$ 14,637	$ 19,639	$ 39,058

34. SIGNIFICANT EVENTS AFTER REPORTING PERIOD

The plan of issuing convertible bonds was approved by the board of directors on November 6, 2015. The maximum of the issue amounts is US$80 million.

35. EXCHANGE RATE OF FINANCIAL ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The significant financial assets and liabilities denominated in foreign currencies were as follows:

In Thousands of N.T. Dollars and Foreign Currencies

	September 30, 2014		
	Foreign Currencies	Exchange Rate	Carrying Amount (NT$)
Financial assets			
Monetary items			
USD	$ 69,564	6.1497 (USD:RMB)	$ 2,106,746
HKD	3,077	0.7933 (HKD:RMB)	12,019
USD	5,904	7.7519 (USD:HKD)	178,803
USD	6,418	0.7858 (USD:EUR)	194,369
USD	4,082	3.2465 (USD:MYR)	123,623
HKD	43,883	0.1290 (HKD:USD)	171,407
RMB	18,129	0.1626 (RMB:USD)	89,303

(Continued)

	September 30, 2014		
	Foreign Currencies	Exchange Rate	Carrying Amount (NT$)
Financial liabilities			
Monetary items			
USD	$ 18,917	6.1497 (USD:RMB)	$ 572,901
HKD	25,563	0.7933 (HKD:RMB)	99,849
USD	2,103	7.7519 (USD:HKD)	63,689
HKD	17,443	0.1290 (HKD:USD)	68,132

(Concluded)

	December 31, 2014		
	Foreign Currencies	Exchange Rate	Carrying Amount (NT$)
Financial assets			
Monetary items			
USD	$ 85,170	6.1224 (USD:RMB)	$ 2,700,741
HKD	4,051	0.7892 (HKD:RMB)	16,556
USD	9,598	7.7580 (USD:HKD)	304,353
USD	6,583	0.8222 (USD:EUR)	208,747
USD	4,641	3.5015 (USD:MYR)	147,166
HKD	74,695	0.1289 (HKD:USD)	305,278
RMB	31,525	0.1633 (RMB:USD)	160,620
Financial liabilities			
Monetary items			
USD	35,184	6.1224 (USD:RMB)	1,115,685
HKD	50,341	0.7892 (HKD:RMB)	205,744
USD	2,094	7.7580 (USD:HKD)	66,401
HKD	17,186	0.1289 (HKD:USD)	70,239

	September 30, 2015		
	Foreign Currencies	Exchange Rate	Carrying Amount (NT$)
Financial assets			
Monetary items			
USD	$ 74,837	6.3660 (USD:RMB)	$ 2,469,868
HKD	3,245	0.8214 (HKD:RMB)	13,817
USD	9,175	7.7502 (USD:HKD)	302,805
USD	8,043	0.8882 (USD:EUR)	265,446
USD	3,937	4.4725 (USD:MYR)	129,934
HKD	47,549	0.1290 (HKD:USD)	202,464
RMB	11,766	0.1571 (RMB:USD)	60,995

(Continued)

	September 30, 2015		
	Foreign Currencies	Exchange Rate	Carrying Amount (NT$)
Financial liabilities			
Monetary items			
USD	$ 34,501	6.3660 (USD:RMB)	$ 1,138,647
HKD	24,792	0.8214 (HKD:RMB)	105,564
USD	1,684	7.7502 (USD:HKD)	55,578
USD	6,228	0.8882 (USD:EUR)	205,545
			(Concluded)

For the nine months ended September 30, 2014 and 2015, realized and unrealized net foreign exchange gains (losses) were described in Note 24. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the Company entities.

36. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided. The Company's reportable segment is computer related segment, fiber optic segment and other segment. The related information was as follows:

a. Information of reportable segment's gain or loss and assets

	For the Nine Months Ended September 30, 2014			
	Computer Related	Fiber Optic	Others	Total
Revenues from external customers	$ 5,403,438	$ 113,543	$ 47,296	$ 5,564,277
Intersegment revenues	8,147,518	69,565	245,175	8,462,258
Segment revenues	13,550,956	183,108	292,471	14,026,535
Eliminations				(8,462,258)
Consolidated revenues				5,564,277
Segment income	$ 654,122	$ (29,267)	$ 17,585	$ 642,440
Reportable segment other income				$ 14,918
Reportable segment other gains and loss				(21,501)
Reportable segment compensation of management personnel				(30,321)
Reportable segment financial cost				(6,618)
Share of profits of associates accounted for using the equity method				(544)
Reportable segment income before income tax				$ 598,374

	For the Nine Months Ended September 30, 2015			
	Computer Related	**Fiber Optic**	**Others**	**Total**
Revenues from external customers	$ 5,889,128	$ 190,471	$ 18,682	$ 6,098,281
Intersegment revenues	9,077,863	155,173	169,956	9,402,992
Segment revenues	14,966,991	345,644	188,638	15,501,273
Eliminations				(9,402,992)
Consolidated revenues				6,098,281
Segment income	$ 554,865	$ 20,002	$ 3,846	$ 578,713
Reportable segment other income				$ 39,038
Reportable segment other gains and loss				134,246
Reportable segment compensation of management personnel				(29,307)
Reportable segment financial cost				(11,533)
Share of profits of associates accounted for using the equity method				(179)
Reportable segment income before income tax				$ 710,978