Advantech Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 2012 and 2011 and Independent Accountants' Review Report

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

The Board of Directors and the Shareholders
Advantech Co., Ltd.

We have reviewed the accompanying consolidated balance sheets of Advantech Co., Ltd. ("Parent Company") and subsidiaries as of September 30, 2012 and 2011, and the related consolidated statements of income and cash flows for the nine months then ended. These financial statements are the responsibility of the Parent Company's management. Our responsibility is to issue a report based on our reviews.

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

As stated in Note 2 to the financial statements, we did not review the financial statements as of and for the nine months ended September 30, 2012 and 2011 of some subsidiaries except those of Advantech Corp. (ANA), Beijing Yan Hua Xing Ye Electronic Science & Technology Co., Ltd. (ACN), and Shanghai Advantech Intelligent Services Co., Ltd. (AiSC). As of September 30, 2012 and 2011, the total assets of these subsidiaries were 35.30% (NT$8,299,757 thousand) and 54.22% (NT$11,428,948 thousand) of the Parent Company's consolidated total assets, respectively, and the total liabilities of these subsidiaries were 43.57% (NT$2,934,313 thousand) and 45.36% (NT$2,791,331 thousand) of the Parent Company's consolidated total liabilities, respectively. In the nine months ended September 30, 2012 and 2011, the operating revenues of these subsidiaries were 30.09% (NT$6,190,327 thousand) and 79.24% (NT$15,956,380 thousand), respectively, of the consolidated operating revenues, and the net incomes were 27.00% (NT$716,452 thousand) and 23.00% (NT$641,977 thousand), respectively, of the consolidated total net income. Also, as stated in Note 9 to the financial statements, we did not review the financial statements of some equity-method investees as of and for the nine months ended September 30, 2012 and 2011. As of September 30, 2012 and 2011, the carrying values of these investments were NT$369,584 thousand and NT$372,523 thousand, respectively, of the consolidated total assets and the net investment gains were NT$35,487 thousand and NT$27,941 thousand in the nine months ended September 30, 2012 and 2011, respectively. These investment amounts as well as additional disclosures in Note 21 required by the Securities and Futures Bureau for the Parent Company and its investees were based on the investees' unreviewed financial statements for the same reporting periods as those of the Parent Company.

Based on our reviews, except for the adjustments that might have been determined to be necessary had the subsidiaries and other equity-method investees' financial statements mentioned in the preceding paragraph been reviewed, we are not aware of any material modifications that should be made to the consolidated financial statements of Advantech Co., Ltd. and subsidiaries referred to in the first paragraph for them to be in conformity with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers; order VI-0960064020 issued by the Financial Supervisory Commission under the Executive Yuan on November 15, 2007; and accounting principles generally accepted in the Republic of China.

October 29, 2012

Notice to Readers

The accompanying consolidated financial statements are intended only to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally accepted and applied in the Republic of China.

For the convenience of readers, the accountants' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language accountants' review report and consolidated financial statements shall prevail.

ADVANTECH CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars, Except Par Value)
(Reviewed, Not Audited)

	2012		2011	
ASSETS	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS				
Cash (Note 4)	$ 2,523,280	11	$ 1,867,969	9
Financial assets at fair value through profit or loss - current (Notes 2, 5 and 20)	18,757	-	31,683	-
Available-for-sale financial assets - current (Notes 2, 6 and 20)	906,130	4	47,385	-
Notes receivable (Note 2)	599,095	3	623,975	3
Accounts receivable, net of allowance for doubtful accounts of $80,565 thousand in 2012 and $66,590 thousand in 2011 (Note 2)	4,220,218	18	3,595,526	17
Accounts receivable - related parties (Note 17)	13,058	-	4,331	-
Other receivables	64,593	-	53,471	-
Inventories, net (Notes 2 and 7)	4,459,113	19	4,536,717	22
Deferred income tax assets - current (Note 2)	66,252	-	52,822	-
Restricted assets (Note 18)	97,810	-	-	-
Prepayments and other current assets	269,636	1	270,406	2
Total current assets	13,237,942	56	11,084,285	53
LONG-TERM FUNDS AND INVESTMENTS				
Available-for-sale financial assets - noncurrent (Notes 2, 6 and 20)	2,448,186	10	2,346,567	11
Financial assets carried at cost - noncurrent (Notes 2 and 8)	33,257	-	33,257	-
Investments accounted for by the equity method (Notes 2 and 9)	369,584	2	372,523	2
Total long-term funds and investments	2,851,027	12	2,752,347	13
PROPERTIES (Notes 2, 10 and 18)				
Cost				
Land	2,819,132	12	2,808,219	13
Buildings	2,861,486	12	2,731,125	13
Machinery and equipment	1,121,806	5	1,030,331	5
Leasehold improvements	-	-	358	-
Furniture and fixtures	498,940	2	467,041	2
Other equipment	733,554	3	639,723	3
Total cost	8,034,918	34	7,676,797	36
Less: Accumulated depreciation	2,135,888	9	1,858,987	9
	5,899,030	25	5,817,810	27
Construction in progress and prepayment for equipment	291,581	2	147,403	1
Properties, net	6,190,611	27	5,965,213	28
INTANGIBLE ASSETS (Note 2)				
Trademarks	88,023	-	90,983	-
Goodwill, net	676,092	3	618,554	3
Deferred pension cost	6,762	-	7,357	-
Core technology, net	60,784	-	101,595	1
Superficies, net	96,081	1	101,319	1
Other intangible assets, net	51,895	-	95,656	-
Total intangible assets	979,637	4	1,015,464	5
OTHER ASSETS				
Assets leased to others (Notes 2 and 11)	17,786	-	19,060	-
Refundable deposits	39,685	-	27,836	-
Deferred expense, net (Note 2)	192,888	1	214,994	1
Total other assets	250,359	1	261,890	1
TOTAL	$ 23,509,576	100	$ 21,079,199	100

	2012		2011	
LIABILITIES AND SHAREHOLDERS' EQUITY	**Amount**	**%**	**Amount**	**%**
CURRENT LIABILITIES				
Short-term bank loans (Notes 12 and 20)	$ 147,745	1	$ 463,412	2
Financial liabilities at fair value through profit or loss - current (Notes 2, 5 and 20)	6,601	-	118,274	1
Accounts payable (Note 17)	2,753,935	12	1,777,568	8
Income tax payable (Note 2)	261,937	1	282,173	1
Accrued expenses (Note 15)	2,065,463	9	1,848,576	9
Long-term bank loans - current portion (Notes 13, 19 and 20)	584	-	1,305	-
Advance receipts and other current liabilities	583,768	2	370,783	2
Total current liabilities	5,820,033	25	4,862,091	23
LONG-TERM LIABILITIES				
Convertible bonds payable (Notes 2, 14 and 20)	317,335	1	756,294	4
Long-term bank loans, net of current portion (Notes 13, 19 and 20)	2,437	-	11,743	-
Total long-term liabilities	319,772	1	768,037	4
OTHER LIABILITIES				
Accrued pension liabilities (Note 2)	124,801	1	125,444	-
Guarantee deposits received	356	-	7,422	-
Deferred income tax liabilities - noncurrent (Note 2)	469,595	2	389,980	2
Deferred credits (Note 2)	47	-	206	-
Total other liabilities	594,799	3	523,052	2
Total liabilities	6,734,604	29	6,153,180	29
SHAREHOLDERS' EQUITY (Note 15)				
Capital stock of parent company, NT$10.00 par value				
Authorized - 600,000 thousand shares				
Issued and outstanding - 560,894 thousand shares issuance in 2012 and 551,797 thousand shares issuance in 2011	5,608,937	24	5,517,971	26
Capital surplus (Notes 2, 14 and 15)				
Additional paid-in capital from share issuance in excess of par	4,361,870	19	3,751,469	18
From long-term equity investments	56,300	-	57,473	-
From stock options	160,910	1	188,477	1
Total capital surplus	4,579,080	20	3,997,419	19
Retained earnings (Notes 2 and 15)				
Legal reserve	2,715,184	12	2,359,910	11
Special reserve	545,303	2	621,663	3
Unappropriated earnings	3,152,364	13	2,783,507	13
Total retained earnings	6,412,851	27	5,765,080	27
Others (Notes 2 and 20)				
Cumulative translation adjustments	(77,943)	-	156,749	1
Net loss not recognized as pension cost	(2,121)	-	(2,121)	-
Unrealized gain (loss) on financial instruments	143,062	-	(611,721)	(3)
Total other equity	62,998	-	(457,093)	(2)
Total shareholders' equity of parent company	16,663,866	71	14,823,377	70
Minority interest	111,106	-	102,642	1
Total shareholders' equity	16,774,972	71	14,926,019	71
TOTAL	$ 23,509,576	100	$ 21,079,199	100

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

(With Deloitte & Touche review report dated October 29, 2012)

ADVANTECH CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME
NINE MONTHS ENDED SEPTEMBER 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	2012		2011	
	Amount	%	Amount	%
OPERATING REVENUES (Notes 2 and 17)				
Sales	$ 20,271,305	98	$ 19,907,385	99
Sales returns and allowances	254,717	1	171,917	1
Net sales	20,016,588	97	19,735,468	98
Other operating revenues	553,798	3	402,399	2
Total operating revenues	20,570,386	100	20,137,867	100
OPERATING COSTS (Notes 2, 7 and 17)	12,377,484	60	12,257,467	61
GROSS PROFIT	8,192,902	40	7,880,400	39
UNREALIZED INTERCOMPANY LOSS (GAIN) (Note 2)	2,436	-	(206)	-
REALIZED INTERCOMPANY LOSS (Note 2)	(259)	-	(65)	-
ADJUSTED GROSS PROFIT	8,195,079	40	7,880,129	39
OPERATING EXPENSES (Note 17)				
Marketing	2,201,992	11	2,037,880	10
Administrative	1,286,245	6	1,147,507	5
Research and development	1,755,110	8	1,584,883	8
Total operating expenses	5,243,347	25	4,770,270	23
OPERATING INCOME	2,951,732	15	3,109,859	16
NONOPERATING INCOME AND GAINS				
Interest income	14,710	-	7,812	-
Investment income recognized under the equity method, net (Notes 2 and 9)	35,487	-	27,941	-
Dividend income	97,927	1	120,833	1
Gain on disposal of properties, net	30,274	-	-	-
Gain on disposal of investments, net	32,834	-	-	-
Foreign exchange gain, net (Note 2)	-	-	179,683	1
Rental revenue	15,981	-	29,432	-
Valuation gain on financial instruments (Notes 2 and 5)	95,451	1	20,869	-
Other income (Notes 6 and 17)	74,958	-	58,644	-
Total nonoperating income and gains	397,622	2	445,214	2

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ADVANTECH CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME
NINE MONTHS ENDED SEPTEMBER 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	2012		2011	
	Amount	**%**	**Amount**	**%**
NONOPERATING EXPENSES AND LOSSES				
Interest expense (Note 2 and 14)	$ 14,886	-	$ 11,113	-
Loss on disposal of properties, net	-	-	1,030	-
Loss on disposal of investments, net	-	-	20,286	-
Foreign exchange loss, net (Note 2)	78,866	1	-	-
Valuation loss on financial instruments (Notes 2 and 5)	39,996	-	87,784	1
Other expenses	14,106	-	15,286	-
Total nonoperating expenses and losses	147,854	1	135,499	1
INCOME BEFORE INCOME TAX	3,201,500	16	3,419,574	17
INCOME TAX (Note 2)	548,397	3	628,069	3
CONSOLIDATED NET INCOME	$ 2,653,103	13	$ 2,791,505	14
ATTRIBUTABLE TO:				
Parent's shareholders	$ 2,634,897	13	$ 2,774,884	14
Minority interest	18,206	-	16,621	-
	$ 2,653,103	13	$ 2,791,505	14

	2012		2011	
	Before Income Tax	**After Income Tax**	**Before Income Tax**	**After Income Tax**
EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 16)				
Basic	$ 5.37	$ 4.74	$ 5.72	$ 5.03
Diluted	$ 5.32	$ 4.70	$ 5.71	$ 5.03

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

(With Deloitte & Touche review report dated October 29, 2012) (Concluded)

ADVANTECH CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated net income	$ 2,653,103	$ 2,791,505
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	339,391	354,968
Amortization of discount on convertible bonds	10,462	5,351
Provision for doubtful accounts	29,777	25,673
Provision for loss on inventories	63,831	74,596
Loss on disposal of scrap inventories, net	104,654	74,094
Loss (gain) on disposal of properties, net	(30,274)	1,030
Gain on disposal of long-term equity investments, net	(137)	(10,105)
Loss (gain) on disposal of available-for-sale financial assets, net	(32,697)	30,391
Investment income recognized under the equity-method, net	(35,487)	(27,941)
Compensation cost of employee stock options	36,510	63,911
Accrued pension liabilities	13,945	11,270
Deferred income taxes	38,797	77,574
Net changes in operating assets and liabilities		
Financial instruments at fair value through profit or loss	(8,468)	98,270
Notes receivable	(171,839)	(275,825)
Accounts receivable	(753,208)	(906,455)
Accounts receivable - related parties	(9,594)	14,853
Other receivable	(15,258)	25
Inventories	(607,646)	(1,124,110)
Prepayments and other current assets	(100,823)	168,747
Accounts payable	912,235	10,601
Income tax payable	(151,213)	(11,997)
Accrued expenses	102,162	391,836
Advance receipts and other current liabilities	289,342	(34,321)
Deferred credits	(148)	271
Net cash provided by operating activities	2,677,417	1,804,212
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds of capital return on available-for-sale financial assets	-	3,522
Acquisition of available-for-sale financial assets	(1,892,861)	(35,329)
Proceeds of the disposal of available-for-sale financial assets	2,586,480	152,697
Proceeds of the sale of equity-method investments	14,503	26,872
Net cash used in the acquisition of subsidiaries	(176,915)	(88,810)
Acquisition of properties	(284,529)	(1,930,265)
Proceeds of the disposal of properties	62,808	18,526
Increase in restricted assets	(97,810)	-

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ADVANTECH CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	2012	2011
Decrease in refundable deposits	$ 1,269	$ 214
Increase in deferred expenses	(44,824)	(41,223)
Net cash provided by (used in) investing activities	168,121	(1,893,796)
CASH FLOWS FROM FINANCING ACTIVITIES		
Issuance of convertible bonds	-	800,000
Increase (decrease) in short-term bank loans	(23,697)	414,839
Decrease in long-term bank loans	(9,631)	(9,051)
Employee stock options	104,109	-
Increase (decrease) in guarantee deposits	(760)	7,000
Cash dividends	(2,764,981)	(1,755,718)
Decrease in minority interest	(2,986)	(16,465)
Net cash used in financing activities	(2,697,946)	(559,395)
EFFECT OF EXCHANGE RATE CHANGES	(147,473)	228,815
NET INCREASE (DECREASE) IN CASH	119	(420,164)
CASH, BEGINNING OF PERIOD	2,523,161	2,288,133
CASH, END OF PERIOD	$ 2,523,280	$ 1,867,969
SUPPLEMENTARY CASH FLOW INFORMATION		
Interest paid (excluding capitalized interest)	$ 14,885	$ 4,938
Income tax paid	$ 654,820	$ 562,492
NONCASH INVESTING AND FINANCING ACTIVITY		
Conversion of convertible bonds	$ 453,458	$ -

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ADVANTECH CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

The fair values of the assets and liabilities of Advansus Corp., which became a wholly owned subsidiary of Advantech Co., Ltd., as of the acquisition in June 2012 are summarized as follows:

Cash	$ 258,170
Available-for-sale financial assets - current	80,030
Accounts receivable, net	231,215
Inventories, net	249,659
Other current assets	4,008
Properties, net	19,387
Other assets	3,447
Accounts payable	(263,791)
Accrued expenses	(67,201)
Income tax payable	(11,986)
Other current liabilities	(16,800)
Net	486,138
Percentage of equity interest	50%
	243,069
Cost in excess of book value of subsidiary acquired	62,931
Total	306,000
Less: Cash balances of Advansus Corp. (50%)	(129,085)
Cash paid for the acquisition of Advansus Corp.	$ 176,915

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

(With Deloitte & Touche review report dated October 29, 2012) (Concluded)

1. ORGANIZATION AND OPERATIONS

Advantech Co., Ltd. (the "Parent Company") was established in September 1981 and it is a listed company. It manufactures and sells embedded computing boards, industrial automation products, applied computers and industrial computers.

To improve the entire operating efficiency of the group, the Parent Company's board of directors resolved to have a short-form merger with Advantech Investment and Management Service (AIMS). The effective merger date was July 30, 2009. As the survivor entity, the Parent Company assumed all assets and liabilities of AIMS.

As of September 30, 2012 and 2011, the Parent Company and the consolidated subsidiaries (collectively, the "Group") had 6,466 and 5,873 employees, respectively.

2. SIGNIFICANT ACCOUNTING POLICIES

The Group's consolidated financial statements have been prepared in conformity with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers and accounting principles generally accepted in the ROC. Under these guidelines and principles, the Group is required to make certain estimates and assumptions that could affect the allowance for doubtful accounts, allowance for loss on inventories, depreciation of properties and properties leased to others, pension cost, accrued product warranty reserve, bonuses to employees and remuneration to directors and supervisors and income tax, etc. Actual results could differ from these estimates.

For readers' convenience, the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the ROC. If inconsistencies arise between the English version and the Chinese version or if differences arise in the interpretations between the two versions, the Chinese version of the financial statements shall prevail.

The Group's significant accounting policies are summarized as follows.

Basis for Consolidation

Consolidated financial statements should include direct and indirect subsidiaries in which the Group has controlling interests or has voting rights of over 50%. The consolidated entities included the Parent Company and all its subsidiaries. All significant intercompany accounts and transactions have been eliminated from the consolidated financial statements.

The financial statements of Advansus Corp. for the nine months ended September 30, 2012 and 2011 had been consolidated under the proportionate consolidated method. All significant accounts and transactions between the Parent and this company have been eliminated from the consolidated financial statements.

The organization chart of intercompany relationships and percentages of ownership as of September 30, 2012 and 2011 is shown in Table 9 (attached). The names, locations and other information of investees are shown in Table 7 (attached).

The financial statements used as basis of the consolidated subsidiaries' information and related investment amounts were unreviewed, except those of Advantech Corp. (ANA), Beijing Yan Hua Xing Ye Electronic Science & Technology Co., Ltd. (ACN), and Shanghai Advantech Intelligent Services Co., Ltd. (AiSC).

Current and Noncurrent Assets and Liabilities

Current assets include unrestricted cash, those assets held primarily for trading purposes or to be realized, sold or consumed within one year from the balance sheet date. All other assets such as properties are classified as noncurrent. Current liabilities are obligations incurred for trading purposes or to be settled within one year from the balance sheet date. All other liabilities are classified as noncurrent.

Financial Assets/Liabilities at Fair Value through Profit or Loss

Financial instruments classified as financial assets or financial liabilities at fair value through profit or loss (FVTPL) include financial assets or financial liabilities held for trading and those designated as at FVTPL on initial recognition. The Parent Company recognizes a financial asset or a financial liability on its balance sheet when the Parent Company becomes a party to the contractual provisions of the financial instrument. A financial asset is derecognized when the Parent Company has lost control of its contractual rights over the financial asset. A financial liability is derecognized when the obligation specified in the relevant contract is discharged, cancelled or expired.

Financial instruments at FVTPL are initially measured at fair value. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in profit or loss. At each balance sheet date subsequent to issue of initial recognition, financial assets or financial liabilities at FVTPL are remeasured at fair value, with changes in fair value recognized directly in profit or loss in the period in which they arise. On derecognition of a financial asset or a financial liability, the difference between its carrying amount and the sum of the consideration received and receivable or consideration paid and payable is recognized in profit or loss. All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

A derivative that does not meet the criteria for hedge accounting is classified as a financial asset or a financial liability held for trading. If the fair value of the derivative is positive, the derivative is recognized as a financial asset; otherwise, the derivative is recognized as a financial liability.

Fair values of financial assets and financial liabilities at the balance sheet date are determined as follows: Financial assets and financial liabilities without quoted prices in an active market - at values determined using valuation techniques.

Available-for-sale Financial Assets

Available-for-sale financial assets are initially measured at fair value plus transaction costs that are directly attributable to the acquisition. At each balance sheet date subsequent to initial recognition, available-for-sale financial assets are remeasured at fair value, with changes in fair value recognized in equity until the financial assets are disposed of, at which time, the cumulative gain or loss previously recognized in equity is included in profit or loss for the year. All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

The recognition, derecognition and the fair value bases of available-for-sale financial assets are the same with those of financial assets at FVTPL.

Cash dividends are recognized on the ex-dividend date, except for dividends distributed from the pre-acquisition profit, which are treated as a reduction of investment cost. Stock dividends are not recognized as investment income but are recorded as an increase in the number of shares. The total number of shares subsequent to the increase is used for recalculation of cost per share.

Fair values of financial assets and financial liabilities at the balance sheet date are determined as follows: Publicly traded stocks - at closing prices; and open-end mutual funds - at net asset values.

An impairment loss is recognized when there is objective evidence that the financial asset is impaired. Any subsequent decrease in impairment loss for an equity instrument classified as available-for-sale is recognized directly in equity. If the fair value of a debt instrument classified as available-for-sale subsequently increases as a result of an event which occurred after the impairment loss was recognized, the decrease in impairment loss is reversed to profit.

Revenue Recognition, Accounts Receivable, and Allowance for Doubtful Accounts

Sales are recognized when titles to products and material risks of ownerships are transferred to clients, primarily upon shipment, when the earnings process is mostly completed and profit is realized or is realizable. The Group does not recognize as sales those transactions involving the delivery of materials to subcontractors since ownership of materials is not transferred upon delivery of materials. Allowances and the related provision for sales returns are accounted for as a deduction from gross sales, and the related costs are deducted from cost of sales as they are incurred.

Revenue is measured at the fair value of the consideration received or receivable and represents amounts agreed between the Group and the customers for goods sold in the normal course of business, net of sales discounts and volume rebates. For trade receivables due within one year from the balance sheet date, as the nominal value of the consideration to be received approximates its fair value and transactions are frequent, fair value of the consideration is not determined by discounting all future receipts using an imputed rate of interest.

An allowance for doubtful accounts is provided on the basis of a review of the collectibility of accounts receivable. This review involves the aging analysis of the outstanding receivables and assessing relevant economic circumstances.

As discussed in Note 3 to the financial statements, the Group early adopted the third-time revised Statement of Financial Accounting Standards (SFAS) No. 34 - "Financial Instruments: Recognition and Measurement." One of the main revisions is that the impairment of receivables originated by the Company should be covered by SFAS No. 34. Accounts receivable are assessed for impairment at the end of each reporting period and considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the accounts receivable, the estimated future cash flows of the asset have been affected. Objective evidence of impairment could include:

- Significant financial difficulty of the debtor;
- The accounts receivable becoming overdue; or
- Probability that the debtor will enter into bankruptcy or undergo financial reorganization.

Accounts receivable that are assessed as not impaired individually are further assessed for collective impairment. Objective evidence of impairment for a portfolio of accounts receivable could include the Group's past difficulty in collecting payments and an increase in the number of delayed payments as well as observable changes in national or local economic conditions that correlate with defaults on receivables.

The impairment loss recognized is the difference between the asset carrying amount and the present value of estimated future cash flows, after taking into account the related collaterals and guarantees, discounted at the receivable's original effective interest rate. The carrying amount of the accounts receivable is reduced through the use of an allowance account. When accounts receivable are considered uncollectible, they are written off against the allowance account. Recoveries of amounts previously written off are credited to the allowance account. Changes in the carrying amount of the allowance account are recognized as bad debt in profit or loss.

Inventories

Inventories consist of raw materials and supplies, work-in-process, finished goods, and are stated at the lower of cost or net realizable value. Inventory write-downs are made by item, except where it may be appropriate to group similar or related items. Net realizable value is the estimated selling price of inventories less all estimated costs of completion and cost necessary to make the sale. Inventories are recorded at standard cost and adjusted to approximate weighted cost on the balance sheet date.

Financial Assets Carried at Cost

Investments in equity instruments with no quoted prices in an active market and with fair values that cannot be reliably measured, such as non-publicly traded stocks and stocks traded in the Emerging Stock Market, are measured at their original cost. The accounting treatment for dividends on financial assets carried at cost is the same with that for dividends on available-for-sale financial assets. An impairment loss is recognized when there is objective evidence that the asset is impaired. A reversal of this impairment loss is disallowed.

Investments Accounted for by the Equity Method

Investments in which the Group holds 20 percent or more of the investees' voting shares or exercises significant influence over the investees' operating and financial policy decisions are accounted for by the equity method.

The acquisition cost is allocated to the assets acquired and liabilities assumed on the basis of their fair values at the date of acquisition, and the acquisition cost in excess of the fair value of the identifiable net assets acquired is recognized as goodwill. Goodwill is not to be amortized. The fair value of the net identifiable assets acquired in excess of the acquisition cost is used to reduce the fair value of each of the noncurrent assets acquired (except for financial assets other than investments accounted for by the equity method, noncurrent assets held for sale, deferred income tax assets, prepaid pension or other postretirement benefit) in proportion to the respective fair values of the noncurrent assets, with any excess recognized as an extraordinary gain.

When the Group subscribes for its investee's newly issued shares at a percentage different from its percentage of ownership in the investee, the Group records the change in its equity in the investee's net assets as an adjustment to investments, with a corresponding amount credited or charged to capital surplus. When the adjustment should be debited to capital surplus, but the capital surplus arising from long-term investments is insufficient, the shortage is debited to retained earnings.

When the Group's share in losses of an investee over which the Group has control exceeds its investment in the investee, unless the other shareholders of the investee have assumed legal or constructive obligations and have demonstrated the ability to make payments on behalf of the investee, the Group has to bear all of the losses in excess of the capital contributed by shareholders of the investee. If the investee subsequently reports profits, such profits are first attributed to the Group to the extent of the excess losses previously borne by the Group.

Profits derived from sales of products by the Group to its subsidiaries are entirely deferred but only profit in proportion to the Group's equity interest is deferred for other equity-method investees that are not majority owned. Profit from the sales of products by all equity-method investees to the Group is entirely deferred in proportion to the Group's equity interests in the investees and credited against the investment. Profits from sales of products between majority-owned equity-method investees are deferred to the extent of the Group's equity interests in these investees whose transaction has resulted in gain or loss. The deferred profits are included as part of other liabilities. All of these profits are realized through the subsequent sale of the related products to third parties.

Stock dividends received are recorded only as an increase in the number of shares held but not recognized as investment income. Cost or carrying value per share is recomputed on the basis of total shares held after stock dividends are received.

For all stock investments, costs of investments sold are determined using the weighted-average method.

Properties and Properties Leased to Others

Properties and properties leased to others are stated at cost less accumulated depreciation. Major additions, renewals and betterments are capitalized, while maintenance and repairs are charged to current expense.

Depreciation is computed using the straight-line method over service lives initially estimated as follows (plus one year to represent estimated salvage value): buildings and equipment, 15 to 60 years; machinery and equipment, 2 to 8 years; furniture and fixtures 2 to 8 years; and miscellaneous equipment, 2 to 10 years. Properties and properties leased to others still being used by the Group beyond their initially estimated service lives are depreciated over their newly estimated service lives.

Upon sale or other disposal of properties and properties leased to others, the related cost and accumulated depreciation are derecognized from the balance sheet, and the resulting gain or loss is credited or charged to nonoperating income or expenses in the year of disposal.

Intangible Assets

Intangible assets arising from acquisition (excluding goodwill) are initially recorded at their fair values, and are amortized on a straight line basis over their estimated useful lives. Core technology, customer relationship and other intangible assets are amortized on a straight line basis over 1 year to 7 years; trademark is determined to have an indefinite useful life, hence it is tested for impairment annually, and the useful life of this asset is reviewed at each balance sheet date to determine whether events and circumstances continue to support the indefinite useful life assessment for that asset.

Goodwill is an investment premium, which is the difference between the cost of investment and the net acquired equity. Effective January 1, 2006, based on the newly released Statement of Financial Accounting Standards No. 37 - “Intangible Assets,” goodwill is no longer amortized and instead is tested for impairment annually. Superficies refer to royalty paid for the usage of the land, and it is amortized on a straight line basis over 50 years.

Deferred Expenses

Deferred expenses, consisting of computer software costs and royalties are amortized over two to eight years using the straight-line method.

Impairment of Assets

If the recoverable amount of an asset (mainly properties, deferred expenses and investments accounted for by the equity method) is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is charged to earnings unless the asset is carried at a revalued amount, in which case the impairment loss is first treated as a deduction to the unrealized revaluation increment and any remaining loss is charged to earnings.

For the purpose of impairment testing, goodwill is allocated to each of the relevant cash-generating units (CGUs) that are expected to benefit from the synergies of the acquisition. A CGU to which goodwill has been allocated is tested for impairment annually or whenever there is an indication that the CGU may be impaired. If the recoverable amount of the CGU becomes less than its carrying amount, the impairment is allocated to first reduce the carrying amount of the goodwill allocated to the CGU and then to the other assets of the CGU pro rata on the basis of the carrying amount of each asset in the CGU. A reversal of an impairment loss on goodwill is disallowed.

For long-term equity investments on which the Group has significant influence but over which it has no control, the carrying amount (including goodwill) of each investment is compared with its own recoverable amount for the purpose of impairment testing.

Stock-based Compensation

Employee stock options granted on or after January 1, 2008 are accounted for under Statement of Financial Accounting Standards (SFAS) No. 39 - "Share-based Payment." Under the statement, the value of the stock options granted, which is equal to the best available estimate of the number of stock options expected to vest multiplied by the grant-date fair value, is expensed on a straight-line basis over the vesting period, with a corresponding adjustment to capital surplus - employee stock options. The estimate is revised if subsequent information indicates that the number of stock options expected to vest differs from previous estimates.

Convertible Bonds

For convertible bonds issued on or after January 1, 2006, the Parent Company first determines the carrying amount of the liability component by measuring the fair value of a similar liability that does not have an associated equity component, then determines the carrying amount of the equity component, representing the equity conversion option, by deducting the fair value of the liability component from the fair value of the convertible bonds as a whole. The liability component (excluding embedded derivatives) is measured at amortized cost using the effective interest method, while the embedded non-equity derivatives are measured at fair value. Upon conversion, the Parent Company uses the aggregate carrying amount of the liability and equity components of the bonds at the time of conversion as a basis to record the common shares issued.

Pursuant to a newly released Statement of Financial Accounting Standards (SFAS) No. 34 - "Financial Instruments: Recognition and Measurement," transaction costs of bonds issued on or after January 1, 2006, net of related income tax benefit, are allocated in proportion to the liability and equity components of the bonds.

Pension Costs

For the Parent Company and its domestic subsidiaries, pension cost under a defined benefit plan is determined by actuarial valuations. Contributions made under a defined contribution plan are recognized as pension cost during the year in which employees render services.

Curtailment or settlement gains or losses on the defined benefit plan are recognized as part of the net pension cost for the year.

The subsidiaries based overseas all contribute to pension funds and recognize pension costs based on local government regulations.

Income Tax

The Group uses inter-period allocation to account for income tax. Deferred tax assets are recognized for the tax effects of deductible temporary differences, investment tax credits, unused loss carryforward, and deferred tax liabilities are recognized for the tax effects of taxable temporary differences. Valuation allowance is provided for deferred income tax assets that are not certain to be realized. Deferred income tax assets or liabilities are classified as current or noncurrent in accordance with the nature of related assets or liabilities for financial reporting. But, if a deferred asset or liability cannot be related to an asset or liability in the financial statements, it is classified as current or noncurrent depending on the expected realization date of the temporary difference.

Tax credits for purchases of machinery, equipment and technology, research and development expenditures, personnel training expenditures, equity investments, etc. are recognized in the current period.

Adjustments of prior years' tax liabilities are added to or deducted from the current period's tax provision.

An additional tax at 10% of unappropriated earnings is provided for as income tax in the year the shareholders approve to retain the earnings.

Foreign-currency Transactions

The financial statements of foreign operations are translated into New Taiwan dollars at the following exchange rates:

a. Assets and liabilities - at exchange rates prevailing on the balance sheet date;
b. Shareholders' equity - at historical exchange rates;
c. Dividends - at the exchange rate prevailing on the dividend declaration date; and
d. Income and expenses - at average exchange rates for the year.

Exchange differences arising from the translation of the financial statements of foreign operations are recognized as a separate component of shareholders' equity. Such exchange differences are recognized in profit or loss in the year in which the foreign operations are disposed of.

Nonderivative foreign-currency transactions are recorded in New Taiwan dollars at the rates of exchange in effect when the transactions occur. Exchange differences arising from the settlement of foreign-currency assets and liabilities are recognized in profit or loss.

At the balance sheet date, foreign-currency monetary assets and liabilities are revalued at prevailing exchange rates, and the exchange differences are recognized in profit or loss.

If the functional currency of equity-method investee is a foreign currency, translation adjustments will result from the translation of the investees' financial statements into the reporting currency of the Parent Company. Such adjustments are accumulated and reported as a separate component of shareholders' equity.

At the balance sheet date, foreign-currency nonmonetary assets (such as equity instruments) and liabilities that are measured at fair value are revalued at prevailing exchange rates, with the exchange differences treated as follows:

a. Recognized in shareholders' equity if the changes in fair value are recognized in shareholders' equity;
b. Recognized in profit or loss if the change in fair value are recognized in profit or loss.

Foreign-currency nonmonetary assets and liabilities that are carried at cost continue to be stated at exchange rates at trade dates.

Reclassifications

Certain accounts in the financial statements as of and for the nine months ended September 30, 2011 have been reclassified to be consistent with the presentation of the consolidated financial statements as of and for the nine months ended September 30, 2012.

3. ACCOUNTING CHANGES

Financial Instruments

On January 1, 2011, the Group adopted the newly revised Statement of Financial Accounting Standards (SFAS) No. 34 - "Financial Instruments: Recognition and Measurement." The main revisions include (1) impairment on finance lease receivables being now covered by SFAS No. 34; (2) amendment of the scope of the applicability of SFAS No. 34 to insurance contracts; (3) inclusion of loans and receivables originated by the Parent Company in the items covered by SFAS No. 34; (4) the requirement to disclose additional guidelines on impairment testing of financial assets carried at amortized cost if the asset issuer or obligor has financial difficulties and the terms of obligations on the assets have been modified; and (5) the requirement to disclose the Parent Company's accounting treatment for modifications in the terms of its obligations. This accounting change had no significant impact on the Group's financial statements as of and for the nine months ended September 30, 2011.

Operating Segments

On January 1, 2011, the Group adopted the newly issued SFAS No. 41 - "Operating Segments." SFAS No. 41 regulates the disclosure of segment information that management uses to make decisions on operating matters. It requires the identification of operating segments on the basis of internal reports that are regularly reviewed by the Group's chief operating decision maker in order to allocate resources to the segments and assess their performance. This statement supersedes SFAS No. 20 - "Segment Reporting."

4. CASH

	September 30	
	2012	**2011**
Cash on hand	$ 3,260	$ 9,014
Checking and demand deposits	1,960,710	1,797,805
Time deposits: Interest - 0.52%-4% in 2012 and 0.65%-3.25% in 2011	559,310	61,150
	$ 2,523,280	$ 1,867,969

5. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial instruments classified as held for trading were as follows:

	September 30	
	2012	**2011**
Financial assets resulting from trading		
Forward contracts	$ 18,757	$ 31,683

(Continued)

	September 30	
	2012	2011
Financial liabilities resulting from trading		
Forward contracts	$ 6,601	$ 118,274

(Concluded)

As of September 30, 2012 and 2011, the outstanding forward contracts were as follows:

	Currency	Maturity	Amount (Thousands)
September 30, 2012			
Sell	USD/NTD	October 2012-March 2013	USD37,027/NTD1,102,536
	JPY/USD	October 2012-March 2013	JPY120,000/USD1,531
	JPY/NTD	October 2012-February 2013	JPY130,000/NTD49,257
	EUR/USD	October 2012- February 2013	EUR6,000/USD7,643
	EUR/NTD	October 2012-March 2013	EUR4,500/NTD168,933
September 30, 2011			
Sell	USD/NTD	October 2011-May 2012	USD67,809/NTD1,955,097
	JPY/USD	October 2011-April 2012	JPY290,000/USD3,608
	JPY/NTD	January 2012-March 2012	JPY100,000/NTD36,607
	EUR/USD	October 2011-May 2012	EUR19,000/USD26,691
	EUR/NTD	December 2011-May 2012	EUR5,500/NTD221,466

The Parent Company entered into forward contracts during the nine months ended September 30, 2012 and 2011 to manage exposures due to exchange rate and interest rate fluctuations. The financial risk management objective of the Parent Company is to minimize risks due to changes in fair value or cash flows.

On the trading of financial assets or liabilities for the nine months ended September 30, 2012 and 2011, there were a net gain of $55,455 thousand and a net loss of $66,915 thousand, respectively.

6. AVAILABLE-FOR-SALE FINANCIAL ASSETS

	September 30			
	2012		2011	
	Current	Noncurrent	Current	Noncurrent
Mutual funds	$ 865,863	$ -	$ -	$ -
Quoted domestic stocks				
Chunghwa Telecom Co., Ltd.	15,489	116,778	16,743	126,229
ASUSTEK Computer Inc.	-	1,955,418	-	1,689,641
Pegatron Corp.	-	375,990	-	528,716
AverMedia Information Inc.	15,402	-	30,642	-
TW50	9,376	-	-	-
Quoted overseas stocks				
SG Advantech Co., Ltd.	-	-	-	1,981
	$ 906,130	$ 2,448,186	$ 47,385	$ 2,346,567

The Parent Company and its subsidiary, Advantech Fund-A, classified their shares in Chunghwa Telecom Co., Ltd. as available-for-sale financial assets - noncurrent and current, respectively, in accordance with the nature and the purpose of the Company holding the shares.

For its securities borrowing and lending transactions, the Parent Company put some of its quoted domestic stock recorded under available-for-sale assets - noncurrent into a trust at China Trust Commercial Bank. As of September 30, 2012, the stock held in trust amounted to $2,195,228 thousand. Please refer to Table 3 for more information. On the transactions, the Parent Company recognized a gain of $5,922 thousand, recorded under other nonoperating income as of September 30, 2012.

7. INVENTORIES, NET

	September 30	
	2012	**2011**
Finished goods	$ 1,320,821	$ 1,522,836
Work in process	563,743	660,848
Materials and supplies	2,207,366	1,955,849
Inventories in transit	367,183	397,184
	$ 4,459,113	$ 4,536,717

As of September 30, 2012 and 2011, the allowances for inventories devaluation were $446,018 thousand and $425,543 thousand, respectively.

The costs of inventories recognized as cost of goods sold in the nine months ended September 30, 2012 and 2011 were $12,377,484 thousand and $12,257,467 thousand, respectively, which included losses of $63,831 thousand on inventory write-down and $104,654 thousand on inventory scrap disposal for the nine months ended September 30, 2012, and losses of $74,596 thousand on inventory write-down and $74,094 thousand on inventory scrap disposal for the nine months ended September 30, 2011.

8. FINANCIAL ASSETS CARRIED AT COST

	September 30	
	2012	**2011**
Unlisted common traded stocks		
Foreign		
Coban Research and Technologies, Inc. (US$1,020 thousand as of September 30, 2012 and 2011)	$ 33,257	$ 33,257

The above investment, which had no quoted market price in an active market and had a fair value that could not be reliably measured, was carried at its original cost.

9. LONG-TERM EQUITY INVESTMENTS

	September 30			
	2012		2011	
	Carrying Value	% of Owner-ship	Carrying Value	% of Owner-ship
Listed				
Axiomtek Co., Ltd.	$ 362,916	28.57	$ 350,842	28.57
Unlisted				
Advantech Hungary Ltd.	-	-	14,598	30.00
Jan Hsiang Electronics Co., Ltd.	6,668	28.50	7,083	28.50
	$ 369,584		$ 372,523	

The calculation of the carrying values of the equity-method investments and the equity in their net income or net loss was based on the investees' unreviewed financial statements for the nine months ended September 30, 2012 and 2011.

The market values of the listed stocks invested in by the Parent Company, which were calculated on the basis of the closing prices as of September 30, 2012 and 2011, were $535,852 thousand and $452,863 thousand, respectively.

10. PROPERTIES

Accumulated depreciation was as follows:

	September 30	
	2012	2011
Buildings	$ 606,254	$ 527,632
Machinery and equipment	719,558	616,150
Furniture and fixtures	354,145	282,768
Other equipment	455,931	432,437
	$ 2,135,888	$ 1,858,987

11. PROPERTIES LEASED TO OTHERS

	September 30	
	2012	2011
Cost		
Buildings	$ 28,701	$ 29,532
Accumulated depreciation	(10,915)	(10,472)
	$ 17,786	$ 19,060

12. SHORT-TERM BANK LOANS

	September 30	
	2012	2011
Credit loans - interest: 1.54% in 2012 and 0.93%-5.30% in 2011	$ 147,745	$ 463,412

To meet its financing need, the Parent Company obtained a credit loan from a bank. As of September 30, 2011, the loan carrying value was $341,440 thousand. As of September 30, 2012 and 2011, its unused short-term credit lines amounted to $2,854,175 thousand and $1,932,560 thousand, respectively.

To meet its financing need, Cermate Technologies Inc., an indirect subsidiary of the Parent Company, obtained a credit loan from a bank. As of September 30, 2011, the loan carrying value was $20,000 thousand.

To meet its financing need, Advantech Technology (China) Company Ltd., an indirect subsidiary of the Parent Company, obtained a credit loan from a bank. As of September 30, 2012 and 2011, the loan carrying values were $147,745 thousand and $91,416 thousand, respectively.

To meet its financing need, Netstar Technology Co., Ltd., an indirect subsidiary of the Parent Company, obtained a credit loan from a bank. As of September 30, 2011, the loan carrying value was $10,000 thousand.

To meet its financing need, DLoG GmbH, an indirect subsidiary of the Parent Company, obtained a credit loan from a bank. As of September 30, 2011, the loan carrying value was $556 thousand.

13. LONG-TERM BANK LOANS

	Current	Long-term	Total
September 30, 2012			
Mortgage loans	$ 584	$ 2,437	$ 3,021
September 30, 2011			
Mortgage loans	$ 1,305	$ 11,743	$ 13,048

Cermate Technologies Inc., an indirect subsidiary of the Parent Company, obtained a mortgage bank loan for capital expenditure. This loan is repayable every one or three months at various amounts from March 2006 to March 2021. As of September 30, 2012 and 2011, the carrying values of the loan were $3,021 thousand and $13,048 thousand, respectively, and the interest rate was 2.29%.

14. BONDS PAYABLE

	September 30	
	2012	2011
Unsecured domestic convertible bonds	$ 328,600	$ 800,000
Deduct: Unamortized discount on bonds payable	(11,265)	(43,706)
	$ 317,335	$ 756,294

On May 26, 2011, the Parent Company issued 3-year unsecured convertible bonds, with an aggregate face value of $800,000 thousand, a coupon rate of 0%, and the effective interest rate of 2.13%. Bondholders may convert the bonds into the Parent Company's common shares at an agreed conversion price between May 27, 2012 and May 16, 2014. If the bonds are not converted, the Company should redeem the bonds at their face value upon maturity. According to Statement of Financial Accounting Standard (SFAS) No. 36 - "Financial Instruments: Disclosure and Presentation," the Company has bifurcated the bonds into liability and equity components. As of September 30, 2012, bondholders had converted $471,400 thousand worth of bonds into 5,881 thousand common shares. Conversion price was $78.22 per share.

15. SHAREHOLDERS' EQUITY

Capital Surplus

The capital surplus from shares issued in excess of par (additional paid-in capital from issuance of common shares, conversion of bonds and treasury stock transactions) and donations may be used to offset a deficit; in addition, when the Group has no deficit, such capital surplus may be distributed as cash dividends or transferred to capital (limited to a certain percentage of the Group's paid-in capital and once a year).

The capital surplus from long-term investments, employee stock options and conversion options may not be used for any purpose.

Appropriation of Earnings and Dividend Policy

The Parent Company's Articles of Incorporation provide that legal reserve should be set aside at 10% of annual net income less any cumulative losses. In addition, a special reserve should be appropriated as needed. The remainder of the income should be appropriated in the following order:

a. 1% to 20% as bonus to employees;

b. 1% or less as remuneration to directors and supervisors;

c. Dividends, as proposed by the board of directors.

For stock bonuses, employees may include subsidiaries' employees who meet certain criteria as determined by the Parent Company's board of directors.

Any appropriations of earnings are recorded in the year of shareholders' approval following the year of earnings generation.

For the nine months ended September 30, 2012 and 2011, the bonus to employees and remunerations to directors and supervisors were estimated at $54,000 thousand and $38,000 thousand, respectively, (classified under accrued expenses) on the basis of past experience. Material differences between such estimated amounts and the amounts proposed by the Board of Directors in the following year are adjusted for in the current year. If the actual amounts subsequently resolved by the shareholders differ from the proposed amounts, the differences are recorded in the year of shareholders' resolution as a change in accounting estimate. If bonus shares are resolved to be distributed to employees, the number of shares is determined by dividing the amount of bonus by the closing price (after considering the effect of cash and stock dividends) of the shares of the day immediately preceding the shareholders' meeting.

Based on a directive issued by the Securities and Futures Bureau, an amount equal to the net debit balance of certain shareholders' equity accounts (including cumulative transaction adjustments, net loss not recognized as pension cost and unrealized gain or loss on financial instruments) should be transferred from unappropriated earnings to a special reserve. Any special reserve appropriated may be reversed to the extent of the decrease in the net debit balance.

Appropriation of earnings to legal reserve should 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 the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

Under the Integrated Income Tax System, which took effect on January 1, 1998, noncorporate local shareholders are allowed a tax credit for the income tax paid by the Parent Company on earnings generated since 1998. An imputation credit account (ICA) is maintained by the Parent Company for such income tax and the tax credit allocated to each shareholder. The maximum credit available for allocation to each shareholder cannot exceed the ICA balance on the dividend distribution date.

The Parent Company operates in an industry related to computers, and its business related to network servers is new but with significant potential for growth. Thus, in formulating its dividend policy, the Parent Company takes into account the overall business and industry conditions and trends, its objective of enhancing the shareholders' long-term interest, and the sustainability of the Parent Company's growth. The policy also requires that stock dividends be less than 75% of total dividends to retain internally generated cash within the Parent Company to finance future capital expenditures and working capital requirements.

The appropriations of earnings for 2011 and 2010 were approved in the shareholders' meeting held on June 13, 2012 and May 25, 2011, respectively. The appropriations and dividends per share were as follows:

	Appropriation of Earnings		Dividends Per Share (Dollars)	
	2011	2010	2011	2010
Legal reserve	$ 355,274	$ 257,319		
Special reserve (reversal)	(76,359)	551,526		
Cash dividends	2,764,981	1,755,718	$5.0	$3.5

The bonus to employees and the remuneration to directors and supervisors for 2011 and 2010 approved in the shareholders' meetings on June 13, 2012 and May 25, 2011, respectively, were as follows:

	Cash	
	Nine Months Ended September 30	
	2011	2010
Bonus to employees	$ 60,000	$ 20,000
Remuneration to directors and supervisors	12,000	10,000

There was no significant difference between the approved amounts of the bonus to employees and the remuneration to directors and supervisors and the accrual amounts reflected in the financial statements.

Information on the appropriation of bonus to employees and remuneration to directors and supervisors can be accessed online through the Market Observation Post System on the Web site of the Taiwan Stock Exchange.

At their meeting on May 25, 2011, the shareholders approved the issuance of 50,163 thousand common shares from capital surplus, which amounted to $501,634 thousand. This issuance was approved by the Financial Supervisory Commission under the Executive Yuan of the ROC. The board of directors resolved July 17, 2011 as the date of issuance, and the Parent Company then completed its revised registration with the Ministry of Economic Affairs.

Qualified employees of the Parent Company and its subsidiaries were granted stock options at 3,000 thousand units in July 2010 and 10,000 thousand units in December 2009. Each option entitles the holder to subscribe for one thousand common shares of the Parent Company. The holders of these shares include employees of the Parent Company and both domestic and overseas subsidiaries in which the Parent Company directly or indirectly invests over 50% in, who meet certain criteria. Options issued in July 2010 and December 2009 are valid for five years. Both are exercisable at certain percentages after the second anniversary year from the grant date. The options were granted at an exercise price equal to the closing price of the Parent Company's common shares listed on the grant date. For any subsequent changes in the Parent Company's paid-in capital, the exercise price and the number of options are adjusted accordingly.

Information on employee stock options is as follows:

	Nine Months Ended September 30			
	2012		2011	
	Number of Options (In Thousands)	Weighted-average Exercise Price (NT$)	Number of Options (In Thousands)	Weighted-average Exercise Price (NT$)
Balance, beginning of period	11,801	$ 53.05	13,000	$ 60.35
Options granted	-	-	-	-
Options exercised	2,017	51.62	-	-
Balance, end of period	9,784		13,000	
Options exercisable, end of period	9,784		-	
Weighted-average fair value of options granted (NT$)	$16.45-$20.25		$16.45-$20.25	

Information on outstanding options as of September 30, 2012 and 2011 is as follows:

	September 30			
	2012		2011	
	Range of Exercise Price (NT$)	Weighted-average Remaining Contractual Life (Years)	Range of Exercise Price (NT$)	Weighted-average Remaining Contractual Life (Years)
Issuance in 2010	$56.1	2.78	$59.03	3.78
Issuance in 2009	48.4	2.17	51.01	3.17

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

Grant-date share price (NT$)	$67.4
Exercise price (NT$)	$67.4
Expected volatility	34.11%-35.15%
Expected life (years)	3.5-4.5
Expected dividend yield	0%
Risk-free interest rate	0.92%-1.10%

Options in 2009 were priced using the Black-Scholes model, and the inputs to the model were as follows:

Grant-date share price (NT$)	$61.9
Exercise price (NT$)	$61.9
Expected volatility	33.78%-35.22%
Expected life (years)	3.5-4.5
Expected dividend yield	0%
Risk-free interest rate	0.58%-0.79%

Expected volatility is based on the historical stock price volatility over the past five years.

Compensation costs recognized were $36,510 thousand and $63,911 thousand for the nine months ended September 30, 2012 and 2011, respectively.

16. EARNINGS PER SHARE

The numerators and denominators used in calculating earnings per share (EPS) were as follows:

	Amount (Numerator)		Shares (Denominator)	Earnings Per Share	
	Pretax	After-tax	(Thousands)	Pretax	After-tax
Nine months ended September 30, 2012					
Basic EPS					
Net income	$ 2,982,882	$ 2,634,897	555,308	$ 5.37	$ 4.74
Impact of dilutive potential common stock					
Convertible bonds	10,462	10,462	7,250		
Bonuses to employees	-	-	441		
Diluted EPS	$ 2,993,344	$ 2,645,359	562,999	$ 5.32	$ 4.70
Nine months ended September 30, 2011					
Basic EPS					
Net income	$ 3,155,334	$ 2,774,884	551,797	$ 5.72	$ 5.03
Impact of dilutive potential common stock					
Bonuses to employees	-	-	372		
Diluted EPS	$ 3,155,334	$ 2,774,884	552,169	$ 5.71	$ 5.03

The amount of earnings per share increases when the employee's stock option is taken into consideration, which means that the employee's stock option has an anti-dilutive effect. Therefore, the employee's stock option should not be considered when calculating the diluted earnings per share.

The Accounting Research and Development Foundation issued Interpretation 2007-052, which requires companies to recognize bonuses paid to employees, directors and supervisors as compensation expenses beginning January 1, 2008. These bonuses were previously recorded as appropriations from earnings. If the Parent Company decides to settle the bonus to employees by cash or shares, the Parent Company should presume that the entire amount of the bonus will be settled in shares and, if the potential resulting shares have a dilutive effect, these shares should be included in the weighted average number of shares outstanding used in the calculation of diluted EPS. The number of shares is estimated by dividing the entire amount of the bonus by the closing price of the shares at the balance sheet date. The dilutive effect of the potential shares should be included in the calculation of diluted EPS until the shareholders resolve the number of shares to be distributed to employees at their meeting in the following year.

17. RELATED-PARTY TRANSACTIONS

a. Related parties

Related Party	Relationship with the Group
Axiomtek Co., Ltd. (“Axiomtek”)	Equity-method investee of the Parent Company
Avalue Technology Inc. (“Avalue”)	The Parent Company’s chairman ceased to be Avalue’s director on June 9, 2011
K&M Investment Co., Ltd. (“K&M”)	The spouse of the Parent Company’s chairman is K&M’s director
Jan Hsiang Electronics Co., Ltd. (“Jan Hsiang”)	Equity-method investee of Netstar, an indirect subsidiary of the Parent Company
AIDC Investment Corp. (“AIDC”)	AIDC’s owner is a second-degree relative of the Parent Company’s chairman

The Parent Company’s related parties, in addition to those listed above, are shown in Table 10.

b. The significant transactions with the above related parties, in addition to those disclosed in Note 19 and Tables 1 and 2 (attached), are summarized as follows:

	2012		2011	
	Amount	% to Total	Amount	% to Total
For the nine months ended September 30				
Sales				
Axiomtek	$ 31,014	-	$ 20,890	-
Jan Hsiang	7	-	30	-
Avalue	-	-	28,085	-
	$ 31,021	-	$ 49,005	-
Purchases				
Jan Hsiang	$ 16,095	-	$ 16,030	-
Axiomtek	188	-	88	-
	$ 16,283	-	$ 16,118	-

	2012		2011	
	Amount	% to Total	Amount	% to Total
Operating expenses				
Rental expense				
K&M	$ 4,020	-	$ 3,574	1
AIDC	2,619	-	2,618	1
	$ 6,639	-	$ 6,192	2
Nonoperating income and gains				
Other income				
Axiomtek	$ 1,322	2	$ -	-
AIDC	1,125	2	1,125	2
K&M	375	-	375	1
	$ 2,822	4	$ 1,500	3
At the end of nine months				
Account receivable - related parties				
Axiomtek	$ 13,058	100	$ 4,331	100
Payables to related parties (part of accounts payable)				
Accounts payable				
Jan Hsiang	$ 1,966	-	$ 987	-
Axiomtek	6	-	-	-
	$ 1,972	-	$ 987	-

The rental contacts between the Parent Company and its subsidiaries were based on market rental prices. Product sales were conducted under normal terms. The payment terms for related parties were 30 to 90 days. Terms for third parties were 30 to 60 days.

18. MORTGAGED OR PLEDGED ASSETS

a. As of September 30, 2012 and 2011, Cermate Technologies Inc., an indirect subsidiary of the Parent Company, had pledged assets for a letter of credit and long-term bank loans, as follows:

	Nine Months Ended September 30	
	2012	2011
Properties - land	$ 13,047	$ 13,047
Properties - buildings (cost)	15,415	16,253
	$ 28,462	$ 29,300

b. The Parent Company was required by its supplier to provide a banker's letter of guarantee. The Parent Company offered time deposits of $93,150 thousand (recorded under restricted assets) as collateral.

c. Shanghai Advantech Intelligent Services Co., Ltd. (AiSC), an indirect subsidiary of the Parent Company, was required by its supplier to provide a banker's letter of guarantee. AiSC offered time deposits of $4,660 thousand (recorded under restricted assets) as collateral.

19. SIGNIFICANT COMMITMENTS AND CONTINGENCIES

a. As of September 30, 2012, the Parent Company had the following guarantees for affiliates' loans:

	Amount
AKMC	$ 585,900 thousand

b. As of September 30, 2012 and 2011, the guarantee notes issued by Cermate Technologies Co., Ltd. for its bank loan had amounted to $40,000 thousand and $70,000 thousand, respectively.

20. FINANCIAL INSTRUMENTS

a. Fair values of financial instruments were as follows:

	September 30			
	2012		2011	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Nonderivative financial instruments				
Assets				
Available-for-sale financial assets - current	$ 906,130	$ 906,130	$ 47,385	$ 47,385
Available-for-sale financial assets - noncurrent	2,448,186	2,448,186	2,346,567	2,346,567
Liabilities				
Short-term bank loans	147,745	147,745	463,412	463,412
Long-term bank loans (including current portion)	3,021	3,021	13,048	13,048
Convertible bonds payable	317,335	425,571	756,294	819,284
Derivative financial instruments by location				
Financial assets at fair value through profit or loss - current				
Domestic	5,735	5,735	9	9
Foreign (including foreign corporation operating locally)	13,022	13,022	31,674	31,674
Financial liabilities at fair value through profit or loss - current				
Domestic	1,532	1,532	38,509	38,509
Foreign (including foreign corporation operating locally)	5,069	5,069	79,765	79,765

b. Methods and assumptions used in the determination of fair values of financial instruments

1) The carrying amounts of the following short-term financial instruments approximate their fair values because of their short maturities: cash, notes and accounts receivable, receivables from related parties, other receivable, refundable deposits, restricted assets - current, short-term bank loans, accounts payable, expenses payable, and guarantee deposits received.

2) Fair values of available-for-sale financial assets are based on their quoted market prices.

3) The fair value of long-term bank loans (including current portion) is estimated using the present value of future cash flows discounted at the interest rates for similar long-term debts.

4) Fair values of derivatives are based on their quoted prices in an active market. For those derivatives with no quoted market prices their fair values are determined using valuation techniques incorporating estimates and assumptions consistent with those generally used by other market participants to price financial instruments.

c. Fair values of financial assets and liabilities based on quoted market prices or on estimates made using valuation techniques were as follows:

	Based on the Quoted Market Price		Estimates Made Using Valuation Techniques	
	September 30		September 30	
	2012	2011	2012	2011
Asset				
Financial assets at fair value through profit or loss - current	$ -	$ -	$ 18,757	$ 31,683
Available-for-sale financial assets - current	906,130	47,385	-	-
Available-for-sale financial assets - noncurrent	2,448,186	2,346,567	-	-
Liabilities				
Financial liabilities at fair value through profit or loss - current	-	-	6,601	118,274
Convertible bonds payable	425,571	819,284	-	-

d. As of September 30, 2012 and 2011, financial assets exposed to fair value risk from interest rate fluctuation amounted to $657,120 thousand and $61,150 thousand, respectively. As of September 30, 2012 and 2011, financial liabilities exposed to fair value risk from interest rate fluctuation amounted to $150,766 thousand and $476,460 thousand, respectively. As of September 30, 2012 and 2011, financial assets exposed to cash flow risk from interest rate fluctuation amounted to $1,748,432 thousand and $1,502,371 thousand, respectively.

e. The Parent Company recognized an unrealized gain of $796,576 thousand and an unrealized loss of $153,886 thousand in shareholders' equity for the changes in fair value of available-for-sale financial assets for the nine months ended September 30, 2012 and 2011, respectively. The Parent Company also recognized unrealized losses of $4,924 thousand and $54,053 thousand in shareholders' equity for the changes in available-for-sale financial assets held by equity-method investees for the nine months ended September 30, 2012 and 2011, respectively.

f. Financial risks

1) Market risk. The derivative financial instruments categorized as financial assets at fair value through profit or loss are mainly used to hedge against adverse exchange rate fluctuations of foreign currency-denominated assets and liabilities. Thus, the market risk of derivatives will be offset by the gain or loss on the exchange rate fluctuations of funds and hedged assets and liabilities.

Available-for-sale financial assets held by the Group are mainly publicly traded stocks. Thus, price fluctuations in the open market would result in changes in fair values of these financial instruments.

2) Credit risk. Credit risk represents the potential loss that would be incurred by the Group if the counter-parties or third parties breach financial instrument contracts. Contracts with positive fair values on the balance sheet date are evaluated for credit risk. Since the counter-parties to the foregoing derivative financial instruments are reputable financial institutions, management believes its exposure to default by counter-parties is low.

3) Liquidity risk. The Group has sufficient operating capital to meet cash needs upon settlements of derivative financial instruments. Therefore, the cash flow risk is low. In addition, the Groups investments in mutual funds and publicly traded stock are easily valued at its market value, to the exception of those long-term equity investments valued under the equity method which exhibit higher cash flow risk due to the lack of an active market. Additionally, the contracted forward rate is decided on the contract starting dates. Thus, the cash flow risk on forward contracts is low.

21. ADDITIONAL DISCLOSURES

a. Except for those mentioned in Notes 17 and 19 and Tables 1 to 7, no additional disclosures are required by the Securities and Futures Bureau for the Parent Company and its investees and on investment in Mainland China.

b. Investments in mainland China

1) Investee company name, main business and products, total amount of paid-in capital, investment type, investment flows, percentage ownership of direct or indirect investment, investment gains (losses), carrying value as of September 30, 2012, accumulated inward remittance of earnings as of September 30, 2012 and maximum allowable limit on investment: Table 8 (attached).

2) Significant transaction with overseas subsidiaries with direct or indirect investments in China: Notes 17, 19 and Tables 1, 2, 5 and 6 (attached).

c. Intercompany relationships and significant intercompany transactions: Table 10 (attached).

22. SEGMENT INFORMATION

a. General information

Segment information is provided to the Group's chief operating decision maker for allocating resources to the segments and assessing their performance. The information puts emphasis on every type of product sold or service provided. The Group's segment information disclosed in accordance with Statement of Financial Accounting Standards No. 41 - "Operating Segments" is as follows:

1) Industrial automation services: Services cover various industries;

2) Embedded board and design-in services: Services involving embedded boards, systems and peripheral hardware and software;

3) Intelligent services: Referring to integrated intelligent applications that can be used in various areas;

4) Design and manufacturing services: Customized design and services based on customers' requirements;

5) Global customer services: Global repair, technical support and warranty services.

b. Segment information

	September 30, 2012							
	Industrial Automation Services	Embedded Boards and Design-in Services	Intelligent Services	Design and Manufacturing Services	Global Customer Services	Other Segments	Reconciliation and Elimination	Total
Income								
From outside customers	$ 3,098,379	$ 7,586,148	$ 1,824,254	$ 5,325,378	$ 2,453,469	$ -	$ 282,758	$ 20,570,386
Income from sales between segments	-	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	14,710	14,710
Income total	$ 3,098,379	$ 7,586,148	$ 1,824,254	$ 5,325,378	$ 2,453,469	$ -	$ 297,468	$ 20,585,096
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ 14,886	$ 14,886
Depreciation and amortization	-	-	-	-	-	-	339,391	339,391
Income from equity-method investments	-	-	-	-	-	-	35,487	35,487
Segment profit or loss	$ 796,084	$ 1,543,045	$ 91,382	$ 763,785	$ 235,809	$ -	$ (228,605)	$ 3,201,500
Investments accounted for by the equity method	$ -	$ -	$ -	$ -	$ -	$ -	$ 369,584	$ 369,584
Capital expense from noncurrent assets	-	-	-	-	-	-	461,444	461,444
Segment assets	$ -	$ -	$ -	$ -	$ -	$ -	$ 23,509,576	$ 23,509,576

	September 30, 2011							
	Industrial Automation Services	Embedded Boards and Design-in Services	Intelligent Services	Design and Manufacturing Services	Global Customer Services	Other Segments	Reconciliation and Elimination	Total
Income								
From outside customers	$ 3,316,658	$ 6,006,460	$ 2,030,056	$ 5,256,107	$ 2,433,291	$ 140,902	$ 954,393	$ 20,137,867
Income from sales between segments	-	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	7,812	7,812
Income total	$ 3,316,658	$ 6,006,460	$ 2,030,056	$ 5,256,107	$ 2,433,291	$ 140,902	$ 962,205	$ 20,145,679
Interest expense	$ -	$ -	$ -	$ -	$ -	$ -	$ 11,113	$ 11,113
Depreciation and amortization	-	-	-	-	-	-	354,968	354,968
Income from equity-method investments	-	-	-	-	-	-	27,941	27,941
Segment profit or loss	$ 938,872	$ 1,399,067	$ 168,262	$ 738,041	$ 160,141	$ -	$ 15,191	$ 3,419,574
Investments accounted for by the equity method	$ -	$ -	$ -	$ -	$ -	$ -	$ 372,523	$ 372,523
Capital expense from noncurrent assets	-	-	-	-	-	-	2,019,075	2,019,075
Segment assets	$ -	$ -	$ -	$ -	$ -	$ -	$ 21,079,199	$ 21,079,199

Geographical location on the revenue from external customers of the parent company and its subsidiaries shows the location in which sales were generated. Noncurrent assets referred to properties, intangible assets and other assets, but excluded financial instruments and deferred tax assets.

The income above was generated from transactions with external customers. There were no sales between segments in the nine months ended September 30, 2012 and 2011.

Segment income refers to the profits made, excluding net investment gains accounted for by the equity method, stock dividends, gains from disposal of investments, net foreign exchange gains, other income, interest expense, impairment losses and other expenses. The information above is provided to the Parent Company's chief operating decision maker for allocating resources to the segments and assessing their performance.

23. SIGNIFICANT FOREIGN-CURRENCY FINANCIAL ASSETS AND LIABILITIES

Information on the Group's foreign currency-denominated financial assets and liabilities with significant effect on the financial statements is as follows:

	September 30					
	2012			2011		
	Foreign Currencies	Exchange Rate	New Taiwan Dollars	Foreign Currencies	Exchange Rate	New Taiwan Dollars
Financial assets						
Monetary items						
USD	$ 315,626	29.295	$ 9,246,264	$ 224,221	30.480	$ 6,834,256
RMB	440,715	4.660	2,053,732	300,740	4.795	1,442,048
EUR	13,765	37.89	521,556	8,253	41.23	340,271
KRW	9,283,525	0.026	241,372	9,390,661	0.026	244,157
JPY	570,903	0.378	215,801	534,708	0.398	212,814
SGD	4,365	23.92	104,411	4,222	23.51	99,259
AUD	2,940	30.615	90,008	4,260	29.695	126,501
Financial liabilities						
Monetary items						
USD	87,686	29.295	2,568,761	54,422	30.480	1,658,783
RMB	136,843	4.660	637,688	140,149	4.795	672,014
EUR	10,858	37.89	411,410	12,303	41.23	507,253

24. PLAN FOR THE ADOPTION OF INTERNATIONAL FINANCIAL REPORTING STANDARDS

Under Rule No. 0990004943 issued by the Financial Supervisory Commission (FSC) on February 2, 2010, the Group discloses its plan on the adoption of International Financial Reporting Standards (IFRSs) as follows:

a. On May 14, 2009, the FSC announced the "Framework for the Adoption of International Financial Reporting Standards by Companies in the ROC." In this framework, starting 2013, companies with shares listed on the Taiwan Stock Exchange (TSE) or traded on the Taiwan GreTai Securities Market or Emerging Stock Market should prepare their financial statements in accordance with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, and the Interpretations as well as related guidances translated by the Accounting Research and Development Foundation (ARDF) and issued by the FSC. To comply with this framework, the Parent Company has set up a project team and made a plan to adopt the IFRSs. The main contents of the plan, responsible department, schedule and status of execution were as follows:

Contents of Plan	Responsible Department	Status of Execution
1) Establish the IFRS task force.	Finance, information technology, human resources and internal audit divisions	Completed
2) Establish an IFRS implementation plan.	Finance division	Completed
3) Identify the differences between ROC GAAP and IFRSs.	Finance division	Completed

(Continued)

Contents of Plan	Responsible Department	Status of Execution
4) Identify the consolidated entities under IFRSs.	Finance division	Completed
5) Evaluate the impact of optional exemptions under IFRS 1 - "First-time Adoption of International Financial Reporting Standards."	Finance division	Completed
6) Evaluate the possible impact of IFRS adoption on the IT systems (The Group did not ask for help from independent CPAs.)	Finance, information technology, human resources and internal audit divisions	Completed
7) Determine which internal controls may require modification.	Finance, information technology, human resources and internal audit divisions	Completed
8) Select accounting policies under the IFRSs that apply to the Company and subsidiaries.	Finance division	Completed
9) Determine which optional exemptions under IFRS 1 apply to the Company and subsidiaries.	Finance division	Completed
10) Prepare the opening balance sheet in conformity with IFRSs.	Finance division	In progress
11) Prepare comparative financial information under IFRSs for 2012.	Finance division	Quarterly completion
12) Complete the modification of relevant internal controls (including the financial reporting process and IT system).	Finance, information technology, human resources and internal audit divisions	In progress

(Concluded)

b. As of September 30, 2012, the Group had assessed the potential material differences, shown below, between the Republic of China's generally accepted accounting policies (ROC GAAP) and the accounting policies to be adopted under IFRSs:

1) Reconciliation of consolidated balance sheet as of January 1, 2012

ROC GAAP		Effect of Transition to IFRSs		IFRSs		
Item	Amount	Recognition and Measurement Difference	Presentation Difference	Amount	Item	Note
Current assets						
Cash and cash equivalents	$ 2,523,161	$ -	$ (241,882)	$ 2,281,279	Cash and cash equivalents	g)
Financial assets at fair value through profit or loss	57,204	-	-	57,204	Financial assets at fair value through profit or loss	
Available-for-sale financial assets	873,808	-	-	873,808	Available-for-sale financial assets	
Notes receivable	427,256	-	-	427,256	Notes receivable	

(Continued)

ROC GAAP		Effect of Transition to IFRSs		IFRSs		
Item	Amount	Recognition and Measurement Difference	Presentation Difference	Amount	Item	Note
Accounts receivable (total)	$ 3,431,968	$ -	$ -	$ 3,431,968	Accounts receivable (total)	
Allowance for doubtful accounts	(50,788)	-	-	(50,788)	Allowance for doubtful accounts	
Accounts receivable from related parties (net)	3,464	-	-	3,464	Accounts receivable from related parties (net)	
Other receivables	49,335	-	-	49,335	Other receivables	
Restricted assets	-	-	241,882	241,882	Other financial assets	g)
Inventories, net	3,895,123	-	-	3,895,123	Inventories	
Deferred income tax assets - current	74,688	-	(74,688)	-	-	a)
Prepaid expenses and other current assets	166,809	-	49,069	215,878	Other current assets	h), i) and k)
Total current assets	11,452,028	-	(25,619)	11,426,409	Total current assets	
Long-term investments						
Investments accounted for by the equity method	371,010	-	(195)	370,815	Investments accounted for by the equity method	n)
Available-for-sale financial assets	2,309,762	-	33,257	2,343,019	Available-for-sale financial assets	l)
Financial assets carried at cost	33,257	-	(33,257)	-	-	l)
Total long-term investments	2,714,029	-	(195)	2,713,834		
Properties						
Cost	7,797,739	6,012	128,220	7,931,971	Cost	h), j) and m)
Minus: Accumulated depreciation	(1,916,626)	(1,124)	(10,688)	(1,928,438)	Accumulated depreciation	h), j) and m)
Construction in progress and prepayments for equipment	258,288	-	(258,288)	-	-	k)
Properties, net	6,139,401	4,888	(140,756)	6,003,533	Properties, plant and equipment	
Total intangible assets	975,811	(6,762)	5,575	974,624	Intangible assets	e), h) and i)
Other assets						
Assets leased to others, net	18,918	-	(18,918)	-		m)
Deferred income tax assets - noncurrent	-	-	60,577	60,577	Deferred income tax assets - noncurrent	a), b)
Refundable deposits	40,029	-	-	40,029	Refundable deposits	
Deferred expenses	236,178	-	(236,178)	-	Deferred expenses	h)
Long-term prepaid expenses	-	-	341,208	341,208	Long-term prepaid expenses	h), i), k)
Total other assets	295,125	-	146,689	441,814		
Total	$ 21,576,394	$ (1,875)	$ (14,306)	$ 21,560,214	Total	
Current liabilities						
Short term bank loans	$ 171,442	$ -	$ -	$ 171,442	Short term bank loans	
Financial liabilities at fair value through profit or loss	53,516	-	-	53,516	Financial liabilities at fair value through profit or loss	
Accounts payable	1,709,805	-	-	1,709,805	Accounts payable	
Income tax payable	407,157	-	-	407,157	Current tax liabilities	
Accrued expense	1,929,701	24,456	-	1,954,157	Accrued expense	c)
Advanced receipts and other current liabilities	286,026	-	-	286,026	Advanced receipts and other current liabilities	
Long-term bank loans - current portion	1,584	-	-	1,584	Long-term bank loans - current portion	
Total current liabilities	4,559,231	24,456	-	4,583,687	Total current liabilities	
Long-term liabilities						
Bonds payable	760,331	-	-	760,331	Bonds payable	
Long-term bank loans	11,068	-	-	11,068	Long-term bank loans	
Total long-term liabilities	771,399	-	-	771,399		
Other liabilities						
Accrued pension liabilities	110,856	61,089	-	171,945	Accrued pension liabilities	d), e)
Guarantee deposits	1,116	-	-	1,116	Guarantee deposits	
Deferred credits	195	-	(195)	-		n)
Deferred income tax liabilities - noncurrent	439,234	-	(14,111)	425,123	Deferred income tax liabilities - noncurrent	b)
Total other liabilities	551,401	61,089	(14,306)	598,184		
Total liabilities	5,882,031	85,545	(14,306)	5,953,270	Total liabilities	

(Continued)

ROC GAAP Item	ROC GAAP Amount	Effect of Transition to IFRSs: Recognition and Measurement Difference	Effect of Transition to IFRSs: Presentation Difference	IFRSs Amount	IFRSs Item	Note
Shareholders' equity						
Capital stock	$ 5,517,971	$ -	$ -	$ 5,517,971	Capital stock	
Advance receipts for common stock	11,990	-	-	11,990	Advance receipts for common stock	
Total capital stock	5,529,961	-	-	5,529,961	Total capital stock	
Capital surplus						
Additional paid-in capital form share issuance in excess of par value	3,751,469	-	-	3,751,469	Additional paid-in capital form share issuance in excess of par value	
From long-term equity investments	59,191	(59,191)	-	-		f)
From stock options	256,210	-	-	256,210	From stock options	
Total capital surplus	4,066,870	(59,191)	-	4,007,679	Total capital surplus	
Retained earnings	6,542,934	(29,603)	-	6,513,331	Retained earnings	c), d), e), f) and j)
Others						
Cumulative translation adjustments	105,408	-	-	105,408	Foreign currency translation reserve	
Unrealized loss on Financial instruments	(648,592)	-	-	(648,592)	Unrealized loss or loss on financial instruments	
Net loss not recognized as pension cost	(2,121)	2,121	-	-	-	e)
Total others	(545,305)	2,121	-	(543,184)	Total others	
Total shareholders' equity of parent company	15,594,460	(86,675)	-	15,507,785	Equity attributable to shareholders of the parent	
Minority interest	99,903	(746)	-	99,157	Noncontrolling interests	c), d)
Total shareholders' equity	15,694,363	(87,419)	-	15,606,942	Total shareholders' equity	
Total	$ 21,576,394	$ (1,874)	$ (14,306)	$ 21,560,214	Total	

(Concluded)

2) Reconciliation of the consolidated balance sheet as of September 30, 2012

ROC GAAP Item	ROC GAAP Amount	Effect of Transition to IFRSs: Recognition and Measurement Difference	Effect of Transition to IFRSs: Presentation Difference	IFRSs Amount	IFRSs Item	Note
Current assets						
Cash and cash equivalents	$ 2,523,280	$ -	$ (335,117)	$ 2,188,163	Cash and cash equivalents	g)
Financial assets at fair value through profit or loss	18,757	-	-	18,757	Financial assets at fair value through profit or loss	
Available-for-sale financial assets	906,130	-	-	906,130	Available-for-sale financial assets	
Notes receivable	599,095	-	-	599,095	Notes receivable	
Accounts receivable (total)	4,300,783	-	-	4,300,783	Accounts receivable	
Allowance for doubtful accounts	(80,565)	-	-	(80,565)	Allowance for doubtful accounts	
Accounts receivable from related parties (net)	13,058	-	-	13,058	Accounts receivable from related parties	
Other receivables	64,593	-	-	64,593	Other receivables	
Inventories-net	4,459,113	-	-	4,459,113	Inventories	
Deferred income tax assets - current	66,252	-	(66,252)	-	-	a)
Restricted assets	97,810	-	335,117	432,927	Other financial assets	g)
Prepaid expenses and other current assets	269,636	-	271,617	541,253	Other current assets	h), i), k)
Total current assets	13,237,942	-	205,365	13,443,307	Total current assets	
Long-term funds and investments						
Investments accounted for using the equity method	369,584	-	(47)	369,537	Investments accounted for using the equity method	n)
Available-for-sale financial assets	2,448,186	-	33,257	2,481,443	Available-for-sale financial assets	l)
Financial assets carried at cost	33,257	-	(33,257)	-	-	l)
Total long-term investments	2,851,027	-	(47)	2,850,980		

(Continued)

ROC GAAP		Effect of Transition to IFRSs		IFRSs		
Item	Amount	Recognition and Measurement Difference	Presentation Difference	Amount	Item	Note
Properties					Plants, property and equipment	
Cost	$ 8,034,918	$ 6,012	$ 141,200	$ 8,182,130	Cost	h), j) and m)
Minus: Accumulated depreciation	(2,135,888)	(1,302)	(69,061)	(2,206,251)	Accumulated depreciation	h), j) and m)
Construction in progress and prepayment for equipment	291,581	-	(291,581)	-	-	k)
Properties, net	6,190,611	4,710	(219,442)	5,975,879	Plants, property and equipment	
Total intangible assets	979,637	(6,762)	34,910	1,007,785	Intangible assets	e), h) and i)
Other assets						
Assets leased to others, net	17,786	-	(17,786)	-		m)
Deferred income tax assets - noncurrent	-	-	41,776	41,776	Deferred income tax assets - noncurrent	a) and b)
Refundable deposits	39,685	-	-	39,685	Refundable deposits	
Deferred expenses	192,888	-	(192,888)	-	-	h)
Long-term prepaid expenses	-	-	123,589	123,589	Long-term prepaid expenses	h), i) and k)
Total other assets	250,359	-	(45,309)	205,050		
Total	$ 23,509,576	$ (2,052)	$ (24,523)	$ 23,483,001	Total	
Current liabilities						
Short-term bank loans	$ 147,745	$ -	$ -	$ 147,745	Short-term bank loans	
Financial liabilities at fair value through profit or loss	6,601	-	-	6,601	Financial liabilities at fair value through profit or loss	
Accounts payable	2,753,935	-	-	2,753,935	Accounts payable	
Income tax payable	261,937	-	-	261,937	Current tax liabilities	
Accrued expenses	2,065,463	36,008	-	2,101,471	Accrued expenses	c)
Advance receipts and current liabilities	583,768	-	-	583,768	Advance receipts and current liabilities	
Long-term bank loans - current portion	584	-	-	584	Long-term bank loans - current portion	
Total current liabilities	5,820,033	36,008	-	5,856,041	Total current liabilities	
Long-term liabilities						
Bonds payable	317,335	-	-	317,335	Bonds payable	
Long-term bank loans	2,437	-	-	2,437	Long-term bank loans	
Total long-term liabilities	319,772	-	-	319,772		
Other liabilities						
Accrued pension liabilities	124,801	59,260	-	184,061	Accrued pension liabilities	d) and e)
Guarantee deposits	356	-	-	356	Guarantee deposits	
Deferred credits	47	-	(47)	-	Deferred credits	n)
Deferred income tax liabilities - noncurrent	469,595	-	(24,476)	445,119	Deferred income tax liabilities - noncurrent	b)
Total other liabilities	594,799	59,260	(24,523)	629,536		
Total liabilities	6,734,604	95,268	(24,523)	6,805,349	Total liabilities	
Shareholders' equity						
Capital stock	5,608,937	-	-	5,608,937	Capital stock	
Capital surplus						
Additional paid-in capital from share issuance in excess of par value	4,361,870	-	-	4,361,870	Additional paid-in capital from share issuance in excess of par value	
From long-term equity investments	56,300	(56,300)	-	-	-	f)
From stock options	160,910	-	-	160,910	From stock options	
Total capital surplus	4,579,080	(56,300)	-	4,522,780	Total capital surplus	
Retained earnings	6,412,851	(42,383)	-	6,370,468	Retained earnings	c), d), e), f) and j)
Others						
Cumulative translation adjustments	(77,943)	-	-	(77,943)	Foreign currency translation reserve	
Unrealized gain on financial instruments	143,062	-	-	143,062	Unrealized gain or loss from available-for sales financial assets	
Net loss not recognized as pension cost	(2,121)	2,121	-	-	-	e)
Total others	62,998	2,121	-	65,119	Total others	
Total shareholders' equity of the parent company	16,663,866	(96,562)	-	16,567,304	Equity attributable to shareholders of the parent company	

(Continued)

ROC GAAP		Effect of Transition to IFRSs		IFRSs		
Item	Amount	Recognition and Measurement Difference	Presentation Difference	Amount	Item	Note
Minority interest	$ 111,106	$ (758)	$ -	$ 110,348	Noncontrolling interests	c) and d)
Total shareholders' equity	16,774,972	(97,320)	-	16,677,652	Total shareholders' equity	
Total	$ 23,509,576	$ (2,052)	$ (24,523)	$ 23,483,001	Total	

(Concluded)

3) Reconciliation of the consolidated statement of comprehensive income for the nine months ended September 30, 2012

ROC GAAP		Effect of Transition to IFRSs		IFRSs		
Item	Amount	Recognition and Measurement Difference	Presentation Difference	Amount	Item	Note
Net sales	$ 20,570,386	$ -	$ (31,014)	$ 20,539,372	Net sales	n)
Operating costs	12,375,307	1,835	9,628	12,386,770	Operating costs	c),d), n) and o)
Gross profit	8,195,079	(1,835)	(40,642)	8,152,602	Gross profit	
Operating expenses						
Marketing	2,201,992	(783)	(40,642)	2,160,567	Marketing expenses	c), d) and o)
Administration	1,286,245	1,037	557	1,287,839	Administration expenses	c), d), j) and m)
Research and development	1,755,110	7,800	-	1,762,910	Research and development expenses	c) and d)
Total	5,243,347	8,054	(40,085)	5,211,316		
Operating income	2,951,732	(9,889)	(557)	2,941,286	Operating income	
Nonoperating income and gains						
Dividend income	97,927	-	-	97,927	Dividend revenue	
Investment income recognized under the equity method, net	35,487	-	-	35,487	Equity in earnings of equity method investees, net	
Gain on disposal of properties	30,274	-	-	30,274	Gain on disposal of properties	
Interest income	14,710	-	-	14,710	Interest income	
Gain on disposal of investments, net	32,834	(2,891)	-	29,943	Gain on disposal on investments, net	f)
Rental income	15,981	-	-	15,981	Rental income	
Foreign exchange gain, net	-	-	-	-	Foreign exchange gain, net	
Valuation gain on financial instruments, net	95,451	-	-	95,451	Valuation gain on financial instruments, net	
Other income	74,958	-	-	74,958	Other income	
Total nonoperating income and gains	397,622	(2,891)	-	394,731		
Nonoperating expenses and losses						
Interest expense	14,886	-	-	14,886	Finance cost	
Valuation loss on financial instruments	39,996	-	-	39,996	Valuation loss on financial instruments	
Foreign exchange loss, net	78,866	-	-	78,866	Foreign exchange loss, net	
Other expenses	14,106	-	(557)	13,549	Other gains and losses	m)
Total nonoperating expenses	147,854	-	(557)	147,297		
Income before income tax	3,201,500	(12,780)	-	3,188,720	Income before income tax	
Income tax expense	548,397	-	-	548,397	Income tax expense	
Net income	$ 2,653,103	$ (12,780)	$ -	2,640,323	Net income	
				(183,351)	Foreign currency translation reserve	
				791,654	Unrealized gain from available-for-sale financial assets	
				608,303	Other comprehensive income for the period, net of tax effect	
				$ 3,248,626	Total comprehensive income for period	

4) Exemptions from IFRS 1

IFRS 1 - "First-time Adoption of International Financial Reporting Standards" ("IFRS 1") states the procedures for the Group's first consolidated financial statements to be prepared in accordance with IFRSs. According to IFRS 1, the Company is required to determine the accounting policies under IFRSs and retrospectively apply to those accounting policies in its opening balance sheet at the date of transition to IFRSs (January 1, 2012; the transition date); except for optional exemptions and mandatory exceptions to such retrospective application provided under IFRS 1. The main optional exemptions the Group adopted are summarized as follows:

Business combinations

The Group elected not to apply IFRS 3 - "Business Combinations" retrospectively to past business combinations made before the date of transition to IFRSs. Thus, the amount of goodwill, merged assets, liabilities and noncontrolling interest generated from past business combinations shown in the opening IFRS consolidated balance sheet remain the same as those under ROC GAAP as of December 31, 2011.

This exemption also applies to the Group's investments in associates which acquired in the past.

Share-based payment transactions

The Group elected to take the optional exemption from applying IFRS 2, "Share-based Payment," retrospectively for the shared-based payment transactions granted and vested before the date of transition to IFRSs.

Cost recognition

At the date of transition to IFRSs, the Group should measure property, plant and equipment and intangible properties at cost in accordance with IFRSs, retrospectively adopting relevant regulations.

Employee benefits

The group elected to recognize all cumulative actuarial gains and losses in relation to employee benefits in retained earnings at the date of transition to IFRSs.

The impact of taking the optional exemption on the group will be explained in the next section "5) Notes on the reconciliation of the significant differences".

5) Notes on the reconciliation of the significant differences between ROC GAAP and the IFRSs

As of September 30, 2012, the Group had assessed the material differences, shown below, between the Republic of China's generally accepted accounting policies (ROC GAAP) and the accounting policies to be adopted under IFRSs:

a) Classification of the deferred income tax asset/liability and the valuation allowance

Under ROC GAAP, valuation allowances are provided to the extent, if any, that it is more likely than not that deferred income tax assets will not be realized. Under IFRSs, "Income Taxes," deferred tax assets are only recognized to the extent that it is probable that there will be sufficient taxable profits and the valuation allowance account is no longer used.

In addition, under ROC GAAP, a deferred tax asset and liability is classified as current or noncurrent in accordance with the classification of its related asset or liability. However, if a deferred income tax asset or liability does not relate to an asset or liability in the financial

statements, it is classified as either current or noncurrent based on the expected length of time before it is realized or settled. Under IFRSs, a deferred tax asset and liability is classified as noncurrent asset or liability.

As of September 30, 2012 and January 1, 2012, the amounts reclassified from deferred income tax assets to noncurrent assets were $66,252 thousand and $74,688 thousand, respectively.

b) Offsetting between deferred tax assets and liabilities

Under ROC GAAP, the Group's deferred tax assets and liabilities should only be shown at their net value; current deferred tax assets are to be offset by current deferred tax liabilities. The same applies to noncurrent deferred tax assets and liabilities. Under IFRS, firms/businesses have a legally enforceable right to offset income tax assets and liabilities of the current period and when the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority, deferred tax assets should be offset by deferred tax liabilities.

As of September 30, 2012 and January 1, 2012, the results of the offset of the Group's deferred tax assets and deferred tax liabilities were $24,476 thousand and $14,111 thousand, respectively.

c) Employee benefits - short-term cumulative compensated absences

Under ROC GAAP, there are no specific rules pertaining to the recognition of short term absences, being usually recognized when the cost has been incurred. However, under IFRSs, when the employees render services that increase their entitlement to future compensated absences, an entity should recognize the expected cost of employee benefits at the end of reporting periods.

As of September 30, 2012 and January 1, 2012, the Group's reclassification adjustment of short-term cumulative compensated absences resulted in expense payable increases of $36,008 thousand and $24,456 thousand, respectively. Also, as of September 30, 2012 and January 1, 2012, the retained earnings were adjusted for decreases of $24,440 thousand in both periods, and the minority interests were adjusted for decreases of $16 thousand in both periods. For the nine months ended September 30, 2012, salary expense and minority interest were adjusted for increase of $11,540 thousand and decrease of $12 thousand, respectively.

d) Employee benefits - actuarial gains and losses in pension plans

Under ROC GAAP, the recognition of pension cost is determined by actuarial valuations accounted for under the corridor approach, which results in the deferral of gains and losses. The corridor approach requires the amortization of actuarial gains and losses in pension costs over the expected average remaining service years of the participating employees. Under IFRSs, IAS No. 19 - "Employee Benefits," all actuarial gains and losses are to be immediately recognized through other comprehensive income in the period in which they occur. A subsequent reclassification of these actuarial gains and losses to earnings is not permitted.

As of September 30, 2012 and January 1, 2012, the Group elected to recalculate all cumulative actuarial gains and losses relating to employee benefits at the date of transition to IFRSs. In accordance with IFRSs 1 - "First-time Adoption of International Financial Reporting Standards," the adjustment of IFRSs resulted in an increase in accrued pension liabilities by $66,472 thousand and $68,301 thousand, respectively and decreases in retained earnings and minority interest by $67,571 thousand and $730 thousand, respectively. In addition, for the nine months ended September 30, 2012, salary expense was adjusted for a decrease of $1,829 thousand.

e) Employee benefits - minimum pension liability

Under ROC GAAP, the minimum pension liability to be recognized on the balance sheet is the required minimal standard. If the accrued pension liability is lower than that standard, the shortfall is recognized by crediting accrued pension liability.

Under IFRSs, there is no requirement to recognize pension liability to a certain minimum.

For both period-end dates of September 30, 2012 and January 1, 2012, the Group's accrued pension liabilities, deferred pension cost and retained earnings were adjusted for decreases of $7,212 thousand, $6,762 thousand and $1,671 thousand, respectively, and as a result of these decreases, net loss not recognized as pension cost was adjusted for an increase of $2,121 thousand.

f) Parent Company's accounting treatment in capital surplus, long-term equity investment adjustment-changes in carrying values of equity-method investments due to disproportional subscriptions to additionally issued shares of investees.

Under ROC GAAP, if an investee issues new shares and an investor does not purchase new shares proportionately, which results in a change in the Company's holding percentage and its interest in the investee's net assets, such difference shall be adjusted to capital surplus and long-term equity investment accounts.

Under IFRSs, any change in the Group's equity interests held in associates which does not result in the loss of significant influence over an investee, will be recognized as a deemed acquisition or a deemed disposal of the investees' shares. Any change in the Group's equity interests which do not result in the loss of controlling influence over its subsidiaries, will be deemed as equity transactions. In addition, based on the "Q&A Regarding the Adoption of IFRSs" issued by the Taiwan Stock Exchange, capital surplus should be adjusted accordingly at the date of transition to IFRSs if it fails to comply with IFRSs, is uncovered by the Company Law and the legal interpretations of the Ministry of Economic Affairs, R.O.C.

As of September 30, 2012 and January 1, 2012, after making the adjustments as described above, the Group's "capital surplus-long term equity investments" has decreased by $56,300 thousand and $59,191 thousand, respectively; As of September 30, 2012 and January 1, 2012, retained earnings was adjusted for increase of $59,191 thousand for both periods; for the nine months ended September 30, 2012, gain on the sale of investments was adjusted for decrease of $2,891 thousand.

g) Time deposits with maturity of over three months

Under ROC GAAP, "cash and cash equivalents" comprise of cash on hand, demand deposits, check deposits, time deposits that are cancellable but without any loss of principal and readily salable negotiable certificates without any loss of principal. However, under IFRSs, an investment normally qualifies as a cash equivalent only when it is readily convertible to a known amount of cash and is subject to an insignificant risk of changes in value. Thus, an investment normally meets the definition of a cash equivalent when it has a maturity of three months or less from the date of acquisition. After IFRSs adoption, time deposits held by the Group for investment purposes with maturities of over three months were reclassified to other financial assets.

As of September 30, 2012 and January 1, 2012, the reclassification adjustment resulted in amounts in other financial assets of $335,117 thousand and $241,882 thousand, respectively.

h) The classification of deferred expenses

Under ROC GAAP, deferred expenses are recorded under other assets. Under IFRSs, the Group reclassified deferred expenses to fixed assets, intangible assets, prepaid expenses or long-term prepaid expenses in accordance to their nature.

As of September 30, 2012, the Group reclassified deferred expenses to fixed assets, intangible assets, prepaid expenses, or long-term prepaid expenses amounting to $54,353 thousand, $130,990 thousand, $3,564 thousand and $3,981 thousand, respectively.

As of January 1, 2012, the Group reclassified deferred expense to fixed assets, intangible assets, prepaid expenses, or long-term prepaid expenses amounting to $98,614 thousand, $106,532 thousand, $24,867 thousand, and $6,165 thousand, respectively.

i) Superficies

Under ROC GAAP, superficies are recorded under intangible assets. Under IFRSs, superficies are recorded under prepayment for lease in accordance with IAS 17 - "Leases."

As of September 30, 2012, prepayment for lease - current (recorded under other current assets) and the prepayment for lease - noncurrent (recorded under long-term prepayment) were adjusted for the amounts of $2,386 thousand and $93,694 thousand, respectively.

As of January 1, 2012, prepayment for lease - current (recorded under other current assets) and the prepayment for lease - noncurrent (recorded under long-term prepayment) were amounted to $2,461 thousand and $98,496 thousand, respectively.

j) Capitalization of superficies

Under ROC GAAP, amortization of superficies during the period of constructing factories should be recognized current year's expense. Under IFRSs, the amortization expense during the construction period should be capitalized in which the asset is expected to contribute to the Company's revenue - generating activities.

As of September 30, 2012 and January 1, 2012, based on the accounting treatment for the capitalization of superficies, the fixed assets were adjusted for an increase of $4,710 thousand and $4,888 thousand, and the retained earnings for both period-end dates were adjusted for an increase of $4,888 thousand. For the nine months ended September 30, 2012, the depreciation expense was adjusted for an increase of $178 thousand.

k) Classification of the prepayments for equipment

Under ROC GAAP, the prepayments for equipment are usually recorded under fixed assets. Under IFRSs, prepayments for equipment are usually recorded under prepayments or long-term prepayments.

As of September 30, 2012, based on the nature of the prepayments for equipment, the Group reclassified prepayments for equipment to prepayment (recorded under other current assets) and long-term prepayments amounting to $265,667 thousand and $25,914 thousand, respectively.

As of January 1, 2012, based on the nature of the prepayments for equipment, the Group reclassified prepayments for equipment to prepayment (recorded under other current assets) and long-term prepayments amounting to $21,741 thousand and $236,547 thousand, respectively.

l) Financial assets carried at cost

Under Regulations Governing the Preparation of Financial Reports by Securities Issuers, non-publicly traded stocks or stocks not traded in the Emerging Stock Market which are held by investors with no significant influence over their investees should be recognized as financial assets carried at cost.

As of September 30, 2012 and January 1, 2012, the Group reclassified financial assets carried at cost to available for sale financial assets amounted to $33,257 thousand.

m) The classification of assets leased to others

Under IFRSs, assets leased to others originally classified under other assets, are reclassified as property, plant and equipment according to their nature. Based on IAS 40 - "Investment Property," investment properties refer to properties held by the entity to earn rental revenue or in an anticipation of a capital gain. The subsidiaries' leased assets mainly consist of factories leased to suppliers. As the factories cannot be sold separately and comprise of an insignificant portion of the plant, they are not to be considered as investment properly.

As of September 30, 2012 and January 1, 2012, the amounts reclassified from leased assets to property, plant and equipment were $17,786 thousand and $18,918 thousand, respectively. As of September 30, 2012, depreciation expenses - assets leased to others of $557 thousand had been reclassified from nonoperating expenses and losses - others to operating expenses - administrative.

n) Investments in associates - unrealized profits from downstream transactions

Under ROC GAAP, unrealized profits from downstream transactions with non-majority- owned equity-method investees are deferred proportionately and recognized as deferred credits. Under IFRSs, unrealized profits from downstream transactions are recorded under investments in associates.

As of September 30, 2012 and January 1, 2012, the Group reclassified deferred credits of $47 thousand and $195 thousand, respectively, to investments accounted for by the equity method.

For the nine months ended September 30, 2012, the Group's unrealized gross profit and loss on downstream transactions are adjusted for decreases in the operating revenue and operating cost of $31,014 thousand.

o) Reclassification of line items in the consolidated statement of comprehensive income

Under the IFRSs, based on the nature of operating transactions, the Group reclassified RMA (return merchandise authorization) in warranty cost of $40,642 thousand to cost of goods sold.

c. The Group's foregoing assessments are based on the 2010 version of IFRSs translated by ARDF and the Guidelines Governing the Preparation of Financial Reports by Securities Issuers issued by FSC on December 22, 2011. However, these assessments result may change as the FSC may issue new rules governing the adoption of IFRSs and as other laws and regulations may be amended to comply with the adoption of IFRSs. Actual accounting policies adopted under IFRSs in the future may differ from these assessments.

TABLE 1

ADVANTECH CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED
NINE MONTHS ENDED SEPTEMBER 30, 2012
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Financier	Counter-party	Financial Statement Account	Credit Line (Note E)		Actual Disbursement		Interest Rate	Nature of Financing	Transaction Amount	Financing Reasons	Allowance for Bad Debt	Collateral		Maximum Amount of Financing to Individual Counter-party	Maximum Amount of Financing that Can be Provided by the Financier
				Maximum Balance for the Period	Ending Balance	Maximum Balance for the Period	Ending Balance						Item	Value		
1	AEUH	AEU	Other receivable - related parties	$ 19,775 (EUR 500 thousand)	$ 18,945 (EUR 500 thousand)	$ 19,775 (EUR 500 thousand)	$ 18,945 (EUR 500 thousand)	4%	Short-term financing	$ -	Financing need	$ -	-	-	$ 1,666,387 (Note B)	$ 3,332,773 (Note B)
2	ANA	AKMC	Other receivable - related parties	165,648 (US$ 5,600 thousand)	152,334 (US$ 5,200 thousand)	165,648 (US$ 5,600 thousand)	152,334 (US$ 5,200 thousand)	2%	Short-term financing	-	Financing need	-	-	-	1,666,387 (Note B)	3,332,773 (Note B)
3	AiSC	ACN	Other receivable - related parties	239,791 (RMB 50,911 thousand)	169,391 (RMB 36,350 thousand)	239,791 (RMB 50,911 thousand)	169,391 (RMB 36,350 thousand)	2%	Short-term financing	-	Financing need	-	-	-	242,320 (Note C)	242,320 (Note C)
4	Advantech Fund-A	Advantech Co., Ltd. (the "Company")	Other receivable - related parties	300,000	300,000	-	-	1.2%	Short-term financing	-	Financing need	-	-	-	364,578 (Note D)	364,578 (Note D)

Note A. The exchange rates as of September 30, 2012 were EUR1.00=NT$37.89; US$1.00=NT$29.295; and RMB1.00=NT$4.660.

Note B. The maximum amount of financing and the maximum amount of financing to individual counter-party that is not based in Taiwan that can be provided by the financier are 20% and 10% of the financier's net asset value, respectively.

Note C. The maximum amount of financing that can be provided by the financier is RMB52,000 thousand. For more efficient use of capital by the subsidiaries in Mainland China, the financing is deposited to a special capital-financing bank account in Citibank and is managed by ACN.

Note D. The maximum amount for a counter-party based in Taiwan is 40% of the net asset value of the financier.

Note E. The credit lines of maximum balance and the ending balance were approved by the financiers' board of directors.

Note F. All the transactions above have been eliminated from the consolidation.

TABLE 2

ADVANTECH CO., LTD. AND SUBSIDIARIES

ENDORSEMENT/GUARANTEE PROVIDED
NINE MONTHS ENDED SEPTEMBER 30, 2012
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorsement/Guarantee Provider	Counter-party		Limits on Each Counter-party's Endorsement/ Guarantee Amounts	Maximum Balance for the Year	Ending Balance	Value of Collaterals Property, Plant, and Equipment	Ratio of Accumulated Amount of Collateral to Net Equity of the Latest Financial Statements (%)	Maximum Collateral/ Guarantee Amounts Allowable
		Name	Nature of Relationship						
0	Advantech Co., Ltd. (the "Company")	AKMC	Indirect subsidiary	$ 1,666,387 (10% of the Company's net asset value)	$ 599,800 (US$ 20,000 thousand)	$ 585,900 (US$ 20,000 thousand)	$ -	3.52%	$ 4,999,160 (30% of the Company's net asset value)

Note A: The exchange rate was US$1=NT$29.295.

Note B: The above transaction was eliminated from the consolidation.

TABLE 3

ADVANTECH CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES AND LONG-TERM INVESTMENTS
NINE MONTHS ENDED SEPTEMBER 30, 2012
(In Thousands of New Taiwan Dollars/Foreign Currency)

Company Holding the Securities	Securities Type and Issuer	Relationship with the Holding Company	Financial Statement Account	September 30, 2012				Note
				Shares	Carrying Value	Percentage of Ownership	Market Value or Net Asset Value	
Advantech Co., Ltd. (the "Company")	Stock							
	AAC (BVI)	Subsidiary	Long-term equity investments	29,623,834	$ 2,491,432	100.00	$ 2,492,570	Note A
	ATC	〃	〃	38,750,000	2,920,649	100.00	2,938,649	Note A
	Advansus Corp.	〃	〃	36,000,000	513,553	100.00	548,451	Note A
	Advantech Fund-A	〃	〃	90,000,000	907,374	100.00	911,444	Note A
	Axiomtek	Equity-method investee	〃	20,537,984	326,733	26.55	326,733	Note A
	AEUH	Subsidiary	〃	9,572,024	925,066	100.00	925,647	Note A
	ASG	〃	〃	1,450,000	115,018	100.00	115,018	Note A
	AAU	〃	〃	500,204	76,039	100.00	76,039	Note A
	AJP	〃	〃	1,200	190,777	100.00	190,777	Note A
	AMY	〃	〃	2,000,000	42,186	100.00	42,186	Note A
	AKR	〃	〃	600,000	133,381	100.00	133,381	Note A
	ABR	〃	〃	971,055	30,149	43.28	30,149	Note A
	AiST	〃	〃	5,000,000	53,669	100.00	53,669	Note A
	ACA	〃	〃	7,948,839	270,848	99.36	288,700	Note A
	AHK	〃	〃	999,999	202	100.00	202	Note A
	AIN	〃	〃	999,999	5,746	99.99	5,746	Note A
	ASUSTek Computer Inc.	-	Available for sale financial assets - noncurrent	6,139,461	1,955,418	0.82	1,955,418	Notes B and E
	Pegatron Corp.	-	〃	9,855,570	375,990	0.44	375,990	Notes B and F
	Chunghwa Telecom Co., Ltd.	-	〃	1,243,636	116,778	0.02	116,778	Notes B and G
	Fund							
	Taishin 1699 Money Market	-	Available for sale financial assets - current	11,314,307.06	148,286	-	148,286	Note D
Advantech Fund-A	Stock							
	Netstar Technology Co., Ltd.	Subsidiary	Long-term equity investments	23,215,892	259,611	92.86	259,611	Note A
	BCM Embedded Computer Inc.	〃	〃	4,500,000	18,092	100.00	18,092	Note A
	Broadwin Technology Inc.	〃	〃	6,777,571	149,338	100.00	149,338	Note A
	Cermate Technologies Inc.	〃	〃	5,500,000	92,237	55.00	92,237	Note A
	Axiomtek	Equity-method investee	〃	1,559,000	36,183	2.02	36,183	Note A

(Continued)

Company Holding the Securities	Securities Type and Issuer	Relationship with the Holding Company	Financial Statement Account	September 30, 2012				Note
				Shares	Carrying Value	Percentage of Ownership	Market Value or Net Asset Value	
	Chunghwa Telecom Co., Ltd.	-	Available for sale financial assets - current	164,952	$ 15,489	0.002	$ 15,489	Note B
	AverMedia Information Inc.	-	〃	808,500	15,402	0.823	15,402	Note B
	Taiwan 50	-	〃	170,000	9,376	-	9,376	Note B
	COBAN Research and Technologies, Inc.	-	Financial assets carried at cost - noncurrent	600,000	33,257	6.85	33,257	-
	Fund							
	Prudential Well Pool Fund	-	Available for sale financial assets - current	8,392,207.10	110,620	-	110,620	Note D
	FSITC Money Market	-	〃	581,523.83	100,601	-	100,601	Note D
	Fuh Hwa Money Market	-	〃	4,285,129.50	60,113	-	60,113	Note D
	Taishin 1699 Money Market	-	〃	839,816.46	11,007	-	11,007	Note D
Advansus Corp.	Fund							
	Taishin 1699 Money Market	-	Available for sale financial assets - current	8,409,500.50	110,216	-	110,216	Note D
AiST	Fund							
	FSITC Money Market	-	Available for sale financial assets - current	94,155.75	16,289	-	16,289	Note D
	Fuh Hwa Money Market	-	〃	2,581,311.30	36,211	-	36,211	Note D
ATC	Stock							
	ATC (HK)	Subsidiary	Long-term equity investments	41,650,001	1,928,047	100.00	1,928,047	Note A
ATC (HK)	Stock							
	AKMC	Subsidiary	Long-term equity investments	-	1,928,047	100.00	1,928,047	Note A
AAC (BVI)	Stock							
	ANA	Subsidiary	Long-term equity investments	10,952,606	1,339,088	100.00	1,339,088	Note A
	AAC (HK)	〃	〃	15,230,001	1,151,388	100.00	1,151,388	Note A
ANA	Stock							
	ABR	-	Financial assets carried at cost - noncurrent	375,192	5,634	16.72	5,634	-
AAC (HK)	Stock							
	ACN	Subsidiary	Long-term equity investments	-	611,132	100.00	611,132	Note A
	AiSC	〃	〃	-	559,171	100.00	559,171	Note A
	AXA	〃	〃	-	(20,101)	100.00	(20,101)	Notes A and C
ACN	Stock							
	Hangzhou Advantofine Automation Co., Ltd.	Subsidiary	Long-term equity investments	-	15,491	60.00	15,491	Note A

(Continued)

Company Holding the Securities	Securities Type and Issuer	Relationship with the Holding Company	Financial Statement Account	September 30, 2012				Note
				Shares	Carrying Value	Percentage of Ownership	Market Value or Net Asset Value	
AEUH	Stock							
	AEU	Subsidiary	Long-term equity investments	8,314,280	$ 748,539	100.00	$ 748,539	Note A
	APL	〃	〃	7,030	38,449	100.00	38,449	Note A
AEU	Stock							
	Innocore	Subsidiary	Long-term equity investments	251,111	145,991	100.00	145,991	Note A
	A-DLoG	〃	〃	1	605,268	100.00	605,268	Note A
Innocore	Stock							
	IGL	Subsidiary	Long-term equity investments	501,000	44,699	100.00	44,699	Note A
ASG	Stock							
	ATH	Subsidiary	Long-term equity investments	51,000	17,619	51.00	17,619	Note A
	AID	〃	〃	100,000	46	100.00	46	
Netstar Technology Co., Ltd.	Stock							
	Jan Hsiang Electronics Co., Ltd.	Subsidiary	Long-term equity investments	655,500	6,668	28.50	6,668	Note A
	Fund							
	Mega Diamond Money Market	-	Available for sale financial assets - current	1,650,829.66	20,030	-	20,030	Note D
Cermate Technologies Inc.	Stock							
	Land Mark	Subsidiary	Long-term equity investments	972,284	51,532	100.00	51,532	Note A
BCM Embedded Computer Inc.	Fund							
	FSITC Money Market	-	Available for sale financial assets - current	61,033.03	10,559	-	10,559	Note D
Broadwin Technology Inc.	Fund							
	Fuh Hwa Money Market	-	Available for sale financial assets - current	469,058.20	6,580	-	6,580	Note D
	FSITC Money Market	-	〃	258,991.69	44,805	-	44,805	Note D
Land Mark	Stock							
	Cermate (Shanghai)	Subsidiary	Long-term equity investments	-	24,537	100.00	24,537	Note A
	Cermate (Shenzhen)	〃	〃	-	27,437	90.00	27,437	Note A
ACA	Fund							
	Union Money Market	-	Available for sale financial assets - current	1,569,883.36	20,104	-	20,104	Note D
	Taishin 1699 Money Market	-	〃	13,004,771.85	170,442	-	170,442	Note D

(Continued)

Note A: The financial statements used as basis of net asset values were not reviewed by CPA, except those of ANA, ACN, and AiSC.

Note B: Market value was based on the closing price on September 30, 2012.

Note C: The credit balance on investment carrying value is shown as part of other liabilities.

Note D: Market value was based on the net asset values of the open-end mutual funds on September 30, 2012.

Note E: The amount included $1,719,900 thousand, the carrying value of 5,400,000 shares held in trust with China Trust Commercial Bank. Please refer to Note 6 of the financial statements for more information.

Note F: The amount included $358,610 thousand, the carrying value of 9,400,000 shares held in trust with China Trust Commercial Bank. Please refer to Note 6 of the financial statements for more information.

Note G: The amount included $116,718 thousand, the carrying value of 1,243,000 shares held in trust with China Trust Commercial Bank. Please refer to Note 6 of the financial statements for more information.

(Concluded)

TABLE 4

ADVANTECH CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
NINE MONTHS ENDED SEPTEMBER 30, 2012
(In Thousands of New Taiwan Dollars)

Company Holding the Securities	Securities Type and Name/Issuer	Financial Statement Account	Counter-party	Nature of Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Shares	Amount	Shares	Amount	Shares	Amount	Carrying Value	Gain (Loss) on Disposal	Shares	Amount
Advantech Co., Ltd. (the "Company")	Fund													
	Mega Diamond Money Market	Available for sale financial assets - current	-	-	-	$ -	23,166,011.89	$ 280,000	23,166,011.89	$ 280,943	$ 280,000	$ 943	-	$ -
	FSITC Money Market	Available for sale financial assets - current	-	-	959,093.15	165,000	704,052.28	121,300	1,663,145.43	287,100	286,300	800	-	-
	Fuh Hwa Money Market	Available for sale financial assets - current	-	-	7,171,749.00	100,000	11,451,978.60	160,000	18,623,727.60	260,501	260,000	501	-	-
	Taishin 1699 Money Market	Available for sale financial assets - current	-	-	-	-	21,464,632.66	280,000	10,150,325.60	133,000	132,405	595	11,314,307.06	147,595
	Eastspring Inv Well Pool Money Market	Available for sale financial assets - current	-	-	7,633,879.00	100,000	13,715,780.20	180,000	21,349,659.20	280,798	280,000	798	-	-
	Yuanta Wan Tai Money Market	Available for sale financial assets - current			-	-	19,127,636.10	280,000	19,127,636.10	280,817	280,000	817	-	-
	Stock													
	Advansus Corp.	Investment accounted for by the equity method	Pegatron Corp.		18,000,000.00	228,914	18,000,000.00	306,000 (Note)	-	-	-	-	36,000,000.00	513,553
Advansus Corp.	Fund													
	FSITC Money Market	Available for sale financial assets - current	-	-	465,121.72	80,000	638,454.77	110,000	1,103,576.49	190,486	190,000	486	-	-
	Taishin 1699 Money Market	Available for sale financial assets - current	-	-	-	-	16,058,561.58	210,000	7,649,061.08	100,000	99,970	30	8,409,500.50	110,030
ACA	Fund													
	Taishin 1699 Money Market	Available for sale financial assets - current	-	-	-	-	13,387,233.68	175,000	382,461.83	5,000	4,991	9	13,004,771.85	170,009

Note: The Company acquired 50% of Advansus Corp. from Pegatron Corp. for $306,000 thousand (i.e. at NT$17.00 per share). As of June 30, 2012, the Company had paid the balance of the investment acquisition price.

TABLE 5

ADVANTECH CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASE FROM OR SALE TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
NINE MONTHS ENDED SEPTEMBER 30, 2012
(In Thousands of New Taiwan Dollars/Foreign Currency)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Advantech Co., Ltd. (the "Company")	AEU	Indirect subsidiary	Sale	$ (1,793,601)	12.18	45 days after month end	Contract price	No significant difference from terms for related parties	$ 897,454	22.80	
	ACN	Indirect subsidiary	Sale	(1,538,862)	10.45	45 days after month end	Contract price	No significant difference from terms for related parties	583,116	14.81	
	AKMC	Indirect subsidiary	Sale	(420,996)	2.86	45 days after month end	Contract price	No significant difference from terms for related parties	34,006	0.86	
	AJP	Subsidiary	Sale	(258,503)	1.76	45 days after month end	Contract price	No significant difference from terms for related parties	28,149	0.72	
	AiSC	Indirect subsidiary	Sale	(1,328,911)	09.02	45 days after month end	Contract price	No significant difference from terms for related parties	545,859	13.87	
	ANA	Indirect subsidiary	Sale	(4,193,492)	28.47	45 days after month end	Contract price	No significant difference from terms for related parties	656,744	16.68	
	AKR	Subsidiary	Sale	(333,874)	2.27	45 days after month end	Contract price	No significant difference from terms for related parties	58,533	1.49	
	AAU	Subsidiary	Sale	(131,284)	0.89	45 days after month end	Contract price	No significant difference from terms for related parties	16,859	0.43	
	ATC	Subsidiary	Purchase	5,748,881	51.69	45 days after month end	Contract price	No significant difference from terms for related parties	(1,636,067)	57.94	
	Advansus Corp.	Subsidiary	Purchase	472,974	4.25	30 days after month end	Contract price	No significant difference from terms for related parties	(112,389)	3.98	
	ACA	Subsidiary	Purchase	1,508,139	13.56	30 days after month end	Contract price	No significant difference from terms for related parties	(329,679)	11.67	
ATC	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Sale	(5,748,881)	99.69	45 days after month end	Contract price	No significant difference from terms for related parties	1,636,067	86.98	
Advansus Corp.	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Sale	(472,974)	20.92	30 days after month end	Contract price	No significant difference from terms for related parties	112,389	21.89	
ACA	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Sale	(1,508,139)	60.17	30 days after month end	Contract price	No significant difference from terms for related parties	329,679	65.56	
ANA	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Purchase	4,193,492	88.72	45 days after month end	Contract price	No significant difference from terms for related parties	(656,744)	100.00	
AEU	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Purchase	1,793,601	86.46	45 days after month end	Contract price	No significant difference from terms for related parties	(897,454)	100.00	

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
AJP	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Purchase	$ 258,503	88.56	45 days after month end	Contract price	No significant difference from terms for related parties	$ (28,149)	96.36	
ACN	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Purchase	1,538,862	72.34	45 days after month end	Mark-up pricing	No significant difference from terms for related parties	(583,116)	62.97	
AKMC	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Purchase	420,996	8.39	45 days after month end	Mark-up pricing	No significant difference from terms for related parties	(34,006)	2.45	
AiSC	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Purchase	1,328,911	62.76	45 days after month end	Mark-up pricing	No significant difference from terms for related parties	(545,859)	77.90	
AKR	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Purchase	333,874	54.80	45 days after month end	Mark-up pricing	No significant difference from terms for related parties	(58,533)	53.37	
AAU	Advantech Co., Ltd. (the "Company")	Ultimate parent company	Purchase	131,284	21.55	30 days after arrival of goods	Mark-up pricing	No significant difference from terms for related parties	(16,895)	44.44	
Advansus Corp.	AKMC	Related enterprise	Sale	(799,120)	35.34	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	177,844	34.64	
	AKR	Related enterprise	Sale	(105,959)	4.69	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	16,787	3.27	
	ACA	Related enterprise	Sale	(162,717)	7.20	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	52,707	10.27	
ACN	AiSC	Related enterprise	Sale	(215,080)	9.51	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	28,183	3.83	
AKMC	AiSC	Related enterprise	Sale	(140,444)	2.56	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	51,152	6.99	
AiSC	AKMC	Related enterprise	Sale	(142,587)	5.93	Immediate Payment	Mark-up pricing	No significant difference from terms for related parties	62,404	6.95	
AKMC	ATC	Related enterprise	Sale	(5,076,822)	92.72	Next 30 days after month end	Mark-up pricing	No significant difference from terms for related parties	628,252	85.82	
ACA	AKMC	Related enterprise	Sale	(569,605)	22.73	45 days after month end	Mark-up pricing	No significant difference from terms for related parties	106,403	22.16	
AiSC	ACN	Related enterprise	Sale	(115,793)	4.81	45 days after month end	Mark-up pricing	No significant difference from terms for related parties	204,092	22.72	
AKMC	Netstar Technology Co., Ltd.	Related enterprise	Sale	(203,811)	3.72	Next 30 days after month end	Mark-up pricing	No significant difference from terms for related parties	45,471	6.21	

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
ACA	Advansus Corp.	Related enterprise	Sale	$ (409,424)	16.34	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	$ 56,978	11.33	
AKMC	Advansus Corp.	Related enterprise	Purchase	799,120	15.92	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(177,844)	12.83	
AKR	Advansus Corp.	Related enterprise	Purchase	105,959	17.39	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(16,787)	15.31	
ACA	Advansus Corp.	Related enterprise	Purchase	162,717	6.92	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(52,707)	7.73	
AKMC	AiSC	Related enterprise	Purchase	142,587	2.84	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(62,404)	4.50	
	ACA	Related enterprise	Purchase	569,605	11.35	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(106,403)	7.68	
ACN	AiSC	Related enterprise	Purchase	115,793	5.44	45 days after month end	Mark-up pricing	No significant difference from terms for related parties	(204,092)	22.08	
Netstar	AKMC	Related enterprise	Purchase	203,811	96.88	Next 30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(45,471)	20.28	
Advansus Corp.	ACA	Related enterprise	Purchase	409,424	20.34	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(56,978)	10.87	
ATC	AKMC	Related enterprise	Purchase	5,076,822	99.76	Next 30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(628,252)	99.82	
AiSC	ACN	Related enterprise	Purchase	215,080	10.16	30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(28,183)	4.02	
	AKMC	Related enterprise	Purchase	140,444	6.63	Next 30 days after month end	Mark-up pricing	No significant difference from terms for related parties	(51,152)	7.30	

(Concluded)

TABLE 6

ADVANTECH CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
NINE MONTHS ENDED SEPTEMBER 30, 2012
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Ending Balance	Turnover Rate (Times)	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Advantech Co., Ltd. (the "Company")	AEU	Indirect subsidiary	$ 897,454	2.67	$ -	-	$ 142,482	$ -
	AiSC	Indirect subsidiary	545,859	3.24	-	-	131,828	-
	ACN	Indirect subsidiary	583,116	3.46	-	-	43,943	-
	ANA	Indirect subsidiary	656,744	9.18	-	-	393,884	-
ATC	Advantech Co., Ltd. (the "Company")	Parent company	1,636,067	4.43	-	-	921,137	-
Advansus Corp.	Advantech Co., Ltd. (the "Company")	Parent company	112,389	5.43	-	-	56,148	-
ACA	Advantech (the "Company")	Parent company	329,679	6.39	-	-	224,794	-
	AKMC	Related enterprise	106,403	5.59	-	-	-	-
AiSC	ACN	Related enterprise	204,092	0.64	-	-	34,703	-
AKMC	ATC	Related enterprise	628,252	9.97	-	-	169,921	-
ANA	AKMC	Related enterprise	154,973	0.04	-	-	-	-
Advansus Corp.	AKMC	Related enterprise	177,844	6.06	-	-	40,920	-

Note: All the transactions above have been eliminated from the consolidation.

TABLE 7

ADVANTECH CO., LTD. AND SUBSIDIARIES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
NINE MONTHS ENDED SEPTEMBER 30, 2012
(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of September 30, 2012			Net Income (Loss) of the Investee	Investment Gain (Loss) (Note B)	Note
				September 30, 2012	December 31, 2011	Shares	Percentage of Ownership	Carrying Value			
Advantech Co., Ltd. (the "Company")	AAC (BVI)	BVI	Investment and management service	$ 993,108	$ 993,108	29,623,834	100.00	$ 2,491,432	$ 137,873	$ 138,882	Subsidiary
	ATC	BVI	Sale of industrial automation products	1,231,118	1,231,118	38,750,000	100.00	2,920,606	369,602	359,184	Subsidiary
	Advansus Corp.	Taipei, Taiwan	Production and sale of industrial automation products	486,000	180,000	36,000,000	100.00	513,553	99,763	79,020	Subsidiary
	AEUH	Helmond, The Netherlands	Investment and management service	1,146,489	1,146,489	9,572,024	100.00	925,066	20,409	19,828	Subsidiary
	Advantech Fund-A	Taipei, Taiwan	Investment holding company	900,000	900,000	90,000,000	100.00	907,374	57,702	56,064	Subsidiary
	Axiomtek	Taipei, Taiwan	Production and sale of industrial automation products	249,059	249,059	20,537,984	26.55	326,733	129,196	33,958	Equity-method investee
	ASG	Techplace, Singapore	Sale of industrial automation products	27,134	27,134	1,450,000	100.00	115,018	13,087	13,087	Subsidiary
	AAU	Sydney, Australia	Sale of industrial automation products	40,600	40,600	500,204	100.00	76,039	592	592	Subsidiary
	AJP	Tokyo, Japan	Sale of industrial automation products	15,472	15,472	1,200	100.00	190,777	2,752	2,752	Subsidiary
	AMY	Malaysia	Sale of industrial automation products	35,140	35,140	2,000,000	100.00	42,186	3,222	3,222	Subsidiary
	AKR	Seoul, Korea	Sale of industrial automation products	73,355	73,355	600,000	100.00	133,381	22,515	22,515	Subsidiary
	ABR	Sao Paulo, Brazil	Sale of industrial automation products	-	-	971,055	43.28	30,149	12,567	7,540	Subsidiary
	AiST	Taipei, Taiwan	Sale of industrial automation products	50,000	50,000	5,000,000	100.00	53,669	133	133	Subsidiary
	AHK	Mongkok, Hong Kong	Sale of industrial automation products	4,393	4,393	999,999	100.00	202	361	361	Subsidiary
	ACA	Taipei, Taiwan	Production and sale of portable industrial computing products	141,562	141,562	7,948,839	99.36	270,848	136,454	117,728	Subsidiary
	AIN	India	Sale of industrial automation products	5,567	-	999,999	99.99	5,746	218	218	Subsidiary
Advantech Fund-A	Netstar Technology Co., Ltd.	Taipei, Taiwan	Production and sale of industrial automation products	283,308	274,078	23,215,892	92.86	259,611	44,361	41,168	Indirect subsidiary
	BCM Embedded Computer Inc.	Taipei, Taiwan	Telecommunications equipment and electronic parts manufacturing	45,500	45,500	4,500,000	100.00	18,092	294	294	Indirect subsidiary
	Broadwin Technology Inc.	Taipei, Taiwan	Assembly and production of computers	142,063	142,063	6,777,571	100.00	149,338	2,500	2,500	Indirect subsidiary
	Cermate Technologies Inc.	Taipei, Taiwan	Production and sale of electrical equipment, telecommunications equipment and electronic parts manufacturing	71,500	71,500	5,500,000	55.00	92,237	16,505	9,078	Indirect subsidiary
	Axiomtek	Taipei, Taiwan	Production and sale of industrial automation products	35,329	35,329	1,559,000	2.02	36,183	129,196	2,584	Equity-method investee
ATC	ATC (HK)	Hong Kong	Investment and management service	1,212,730	1,212,730	41,650,001	100.00	1,928,047	133,733	133,733	Indirect subsidiary
ATC (HK)	AKMC	Jiangsu, China	Production and sale of industrial automation products	1,212,730	1,212,730	-	100.00	1,928,047	133,733	133,733	Indirect subsidiary
AAC (BVI)	ANA	Sunnyvale, USA	Sale and fabrication of industrial automation products	504,179	504,179	10,952,606	100.00	1,339,088	106,159	106,159	Indirect subsidiary
	AAC (HK)	Hong Kong	Investment and management service	539,146	539,146	15,230,001	100.00	1,151,388	30,143	30,143	Indirect subsidiary
AAC (HK)	ACN	Beijing, China	Sale of industrial automation products	185,356	185,356	-	100.00	611,132	8,531	8,531	Indirect subsidiary
	AiSC	Shanghai, China	Sale of industrial automation products	257,040	257,040	-	100.00	559,171	42,148	42,148	Indirect subsidiary
	AXA	Xi'an, China	Development and production of software products	32,960	32,960	-	100.00	(20,101)	(21,463)	(21,463)	Indirect subsidiary (Note A)
ACN	Hangzhou Advantofine Automation Co., Ltd.	Hangzhou, China	Processing and sale of peripherals	13,727	13,727	-	60.00	15,491	340	204	Equity-method investee
AEUH	AEU	Eindhoven, The Netherlands	Sale of industrial automation products	316,403	316,403	8,314,280	100.00	748,539	16,926	16,926	Indirect subsidiary
	APL	Warsaw, Poland	Sale of industrial automation products	14,176	14,176	7,030	100.00	38,449	3,308	3,308	Indirect subsidiary
AEU	Innocore	England	Design, R&D and sale of gaming computing products	166,023	166,023	251,111	100.00	145,991	14	(10,129)	Indirect subsidiary
	A-DLoG	Munich, Germany	Design, R&D and sale of industrial automation vehicles and related products	553,536	553,536	1	100.00	605,268	48,467	28,125	Indirect subsidiary
Innocore	IGL	England	Design, R&D and sale of gaming computing products	166,023	166,023	501,000	100.00	44,699	14	14	Indirect subsidiary

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of September 30, 2012			Net Income (Loss) of the Investee	Investment Gain (Loss) (Note B)	Note
				September 30, 2012	December 31, 2011	Shares	Percentage of Ownership	Carrying Value			
ASG	ATH	Thailand	Production of computers	$ 7,537	$ 7,537	51,000	51.00	$ 17,619	$ 1,422	$ 725	Indirect subsidiary
	AID	Indonesia	Sale of industrial automation products	3,330	-	100,000	100.00	46	(70)	(7)	Indirect subsidiary
Netstar Technology Co., Ltd.	Jan Hsiang Electronics Co., Ltd.	Taipei, Taiwan	Electronic parts and components manufacturing	3,719	3,719	655,500	28.50	6,668	(2,252)	(1,055)	Indirect subsidiary
Cermate Technologies Inc.	LandMark	BVI	General investment	28,200	28,200	972,284	100.00	51,532	9,194	9,194	Indirect subsidiary
LandMark	Cermate (Shanghai)	Shanghai, China	Sale of industrial electronic products	US$ 572	US$ 572	-	100.00	24,537	1,449	1,449	Indirect subsidiary
	Cermate (Shenzhen)	Shenzhen, China	Manufacture of LCD touch panels, USB data cables and industrial automation products	US$ 308	US$ 308	-	90.00	27,437	8,606	7,745	Indirect subsidiary

Note A: The carrying value is shown as part of other liabilities.

Note B: The financial statements used as basis of net asset values were not reviewed by CPA except those of ANA, ACN and AiSC.

(Concluded)

TABLE 8

ADVANTECH CO., LTD. AND SUBSIDIARIES

INVESTMENTS IN MAINLAND CHINA
NINE MONTHS ENDED SEPTEMBER 30, 2012
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Investment Type (e.g., Direct or Indirect)	Accumulated Outflow of Investment from Taiwan as of January 1, 2012	Investment Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2012	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note A)	Carrying Value as of September 30, 2012	Accumulated Inward Remittance of Earnings as of September 30, 2012
					Outflow	Inflow					
Advantech Technology (China) Company Ltd. (AKMC)	Production and sale of components of industrial automation products	US$41,650 thousand	Indirect	$ 1,092,704 (US$ 37,300 thousand)	$ -	$ -	$ 1,092,704 (US$ 37,300 thousand)	100%	$ 133,733	$ 1,928,047	$ -
Beijing Yan Hua Xing Ye Electronic Science & Technology Co., Ltd. (ACN)	Sale of industrial automation products	US$4,230 thousand	Indirect	156,201 (US$ 5,332 thousand)	-	-	156,201 (US$ 5,332 thousand)	100%	8,531	611,132	329,129 (US 11,235 thousand)
Shanghai Advantech Intelligent Services Co., Ltd. (AiSC)	Production and sale of industrial automation products	US$8,000 thousand	Indirect	234,360 (US$ 8,000 thousand)	-	-	234,360 (US$ 8,000) thousand)	100%	42,148	559,171	-
Xi'an Advantech Software Ltd. (AXA)	Development and production of software products	US$1,000 thousand	Indirect	(Note C)	-	-	(Note C)	100%	(21,463)	(20,101)	-

Accumulated Investment in Mainland China as of September 30, 2012	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Allowable Limit on Investment
$1,489,123 (US$50,832 thousand) (Note D)	$2,021,355 (US$69,000 thousand)	$10,064,983 (Note F)

Note A: Except those of ANA, ACN and AiSC, the financial statements used as basis of net asset values were not reviewed by CPA.

Note B: The significant events, prices, payment terms and unrealized gains or losses generated on trading between Advantech Co., Ltd. and its investees in Mainland China are described in Note 17 to the financial statements and Tables 1, 2, 5 and 6.

Note C: Remittance by Advantech Automation Corp. (H.K.) Limited.

Note D: Included the outflow of US$200 thousand on the investment in Yan Hua (Guang Zhou Bao Shui Qu) Co., Ltd. located in a free trade zone in Guang Zhou. This company had liquidated already, after the capitals of the original investment is inflow back, the Company will submit this incident to MOEA for approving and terminating this case under the regulation.

Note E: The exchange rate was US$1.00=NT$29.295.

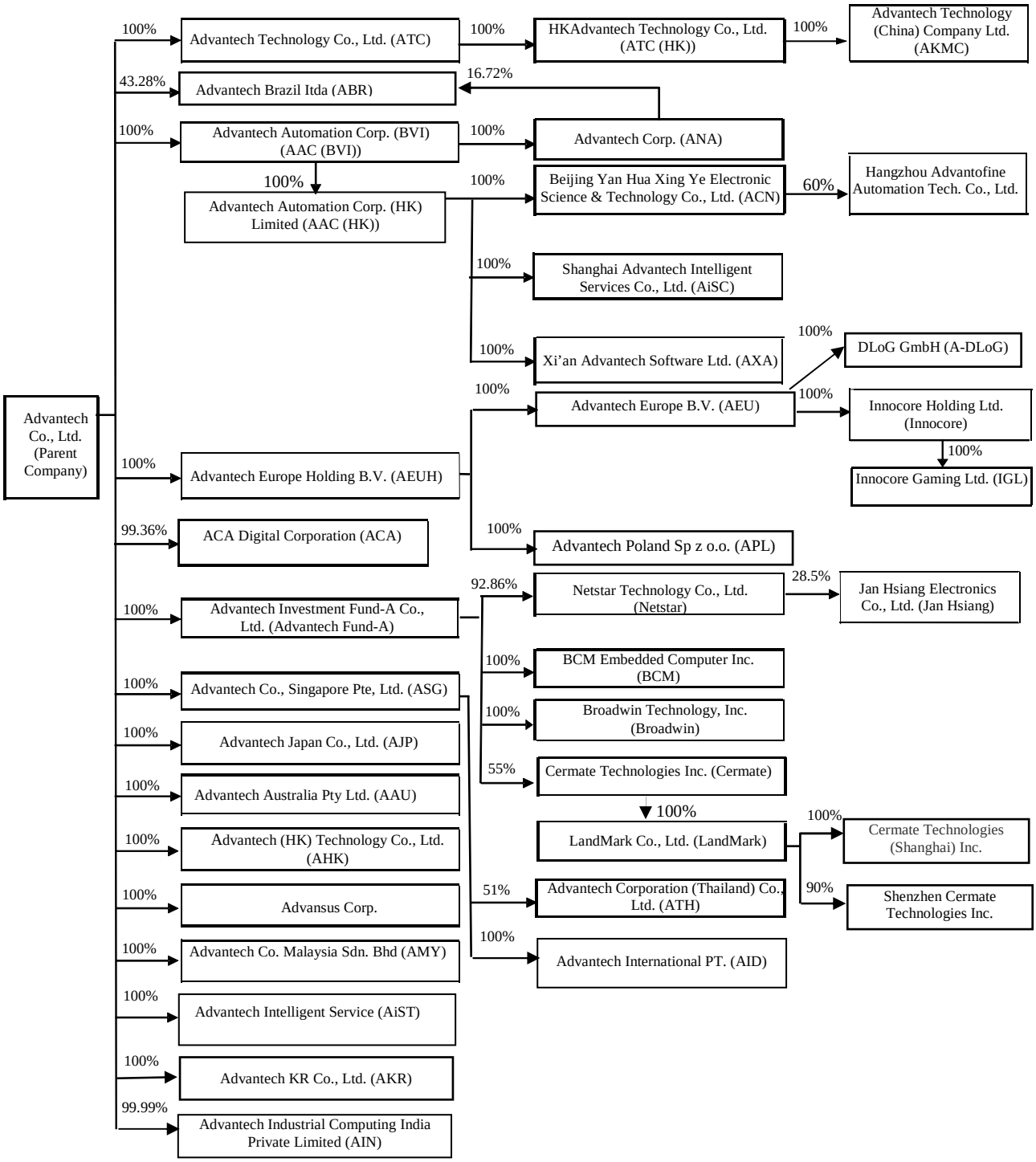
Note F: The maximum allowable limit on investment was based on 60% of the consolidated net asset value of Advantech Co., Ltd. (the "Company").

TABLE 9

ADVANTECH CO., LTD. AND SUBSIDIARIES

ORGANIZATION CHART
SEPTEMBER 30, 2012 AND 2011

Intercompany relationships and percentages of ownership as of September 30, 2012 are shown below:



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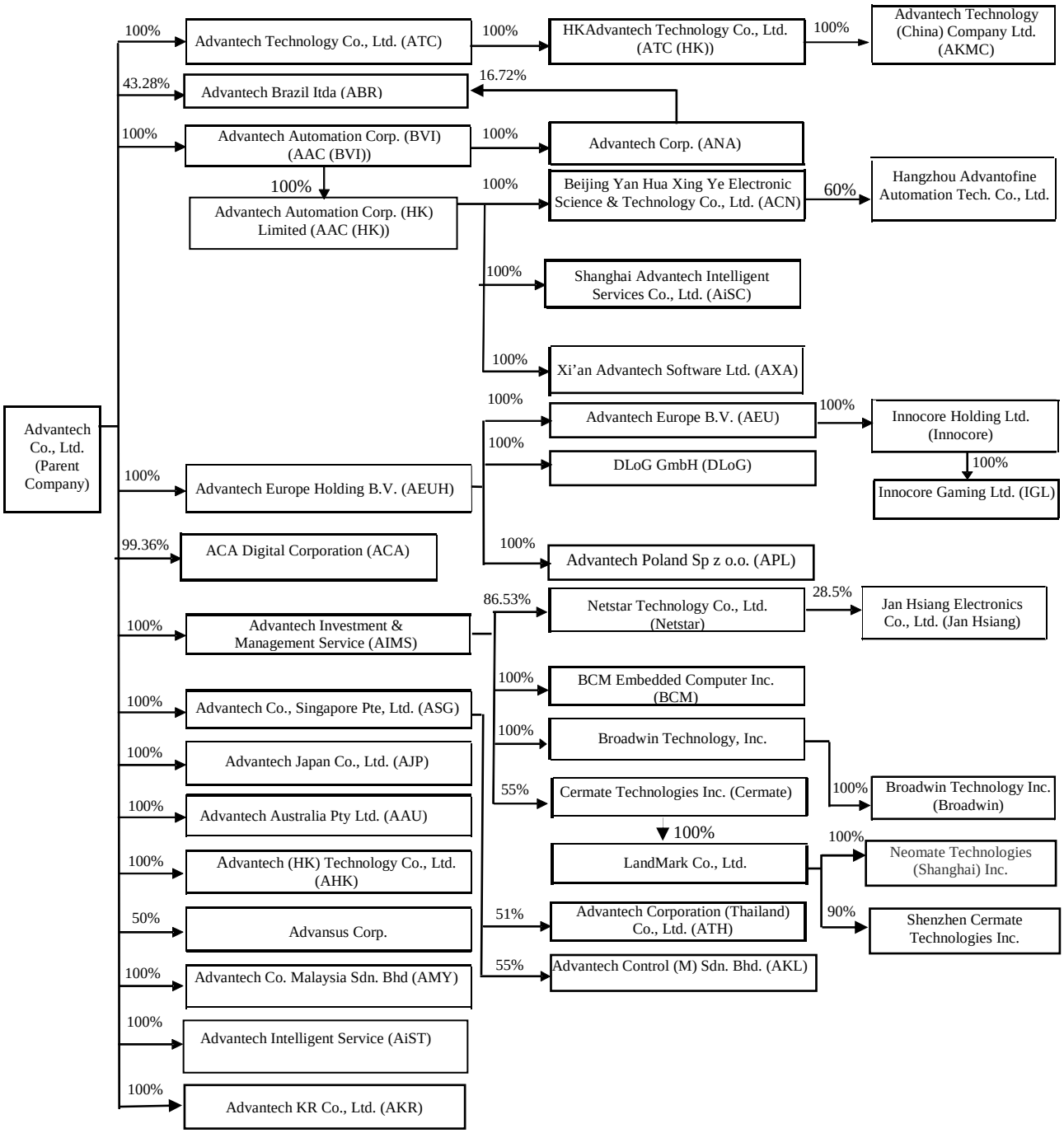
(Continued)

Intercompany relationships and percentages of ownership as of September 30, 2011 are shown below:



Note: Advansus Corp. was consolidated under the proportionate consolidation method.

(Concluded)

TABLE 10

ADVANTECH CO., LTD. AND SUBSIDIARIES

SIGNIFICANT TRANSACTIONS BETWEEN ADVANTECH CO., LTD. AND SUBSIDIARIES
NINE MONTHS ENDED SEPTEMBER 30, 2012 AND 2011
(In Thousands of New Taiwan Dollars)

September 30, 2012

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
0	Advantech Co., Ltd.	AAC (HK)	1	Operating expense	$ 4,136	Normal	-
	Advantech Co., Ltd.	AAC (HK)	1	Payables to related parties	871	45 days	-
	Advantech Co., Ltd.	AAC (HK)	1	Receivables from related parties	23	45 days	-
	Advantech Co., Ltd.	AAU	1	Sales	131,284	Normal	1
	Advantech Co., Ltd.	AAU	1	Receivables from related parties	17,230	60-90 days	-
	Advantech Co., Ltd.	AAU	1	Other revenue	2,724	Normal	-
	Advantech Co., Ltd.	AAU	1	Purchase	558	Normal	-
	Advantech Co., Ltd.	AAU	1	Payables to related parties	540	60-90 days	-
	Advantech Co., Ltd.	ABR	1	Sales	70,069	Normal	1
	Advantech Co., Ltd.	ABR	1	Receivables from related parties	27,080	90 days	-
	Advantech Co., Ltd.	ABR	1	Other revenue	3,611	Normal	-
	Advantech Co., Ltd.	ACA	1	Purchase	1,508,139	Normal	7
	Advantech Co., Ltd.	ACA	1	Payables to related parties	329,679	30 days	1
	Advantech Co., Ltd.	ACA	1	Sales	63,015	Normal	-
	Advantech Co., Ltd.	ACA	1	Receivables from related parties	14,698	30 days	-
	Advantech Co., Ltd.	ACA	1	Other revenue	3,780	45 days after invoice date	-
	Advantech Co., Ltd.	ACN	1	Sales	1,538,862	Normal	7
	Advantech Co., Ltd.	ACN	1	Receivables from related parties	586,398	45 days	2
	Advantech Co., Ltd.	ACN	1	Other revenue	14,141	Normal	-
	Advantech Co., Ltd.	ACN	1	Purchase	1,535	Normal	-
	Advantech Co., Ltd.	A-DLoG	1	Sales	23,926	Normal	-
	Advantech Co., Ltd.	A-DLoG	1	Purchase	23,253	Normal	-
	Advantech Co., Ltd.	A-DLoG	1	Other revenue	7,873	Normal	-
	Advantech Co., Ltd.	A-DLoG	1	Receivables from related parties	4,145	30 days after invoice date	-
	Advantech Co., Ltd.	A-DLoG	1	Payables to related parties	1,447	30 days after invoice date	-
	Advantech Co., Ltd.	AEU	1	Sales	1,793,601	Normal	9
	Advantech Co., Ltd.	AEU	1	Receivables from related parties	900,771	30 days	4
	Advantech Co., Ltd.	AEU	1	Other revenue	10,437	Normal	-
	Advantech Co., Ltd.	AEU	1	Purchase	3,181	Normal	-
	Advantech Co., Ltd.	AEU	1	Payables to related parties	5	30 days	-
	Advantech Co., Ltd.	AIN	1	Receivables from related parties	649	60 days	-
	Advantech Co., Ltd.	AiSC	1	Sales	1,328,911	Normal	6-
	Advantech Co., Ltd.	AiSC	1	Receivables from related parties	545,897	45 days	2
	Advantech Co., Ltd.	AiSC	1	Other revenue	6,483	90 days	-
	Advantech Co., Ltd.	AiSC	1	Purchase	674	60 days after invoice date	-
	Advantech Co., Ltd.	AiSC	1	Payables to related parties	564	45 days	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	Advantech Co., Ltd.	AJP	1	Sales	$ 258,503	Normal	1
	Advantech Co., Ltd.	AJP	1	Receivables from related parties	29,012	60-90 days	-
	Advantech Co., Ltd.	AJP	1	Other revenue	12,397	Normal	-
	Advantech Co., Ltd.	AJP	1	Purchase	22	Normal	-
	Advantech Co., Ltd.	AJP	1	Payables to related parties	15	60-90 days	-
	Advantech Co., Ltd.	AKMC	1	Sales	420,996	Normal	2
	Advantech Co., Ltd.	AKMC	1	Receivables from related parties	34,258	45 days	-
	Advantech Co., Ltd.	AKR	1	Sales	333,874	Normal	2
	Advantech Co., Ltd.	AKR	1	Receivables from related parties	59,645	Prompt collection	-
	Advantech Co., Ltd.	AKR	1	Other revenue	5,765	Normal	-
	Advantech Co., Ltd.	AMY	1	Sales	39,926	Normal	-
	Advantech Co., Ltd.	AMY	1	Receivables from related parties	7,637	45 days	-
	Advantech Co., Ltd.	AMY	1	Other revenue	1,846	Normal	-
	Advantech Co., Ltd.	AMY	1	Purchase	18	Normal	-
	Advantech Co., Ltd.	ANA	1	Sales	4,193,492	Normal	20
	Advantech Co., Ltd.	ANA	1	Receivables from related parties	658,528	45 days	3
	Advantech Co., Ltd.	ANA	1	Purchase	65,772	Normal	-
	Advantech Co., Ltd.	ANA	1	Other revenue	16,518	Normal	-
	Advantech Co., Ltd.	ANA	1	Payables to related parties	11,340	45 days	-
	Advantech Co., Ltd.	APL	1	Sales	8,331	Normal	-
	Advantech Co., Ltd.	APL	1	Receivables from related parties	2,313	45 days	-
	Advantech Co., Ltd.	APL	1	Payables to related parties	88	30 days after invoice date	-
	Advantech Co., Ltd.	APL	1	Purchase	20	Normal	-
	Advantech Co., Ltd.	ASG	1	Sales	99,597	Normal	-
	Advantech Co., Ltd.	ASG	1	Receivables from related parties	17,652	60-90 days	-
	Advantech Co., Ltd.	ASG	1	Operating expense	5,343	Normal	-
	Advantech Co., Ltd.	ASG	1	Other revenue	2,583	Normal	-
	Advantech Co., Ltd.	ASG	1	Payables to related parties	1,050	60-90 days	-
	Advantech Co., Ltd.	ASG	1	Purchase	32	Normal	-
	Advantech Co., Ltd.	ATC	1	Purchase	5,748,881	Normal	28
	Advantech Co., Ltd.	ATC	1	Payables to related parties	1,636,067	60 days	7
	Advantech Co., Ltd.	ATC	1	Commission revenue	285,566	Normal	1
	Advantech Co., Ltd.	ATH	1	Sales	27,248	Normal	-
	Advantech Co., Ltd.	ATH	1	Receivables from related parties	2,351	30 days after invoice date	-
	Advantech Co., Ltd.	ATH	1	Other revenue	1,672	Normal	-
	Advantech Co., Ltd.	ATH	1	Purchase	14	Normal	-
	Advantech Co., Ltd.	BCM Embedded Computer Inc.	1	Rental revenue	45	Normal	-
	Advantech Co., Ltd.	Cermate	1	Purchase	4,588	Normal	-
	Advantech Co., Ltd.	Cermate	1	Sales	1,971	Normal	-
	Advantech Co., Ltd.	Cermate	1	Other revenue	540	Normal	-
	Advantech Co., Ltd.	Cermate	1	Payables to related parties	118	30 days	-
	Advantech Co., Ltd.	Cermate	1	Receivables from related parties	67	30 days	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Sales	1,190	Normal	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Other revenue	720	Normal	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Receivables from related parties	362	60 days	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Purchase	106	Normal	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Payables to related parties	21	60 days	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	Advantech Co., Ltd.	Advantech Fund-A	1	Rental revenue	$ 27	Normal	-
	Advantech Co., Ltd.	Advansus Corp.	1	Purchase	472,974	Normal	4
	Advantech Co., Ltd.	Advansus Corp.	1	Payables to related parties	112,389	60-90 days	1
	Advantech Co., Ltd.	Advansus Corp.	1	Sales	5,721	Normal	-
	Advantech Co., Ltd.	Advansus Corp.	1	Receivables from related parties	4,989	60-90 days	-
	Advantech Co., Ltd.	Advansus Corp.	1	Other revenue	51	Normal	-
	Advantech Co., Ltd.	Advansus Corp.	1	Rental revenue	45	Normal	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Purchase	80,912	Normal	1
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Payables to related parties	43,298	60 days	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Sales	1,688	Normal	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Receivables from related parties	1,342	25th of every quarter	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Other revenue	720	Normal	-
1	ACN	ACA	3	Sales	6,714	Normal	-
	ACN	ACA	3	Receivables from related parties	63	30 days	-
	CAN (ASZ)	ACN	3	Payables to related parties	4,776	45 days	-
	CAN (ASZ)	AEU	3	Sales	212	Normal	-
	CAN (ASZ)	AEU	3	Receivables from related parties	197	30 days	-
	CAN (ASZ)	AiSC	3	Sales	215,080	Normal	1
	ACN (ABJ)	AiSC	3	Payables to related parties	204,092	25th of every month	1
	ACN (ABJ)	AiSC	3	Purchase	115,793	Normal	1
	ACN	AiSC	3	Receivables from related parties	29,836	Prompt collection	-
	ACN (ABJ)	AiSC	3	Interest expense	2,276	Normal	-
	ACN	AKMC	3	Purchase	35,334	Normal	-
	ACN	AKMC	3	Sales	7,078	Normal	-
	ACN	AKMC	3	Payables to related parties	5,906	60-90 days	-
	ACN	AKMC	3	Rental expense	2,777	Normal	-
	ACN	AKMC	3	Receivables from related parties	1,151	60-90 days	-
	ACN	AKR	3	Sales	39	Normal	-
	ACN	AMY	3	Sales	74	Normal	-
	ACN	ANA	3	Sales	480	30 days	-
	ACN	ANA	3	Purchase	163	Normal	-
	ACN	ASG	3	Sales	380	Normal	-
	CAN	ASZ (ACN)	3	Receivables from related parties	4,776	45 days	-
	ACN	AXA	3	Receivables from related parties	41,167	60 days	-
	ACN	AXA	3	Other expense	6,332	Normal	-
	CAN (ASZ)	Advantech Co., Ltd.	2	Purchase	1,538,862	Normal	7
	CAN (ASZ)	Advantech Co., Ltd.	2	Payables to related parties	586,398	45 days	2
	CAN (ASZ)	Advantech Co., Ltd.	2	Other expense	14,141	Normal	-
	CAN (ASZ)	Advantech Co., Ltd.	2	Sales	1,535	Normal	-
	ACN	Hangzhou Advantofine Automation Co., Ltd.	3	Purchase	661	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
2	AAU	A-DLoG	3	Purchase	$ 156	Normal	-
	AAU	AEU	3	Purchase	227	Normal	-
	AAU	ANA	3	Purchase	49	Normal	-
	AAU	Advantech Co., Ltd.	2	Purchase	131,284	Normal	1
	AAU	Advantech Co., Ltd.	2	Payables to related parties	17,230	60-90 days	-
	AAU	Advantech Co., Ltd.	2	Other expense	2,724	Normal	-
	AAU	Advantech Co., Ltd.	2	Sales	558	Normal	-
	AAU	Advantech Co., Ltd.	2	Receivables from related parties	540	60-90 days	-
3	ABR	Advantech Co., Ltd.	2	Purchase	70,069	Normal	-
	ABR	Advantech Co., Ltd.	2	Payables to related parties	27,080	90 days	-
	ABR	Advantech Co., Ltd.	2	Other expense	3,611	Normal	-
4	ACA	ACN	3	Purchase	6,714	Normal	-
	ACA	ACN	3	Payables to related parties	63	60-90 days	-
	ACA	AiSC	3	Purchase	13,949	60 days after invoice date	-
	ACA	AiSC	3	Sales	8,353	60-90 days	-
	ACA	AiSC	3	Receivables from related parties	8,185	25th of every month	-
	ACA	AiSC	3	Payables to related parties	7,829	60 days after invoice date	-
	ACA	AKMC	3	Sales	569,605	Normal	3
	ACA	AKMC	3	Receivables from related parties	106,403	45 days	-
	ACA	ANA	3	Payables to related parties	377	60 days after invoice date	-
	ACA	Advantech Co., Ltd.	2	Sales	1,508,139	Normal	7
	ACA	Advantech Co., Ltd.	2	Receivables from related parties	329,679	30 days	1
	ACA	Advantech Co., Ltd.	2	Purchase	63,015	Normal	-
	ACA	Advantech Co., Ltd.	2	Payables to related parties	14,698	30 days	-
	ACA	Advantech Co., Ltd.	2	Other expense	3,780	45 days after invoice date	-
	ACA	Advansus Corp.	3	Sales	409,424	Normal	2
	ACA	Advansus Corp.	3	Purchase	162,717	Normal	1
	ACA	Advansus Corp.	3	Receivables from related parties	56,978	45 days	-
	ACA	Advansus Corp.	3	Payables to related parties	52,707	30 days	-
5	ADL (ACZ)	AEU	3	Commission revenue	65,225	30 days upon delivery	-
	ADL (AIT)	AEU	3	Commission revenue	42,706	Normal	-
	ADL (AFR)	AEU	3	Commission revenue	23,507	Normal	-
	ADL (AUK)	AEU	3	Receivables from related parties	18,867	30 days after invoice date	-
	ADL	AEU	3	Receivables from related parties	14,268	30 days after invoice date	-
	ADL (AIT)	AEU	3	Purchase	9,509	30 days after invoice date	-
	ADL (AFR)	AEU	3	Receivables from related parties	6,216	30 days after invoice date	-
	ADL (AUK)	AEU	3	Royalty revenue	1,826	Normal	-
	ADL (AIT)	AEU	3	Receivables from related parties	1,233	30 days after invoice date	-
	ADL (AUK)	AEU	3	Commission revenue	12,842	Normal	-
	ADL	AEU	3	Other expense	762	Normal	-
	ADL (AUK)	AEU	3	Payables to related parties	191	30 days after invoice date	-
	ADL (AFR)	AEU	3	Payables to related parties	145	30 days after invoice date	-
	ADL	AEU	3	Payables to related parties	136	30 days after invoice date	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	ADL (AIT)	AEU	3	Payables to related parties	$ 14	30 days after invoice date	-
	ADL (AUK)	ATC	3	Receivables from related parties	4,325	30 days after invoice date	-
	ADL	ATC	3	Receivables from related parties	3,655	7 days after invoice date	-
	ADL (AFR)	A-DLoG	3	Receivables from related parties	826	30 days upon delivery	-
	ADL (AUK)	Innocore	3	Receivables from related parties	21,820	Prompt collection	-
6	AEUH	ADL (AFR)	3	Payables to related parties	19,040	30 days after invoice date	-
7	Innocore	ADL (AUK)	3	Payables to related parties	21,820	Prompt collection	-
	Innocore	AEU	3	Receivables from related parties	44,476	60 days	-
8	AiSC	AAC (HK)	3	Receivables from related parties	4,589	90 days	-
	AiSC	ABJ (ACN)	3	Receivables from related parties	204,092	25th of every month	1
	AiSC	ABJ (ACN)	3	Sales	115,793	Normal	1
	AiSC	ABJ (ACN)	3	Interest revenue	2,276	Normal	-
	AiSC	ACA	3	Sales	13,949	60 days after invoice date	-
	AiSC	ACA	3	Purchase	8,353	60-90 days	-
	AiSC	ACA	3	Payables to related parties	8,185	25th of every month	-
	AiSC	ACA	3	Receivables from related parties	7,829	60 days after invoice date	-
	AiSC	ACN	3	Purchase	215,080	Normal	1
	AiSC	ACN	3	Payables to related parties	29,836	25th of every month	-
	AiSC	AEU	3	Sales	29	Prompt collection	-
	AiSC	AEU	3	Receivables from related parties	29	Prompt collection	-
	AiSC	AKMC	3	Sales	142,587	Normal	1
	AiSC	AKMC	3	Purchase	140,444	Normal	1
	AiSC	AKMC	3	Receivables from related parties	62,404	30 days	-
	AiSC	AKMC	3	Payables to related parties	51,152	Prompt collection	-
	AiSC	AMY	3	Sales	495	30 days	-
	AiSC	AMY	3	Receivables from related parties	492	30 days	-
	AiSC	ANA	3	Sales	120	Normal	-
	AiSC	ANA	3	Receivables from related parties	119	Prompt collection	-
	AiSC	ANA	3	Payables to related parties	109	30 days	-
	AiSC	ASG	3	Sales	381	30 days	-
	AiSC	ASG	3	Receivables from related parties	379	30 days	-
	AiSC	AXA	3	Receivables from related parties	29,358	Prompt collection	-
	AiSC	Advantech Co., Ltd.	2	Purchase	1,328,911	Normal	6-
	AiSC	Advantech Co., Ltd.	2	Payables to related parties	545,897	45 days	2
	AiSC	Advantech Co., Ltd.	2	Other expense	6,483	90 days	-
	AiSC	Advantech Co., Ltd.	2	Sales	674	60 days after invoice date	-
	AiSC	Advantech Co., Ltd.	2	Receivables from related parties	564	45 days	-
	AiSC	BCM Embedded Computer Inc.	3	Receivables from related parties	149	Prompt collection	-
	AiSC	Hangzhou Advantofine Automation Co., Ltd.	3	Sales	32,868	Normal	-
	AiSC	Hangzhou Advantofine Automation Co., Ltd.	3	Receivables from related parties	12,573	Prompt collection	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
9	AJP	Advantech Co., Ltd.	2	Purchase	$ 258,503	Normal	1
	AJP	Advantech Co., Ltd.	2	Payables to related parties	29,012	60-90 days	-
	AJP	Advantech Co., Ltd.	2	Other expense	12,397	Normal	-
	AJP	Advantech Co., Ltd.	2	Sales	22	Normal	-
	AJP	Advantech Co., Ltd.	2	Receivables from related parties	15	60-90 days	-
	AJP	AEU	3	Purchase	23	Normal	-
	AJP	AKMC	3	Payables to related parties	6	30 days	-
	AJP	ANA	3	Purchase	23	Normal	-
	AJP	ANA	3	Payables to related parties	23	15 days after invoice date	-
10	AKMC	ACA	3	Purchase	569,605	Normal	3
	AKMC	ACA	3	Payables to related parties	106,403	45 days	-
	AKMC	ACN	3	Sales	35,334	Normal	-
	AKMC	ACN	3	Purchase	7,078	Normal	-
	AKMC	ACN	3	Receivables from related parties	5,906	60-90 days	-
	AKMC	ACN	3	Rental revenue	2,777	Normal	-
	AKMC	ACN	3	Payables to related parties	1,151	60-90 days	-
	AKMC	AEU	3	Payables to related parties	994	Normal	-
	AKMC	AEU	3	Purchase	96	Normal	-
	AKMC	AEU	3	Sales	85	Normal	-
	AKMC	AEU	3	Receivables from related parties	23	30 days after invoice date	-
	AKMC	AiSC	3	Purchase	142,587	Normal	1
	AKMC	AiSC	3	Sales	140,444	Normal	1
	AKMC	AiSC	3	Payables to related parties	62,404	30 days	-
	AKMC	AiSC	3	Receivables from related parties	51,152	Prompt collection	-
	AKMC	AJP	3	Receivables from related parties	6	30 days	-
	AKMC	AKR	3	Receivables from related parties	33	30 days after invoice date	-
	AKMC	ANA	3	Payables to related parties	154,973	30 days after invoice date	1
	AKMC	ANA	3	Purchase	6,243	Normal	-
	AKMC	ANA	3	Interest expense	2,381	Normal	-
	AKMC	ANA	3	Sales	217	Normal	-
	AKMC	ANA	3	Receivables from related parties	27	60-90 days	-
	AKMC	ATC	3	Sales	5,076,822	Normal	25
	AKMC	ATC	3	Receivables from related parties	628,252	60-90 days	5
	AKMC	ATC	3	Purchase	12,267	Normal	-
	AKMC	ATH	3	Receivables from related parties	12	30 days after invoice date	-
	AKMC	Advantech Co., Ltd.	2	Purchase	420,996	Normal	2
	AKMC	Advantech Co., Ltd.	2	Payables to related parties	34,258	45 days	-
	AKMC	Cermate	3	Purchase	24,339	Normal	-
	AKMC	Cermate	3	Payables to related parties	58	Normal	-
	AKMC	Cermate (Shenzhen)	3	Purchase	24,277	40 days	-
	AKMC	Cermate (Shenzhen)	3	Payables to related parties	3,190	40 days	-
	AKMC	Advansus Corp.	3	Purchase	799,120	Normal	4
	AKMC	Advansus Corp.	3	Payables to related parties	177,844	60-90 days	1
	AKMC	Advansus Corp.	3	Sales	1,934	Normal	-
	AKMC	Advansus Corp.	3	Receivables from related parties	9	Prompt collection	-
	AKMC	Netstar Technology Co., Ltd.	3	Sales	203,811	Normal	1

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	AKMC	Netstar Technology Co., Ltd.	3	Receivables from related parties	$ 45,471	Next 60 days	-
	AKMC	Netstar Technology Co., Ltd.	3	Purchase	1,348	Normal	-
	AKMC	Netstar Technology Co., Ltd.	3	Payables to related parties	700	Next 60 days	-
11	AKR	ACN	3	Purchase	39	Normal	-
	AKR	AEU	3	Purchase	195	Normal	-
	AKR	AKMC	3	Payables to related parties	33	30 days after invoice date	-
	AKR	Advantech Co., Ltd.	2	Purchase	333,874	Normal	2
	AKR	Advantech Co., Ltd.	2	Payables to related parties	59,645	Prompt collection	-
	AKR	Advantech Co., Ltd.	2	Other expense	5,765	Normal	-
	AKR	Advansus Corp.	3	Purchase	105,959	Normal	1
	AKR	Advansus Corp.	3	Payables to related parties	16,787	60-90 days	-
12	AMY	ACN	3	Purchase	74	Normal	-
	AMY	AEU	3	Purchase	15	Normal	-
	AMY	AiSC	3	Purchase	495	30 days	-
	AMY	AiSC	3	Payables to related parties	492	30 days	-
	AMY	ASG	3	Purchase	4,878	Normal	-
	AMY	ASG	3	Payables to related parties	984	30 days	-
	AMY	ASG	3	Sales	15	Normal	-
	AMY	ASG	3	Receivables from related parties	15	30 days	-
	AMY	ATH	3	Sales	28	Normal	-
	AMY	Advantech Co., Ltd.	2	Purchase	39,926	Normal	-
	AMY	Advantech Co., Ltd.	2	Payables to related parties	7,637	45 days	-
	AMY	Advantech Co., Ltd.	2	Other expense	1,846	Normal	-
	AMY	Advantech Co., Ltd.	2	Sales	18	Normal	-
13	ANA	AAU	3	Sales	49	Normal	-
	ANA	ACA	3	Receivables from related parties	377	60 days after invoice date	-
	ANA	ACN	3	Purchase	480	30 days	-
	ANA	ACN	3	Sales	163	Normal	-
	ANA	AEU	3	Purchase	27,461	Normal	-
	ANA	AEU	3	Payables to related parties	21,446	30 days after invoice date	-
	ANA (AASC)	AEU	3	Purchase	11,017	Normal	-
	ANA	AEU	3	Sales	3,317	Normal	-
	ANA	AEU	3	Receivables from related parties	765	60-90 days	-
	ANA	AiSC	3	Purchase	120	Normal	-
	ANA	AiSC	3	Payables to related parties	119	Prompt collection	-
	ANA	AiSC	3	Receivables from related parties	109	30 days	-
	ANA	AJP	3	Sales	23	Normal	-
	ANA	AJP	3	Receivables from related parties	23	15 days after invoice date	-
	ANA	AKMC	3	Receivables from related parties	154,973	30 days after invoice date	1
	ANA	AKMC	3	Sales	6,243	Normal	-
	ANA	AKMC	3	Interest revenue	2,381	Normal	-
	ANA	AKMC	3	Purchase	217	Normal	-
	ANA	AKMC	3	Payables to related parties	27	60-90 days	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	ANA	AMY	3	Sales	$ 156	Prompt collection	-
	ANA	ASG	3	Sales	37	Normal	-
	ANA	Advantech Co., Ltd.	2	Purchase	4,193,492	Normal	20
	ANA	Advantech Co., Ltd.	2	Payables to related parties	658,528	45 days	3
	ANA	Advantech Co., Ltd.	2	Sales	65,772	Normal	-
	ANA	Advantech Co., Ltd.	2	Other expense	16,518	Normal	-
	ANA	Advantech Co., Ltd.	2	Receivables from related parties	11,340	45 days	-
	ANA	Netstar Technology Co., Ltd.	3	Receivables from related parties	10	60-90 days	-
14	APL	AEU	3	Receivables from related parties	24,124	30 days after invoice date	-
	APL	AEU	3	Sales	7,115	Normal	-
	APL	AEU	3	Commission revenue	1,083	60 days	-
	APL	AEU	3	Purchase	618	Normal	-
	APL	AEU	3	Payables to related parties	310	30 days	-
	APL	Advantech Co., Ltd.	2	Purchase	8,331	Normal	-
	APL	Advantech Co., Ltd.	2	Payables to related parties	2,313	45 days	-
	APL	Advantech Co., Ltd.	2	Receivables from related parties	88	30 days after invoice date	-
	APL	Advantech Co., Ltd.	2	Sales	20	Normal	-
15	ASG	ACN	3	Purchase	380	Normal	-
	ASG	AID	3	Receivables from related parties	2,326	30 days upon delivery	-
	ASG	AID	3	Other revenue	2,152	30 days upon delivery	-
	ASG	AiSC	3	Purchase	381	30 days	-
	ASG	AiSC	3	Payables to related parties	379	30 days	-
	ASG	AKMC	3	Sales		Normal	-
	ASG	AMY	3	Sales	4,878	Normal	-
	ASG	AMY	3	Receivables from related parties	984	30 days	-
	ASG	AMY	3	Purchase	15	Normal	-
	ASG	AMY	3	Payables to related parties	15	30 days	-
	ASG	ANA	3	Purchase	37	Normal	-
	ASG	ATH	3	Sales	1,473	Normal	-
	ASG	ATH	3	Receivables from related parties	262	30 days	-
	ASG	Advantech Co., Ltd.	2	Purchase	99,597	Normal	-
	ASG	Advantech Co., Ltd.	2	Payables to related parties	17,652	60-90 days	-
	ASG	Advantech Co., Ltd.	2	Other revenue	5,343	Normal	-
	ASG	Advantech Co., Ltd.	2	Other expense	2,583	Normal	-
	ASG	Advantech Co., Ltd.	2	Receivables from related parties	1,050	60-90 days	-
	ASG	Advantech Co., Ltd.	2	Sales	32	Normal	-
16	ATC	ADL	3	Payables to related parties	3,655	30 days after invoice date	-
	ATC	ADL (AUK)	3	Payables to related parties	4,325	30 days after invoice date	-
	ATC	AEU	3	Payables to related parties	1,257	30 days after invoice date	-
	ATC	AKMC	3	Purchase	5,076,822	Normal	25
	ATC	AKMC	3	Payables to related parties	628,252	60-90 days	3
	ATC	AKMC	3	Sales	12,267	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	ATC	Advantech Co., Ltd.	2	Sales	$ 5,748,881	Normal	28
	ATC	Advantech Co., Ltd.	2	Receivables from related parties	1,636,067	60 days	7
	ATC	Advantech Co., Ltd.	2	Commission expense	285,566	Normal	1
17	ATH	AKMC	3	Payables to related parties	12	30 days after invoice date	-
	ATH	AMY	3	Purchase	28	Normal	-
	ATH	ASG	3	Purchase	1,473	Normal	-
	ATH	ASG	3	Payables to related parties	262	30 days	-
	ATH	Advantech Co., Ltd.	2	Purchase	27,248	Normal	-
	ATH	Advantech Co., Ltd.	2	Payables to related parties	2,351	30 days after invoice date	-
	ATH	Advantech Co., Ltd.	2	Other expense	1,672	Normal	-
	ATH	Advantech Co., Ltd.	2	Sales	14	Normal	-
18	AXA	ACN	3	Payables to related parties	41,167	Prompt collection	-
	AXA	ACN	3	Other revenue	6,332	Normal	-
	AXA	AiSC	3	Payables to related parties	29,358	Prompt collection	-
19	A-DLoG	AAU	3	Sales	156	Normal	-
	A-DLoG	ADL (AFR)	3	Payables to related parties	826	30 days upon delivery	-
	A-DLoG	AEU	3	Sales	1,186	30 days upon delivery	-
	A-DLoG	AEU	3	Purchase	1,120	30 days upon delivery	-
	A-DLoG	AEU	3	Payables to related parties	418	30 days upon delivery	-
	A-DLoG	AEU	3	Receivables from related parties	8	30 days upon delivery	-
	A-DLoG	Advantech Co., Ltd.	2	Purchase	23,926	Normal	-
	A-DLoG	Advantech Co., Ltd.	2	Sales	23,253	Normal	-
	A-DLoG	Advantech Co., Ltd.	2	Other expense	7,873	Normal	-
	A-DLoG	Advantech Co., Ltd.	2	Payables to related parties	4,145	30 days after invoice date	-
	A-DLoG	Advantech Co., Ltd.	2	Receivables from related parties	1,447	30 days after invoice date	-
20	AKL	ANA	3	Purchase	156	Prompt collection	-
21	Cermate (Shenzhen)	AKMC	3	Sales	24,277	40 days	-
	Cermate (Shenzhen)	AKMC	3	Receivables from related parties	3,190	40 days	-
	Cermate (Shenzhen)	Cermate	3	Purchase	66,185	Normal	-
	Cermate (Shenzhen)	Cermate	3	Sales	8,429	Normal	-
	Cermate (Shenzhen)	Cermate	3	Payables to related parties	7,194	30 days	-
	Cermate (Shenzhen)	Cermate	3	Receivables from related parties	1,193	60 days	-
	Cermate (Shenzhen)	Cermate (Shanghai)	3	Sales	18,613	Normal	-
	Cermate (Shenzhen)	Cermate (Shanghai)	3	Payables to related parties	9,208	60 days	-
	Cermate (Shenzhen)	Cermate (Shanghai)	3	Purchase	137	Normal	-
22	Cermate	AKMC	3	Sales	24,339	Normal	-
	Cermate	AKMC	3	Receivables from related parties	58	Normal	-
	Cermate	Cermate (Shenzhen)	3	Sales	66,185	Normal	-
	Cermate	Cermate (Shenzhen)	3	Purchase	8,429	Normal	-
	Cermate	Cermate (Shenzhen)	3	Receivables from related parties	7,194	30 days	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	Cermate	Cermate (Shenzhen)	3	Payables to related parties	$ 1,193	60 days	-
	Cermate	Advantech Co., Ltd.	2	Sales	4,588	Normal	-
	Cermate	Advantech Co., Ltd.	2	Purchase	1,971	Normal	-
	Cermate	Advantech Co., Ltd.	2	Other expense	540	Normal	-
	Cermate	Advantech Co., Ltd.	2	Receivables from related parties	118	30-60 days	-
	Cermate	Advantech Co., Ltd.	2	Payables to related parties	67	30-60 days	-
23	Cermate (Shanghai)	Cermate (Shenzhen)	3	Purchase	18,613	Normal	-
	Cermate (Shanghai)	Cermate (Shenzhen)	3	Receivables from related parties	9,208	60 days	-
	Cermate (Shanghai)	Cermate (Shenzhen)	3	Sales	137	Normal	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Purchase	1,190	Normal	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Other expense	720	Normal	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Payables to related parties	362	60 days	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Sales	106	Normal	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Receivables from related parties	21	60 days	-
24	BCM Embedded Computer Inc.	Advansus Corp.	3	Purchase	2,411	Normal	-
	BCM Embedded Computer Inc.	Advantech Co., Ltd.	2	Rental expense	45	Normal	-
	BCM Embedded Computer Inc.	AiSC	3	Payables to related parties	149	Prompt collection	-
25	Advansus Corp.	ACA	3	Purchase	409,424	Normal	2
	Advansus Corp.	ACA	3	Sales	162,717	Normal	1
	Advansus Corp.	ACA	3	Payables to related parties	56,978	45 days	-
	Advansus Corp.	ACA	3	Receivables from related parties	52,707	30 days	-
	Advansus Corp.	Advantech Co., Ltd.	2	Sales	472,974	Normal	2
	Advansus Corp.	Advantech Co., Ltd.	2	Receivables from related parties	112,389	60-90 days	1
	Advansus Corp.	Advantech Co., Ltd.	2	Purchase	5,721	Normal	-
	Advansus Corp.	Advantech Co., Ltd.	2	Payables to related parties	4,989	60-90 days	-
	Advansus Corp.	Advantech Co., Ltd.	2	Other expense	51	Normal	-
	Advansus Corp.	Advantech Co., Ltd.	2	Rental expense	45	Normal	-
	Advansus Corp.	AKMC	3	Sales	799,120	Normal	6
	Advansus Corp.	AKMC	3	Receivables from related parties	177,844	60-90 days	1
	Advansus Corp.	AKMC	3	Purchase	1,934	Normal	-
	Advansus Corp.	AKMC	3	Payables to related parties	9	Prompt collection	-
	Advansus Corp.	AKR	3	Sales	105,959	Normal	1
	Advansus Corp.	AKR	3	Receivables from related parties	16,787	60-90 days	-
	Advansus Corp.	BCM Embedded Computer Inc.	3	Sales	2,411	Normal	-
26	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Sales	80,912	Normal	1
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Receivables from related parties	43,298	60 days	-
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Purchase	1,688	Normal	-
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Payables to related parties	1,342	25th of every quarter	-
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Other expense	720	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	Netstar Technology Co., Ltd.	AKMC	3	Purchase	$ 203,811	Normal	1
	Netstar Technology Co., Ltd.	AKMC	3	Payables to related parties	45,471	Next 60 days	-
	Netstar Technology Co., Ltd.	AKMC	3	Sales	1,348	Normal	-
	Netstar Technology Co., Ltd.	AKMC	3	Receivables from related parties	700	Next 60 days	-
	Netstar Technology Co., Ltd.	ANA	3	Payables to related parties	10	60-90 days	-
27	AEU	AAU	3	Sales	227	Normal	-
	AEU	ACN	3	Purchase	212	Normal	-
	AEU	ACN	3	Payables to related parties	197	30 days	-
	AEU	ADL	3	Payables to related parties	14,268	30 days after invoice date	-
	AEU	ADL	3	Other revenue	762	Normal	-
	AEU	ADL	3	Receivables from related parties	136	30 days after invoice date	-
	AEU	ADL (ACZ)	3	Commission expense	65,225	30 days upon delivery	-
	AEU	ADL (AFR)	3	Commission expense	23,507	Normal	-
	AEU	ADL (AFR)	3	Payables to related parties	6,216	30 days after invoice date	-
	AEU	ADL (AFR)	3	Receivables from related parties	145	30 days after invoice date	-
	AEU	ADL (AIT)	3	Commission expense	42,706	Normal	-
	AEU	ADL (AIT)	3	Sales	9,509	30 days after invoice date	-
	AEU	ADL (AIT)	3	Payables to related parties	1,233	30 days after invoice date	
	AEU	ADL (AIT)	3	Receivables from related parties	14	30 days after invoice date	-
	AEU	ADL (AUK)	3	Commission expense	12,842	Normal	-
	AEU	ADL (AUK)	3	Payables to related parties	18,867	30 days after invoice date	-
	AEU	ADL (AUK)	3	Rental expense	1,826	Normal	-
	AEU	ADL (AUK)	3	Receivables from related parties	191	30 days after invoice date	-
	AEU	A-DLoG	3	Purchase	1,186	30 days upon delivery	-
	AEU	A-DLoG	3	Sales	1,120	30 days upon delivery	-
	AEU	A-DLoG	3	Receivables from related parties	418	30 days upon delivery	-
	AEU	A-DLoG	3	Payables to related parties	8	30 days upon delivery	-
	AEU	Advantech Co., Ltd.	2	Purchase	1,793,601	Normal	9
	AEU	Advantech Co., Ltd.	2	Payables to related parties	900,771	30 days	4
	AEU	Advantech Co., Ltd.	2	Other expense	10,437	Normal	-
	AEU	Advantech Co., Ltd.	2	Sales	3,181	Normal	-
	AEU	Advantech Co., Ltd.	2	Receivables from related parties	5	30 days after invoice date	-
	ADL (AFR)	AEUH	3	Receivables from related parties	19,040	30 days after invoice date	-
	AEU	AIN	3	Sales	143	Normal	-
	AEU	AiSC	3	Purchase	29	Prompt collection	-
	AEU	AiSC	3	Payables to related parties	29	Prompt collection	-
	AEU	AJP	3	Sales	23	Normal	-
	AEU	AKMC	3	Receivables from related parties	994	Normal	-
	AEU	AKMC	3	Sales	96	Normal	-
	AEU	AKMC	3	Purchase	85	Normal	-
	AEU	AKMC	3	Payables to related parties	23	60-90 days	-
	AEU	AKR	3	Sales	195	Normal	-
	AEU	AMY	3	Sales	15	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	AEU	ANA	3	Sales	$ 27,461	Normal	-
	AEU	ANA	3	Receivables from related parties	21,446	30 days after invoice date	-
	AEU	ANA	3	Purchase	3,317	Normal	-
	AEU	ANA	3	Payables to related parties	765	60-90 days	-
	AEU	ANA (AASC)	3	Sales	11,017	Normal	-
	AEU	APL	3	Commission expense	1,083	60 days	-
	AEU	APL	3	Payables to related parties	24,124	30 days after invoice date	-
	AEU	APL	3	Purchase	7,115	Normal	-
	AEU	APL	3	Sales	618	Normal	-
	AEU	APL	3	Receivables from related parties	310	30 days	-
	AEU	ATC	3	Receivables from related parties	1,257	30 days after invoice date	-
	AEU	Innocore	3	Payables to related parties	44,476	60 days	-
28	AAC (HK)	Advantech Co., Ltd.	2	Other revenue	4,136	60 days	-
	AAC (HK)	Advantech Co., Ltd.	2	Receivables from related parties	871	45 days	-
	AAC (HK)	Advantech Co., Ltd.	2	Payables to related parties	23	45 days	-
	AAC (HK)	AiSC	3	Payables to related parties	4,589	90 days	-
29	Hangzhou Advantofine Automation Co., Ltd.	ACN	3	Sales	661	Normal	-
	Hangzhou Advantofine Automation Co., Ltd.	AiSC	3	Purchase	32,868	Normal	-
	Hangzhou Advantofine Automation Co., Ltd.	AiSC	3	Payables to related parties	12,573	Prompt collection	-
30	Advantech Fund-A	Advantech Co., Ltd.	2	Rental expense	27	Normal	-
31	AIN	Advantech Co., Ltd.	2	Payables to related parties	649	60 days	-
		AEU	3	Purchase	143	Normal	-
32	AID	ASG	3	Payables to related parties	2,326	30 days upon delivery	-
	AID	ASG	3	Other expense	2,152	30 days upon delivery	-

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Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
0	Advantech Co., Ltd.	AAC (HK)	1	Receivables from related parties	$ 337	45 days	-
	Advantech Co., Ltd.	ATC	1	Purchase	4,948,017	Normal	25
	Advantech Co., Ltd.	ANA	1	Sales	3,830,009	Normal	19
	Advantech Co., Ltd.	AEU	1	Sales	1,850,011	Normal	9
	Advantech Co., Ltd.	ACN	1	Sales	1,686,281	Normal	8
	Advantech Co., Ltd.	ATC	1	Payables to related parties	1,100,729	60 days	5
	Advantech Co., Ltd.	AiSC	1	Sales	1,318,883	Normal	7
	Advantech Co., Ltd.	Advansus Corp.	1	Purchase	957,475	Normal	5
	Advantech Co., Ltd.	ACN	1	Receivables from related parties	371,508	45 days	2
	Advantech Co., Ltd.	AiSC	1	Receivables from related parties	417,535	45 days	2
	Advantech Co., Ltd.	ANA	1	Receivables from related parties	500,495	45 days	2
	Advantech Co., Ltd.	AiST	1	Purchase	413,480	Normal	2
	Advantech Co., Ltd.	AKMC	1	Sales	332,087	Normal	2
	Advantech Co., Ltd.	AKR	1	Sales	290,238	Normal	1
	Advantech Co., Ltd.	AJP	1	Sales	275,861	Normal	2
	Advantech Co., Ltd.	ATC	1	Royalty income	247,754	Normal	1
	Advantech Co., Ltd.	Advansus Corp.	1	Payables to related parties	86,629	60-90 days	1
	Advantech Co., Ltd.	AAU	1	Sales	124,683	Normal	1
	Advantech Co., Ltd.	ANA	1	Purchase	95,218	Normal	1
	Advantech Co., Ltd.	ASG	1	Sales	90,392	Normal	-
	Advantech Co., Ltd.	AKR	1	Receivables from related parties	48,784	Prompt collection	-
	Advantech Co., Ltd.	ABR	1	Sales	65,122	Normal	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Purchase	56,211	Normal	-
	Advantech Co., Ltd.	AAU	1	Receivables from related parties	45,523	60-90 days	-
	Advantech Co., Ltd.	AJP	1	Receivables from related parties	45,403	60-90 days	-
	Advantech Co., Ltd.	ATH	1	Sales	48,096	Normal	-
	Advantech Co., Ltd.	ASG	1	Receivables from related parties	19,393	60-90 days	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Payables to related parties	12,741	60 days	1
	Advantech Co., Ltd.	ACA	1	Purchase	147,786	Normal	1
	Advantech Co., Ltd.	AMY	1	Sales	27,715	Normal	-
	Advantech Co., Ltd.	ABR	1	Receivables from related parties	22,625	90 days	-
	Advantech Co., Ltd.	ACN	1	Other revenue	21,217	Normal	-
	Advantech Co., Ltd.	ACA	1	Sales	33,494	Normal	-
	Advantech Co., Ltd.	AiST	1	Sales	26,378	Normal	-
	Advantech Co., Ltd.	ANA	1	Other revenue	14,763	Normal	-
	Advantech Co., Ltd.	ANA	1	Payables to related parties	15,492	45 days	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	Advantech Co., Ltd.	AiST	1	Payables to related parties	$ 7	30 days	-
	Advantech Co., Ltd.	Cermate	1	Purchase	13,276	Normal	-
	Advantech Co., Ltd.	Advansus Corp.	1	Other revenue	13,485	Normal	-
	Advantech Co., Ltd.	AJP	1	Other revenue	11,973	Normal	-
	Advantech Co., Ltd.	Advansus Corp.	1	Sales	10,042	Normal	-
	Advantech Co., Ltd.	AMY	1	Receivables from related parties	6,539	45 days	-
	Advantech Co., Ltd.	ATH	1	Receivables from related parties	8,168	30 days after invoice date	-
	Advantech Co., Ltd.	ACN	1	Purchase	12,288	Normal	-
	Advantech Co., Ltd.	Innocore	1	Sales	6,151	Normal	-
	Advantech Co., Ltd.	AEU	1	Other revenue	9,610	Normal	-
	Advantech Co., Ltd.	DLoG	1	Sales	9,083	Normal	-
	Advantech Co., Ltd.	APL	1	Sales	8,214	Normal	-
	Advantech Co., Ltd.	AKR	1	Purchase	4,713	Normal	-
	Advantech Co., Ltd.	Advansus Corp.	1	Receivables from related parties	2,419	60-90 days	-
	Advantech Co., Ltd.	ACA	1	Receivables from related parties	14,251	30 days	-
	Advantech Co., Ltd.	Advansus Corp.	1	Rental revenue	5,265	Normal	-
	Advantech Co., Ltd.	AHK	1	Operating expense	4,955	Normal	-
	Advantech Co., Ltd.	ASG	1	Operating expense	3,526	Normal	-
	Advantech Co., Ltd.	BCM Embedded Computer Inc.	1	Purchase	2,285	Normal	-
	Advantech Co., Ltd.	AKR	1	Other revenue	3,607	Normal	-
	Advantech Co., Ltd.	DLoG	1	Receivables from related parties	2,483	30 days after invoice date	-
	Advantech Co., Ltd.	APL	1	Receivables from related parties	1,981	45 days	-
	Advantech Co., Ltd.	Cermate	1	Payables to related parties	1,076	Half-year payment (June, December)	-
	Advantech Co., Ltd.	AEU	1	Payables to related parties	569	30 days	-
	Advantech Co., Ltd.	AAU	1	Other revenue	1,937	Normal	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Sales	1,820	Normal	-
	Advantech Co., Ltd.	ACN	1	Payables to related parties	2,076	30 days	-
	Advantech Co., Ltd.	ASG	1	Other revenue	1,677	Normal	-
	Advantech Co., Ltd.	ASG	1	Payables to related parties	594	60-90 days	-
	Advantech Co., Ltd.	Advantech Fund-A	1	Interest expense	1,367	Normal	-
	Advantech Co., Ltd.	DLoG	1	Other revenue	2,993	Normal	-
	Advantech Co., Ltd.	AMY	1	Other revenue	1,057	Normal	-
	Advantech Co., Ltd.	BCM Embedded Computer Inc.	1	Sales	596	Normal	-
	Advantech Co., Ltd.	ABR	1	Other revenue	887	Normal	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Receivables from related parties	652	60 days	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Other revenue	720	Normal	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Other revenue	720	Normal	-
	Advantech Co., Ltd.	AEU	1	Purchase	1,622	Normal	-
	Advantech Co., Ltd.	BCM Embedded Computer Inc.	1	Rental revenue	585	Normal	-
	Advantech Co., Ltd.	AMY	1	Operating expense	459	Normal	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Sales	2,701	Normal	-
	Advantech Co., Ltd.	Cermate	1	Other revenue	540	Normal	-
	Advantech Co., Ltd.	AJP	1	Payables to related parties	11	60-90 days	-
	Advantech Co., Ltd.	ACA	1	Payables to related parties	10,183	30 days	-
	Advantech Co., Ltd.	ATH	1	Other revenue	343	Normal	-
	Advantech Co., Ltd.	ADL	1	Receivables from related parties	334	30 days	-
	Advantech Co., Ltd.	ADL	1	Payables to related parties	11	30 days after invoice date	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	Advantech Co., Ltd.	APL	1	Payables to related parties	$ 298	30 days after invoice date	-
	Advantech Co., Ltd.	BCM Embedded Computer Inc.	1	Receivables from related parties	68	30 days	-
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Purchase	170	Normal	-
	Advantech Co., Ltd.	Netstar Technology Co., Ltd.	1	Receivables from related parties	2,573	25th of every quarter	-
	Advantech Co., Ltd.	ATH	1	Purchase	39	Normal	-
	Advantech Co., Ltd.	Cermate	1	Sales	162	Normal	1
	Advantech Co., Ltd.	APL	1	Purchase	71	Normal	-
	Advantech Co., Ltd.	AAU	1	Purchase	58	Normal	-
	Advantech Co., Ltd.	AAU	1	Payables to related parties	37	60-90 days	-
	Advantech Co., Ltd.	Advantech Fund-A	1	Rental revenue	27	Normal	-
	Advantech Co., Ltd.	Cermate	1	Receivables from related parties	62	Half-year payment (June, December)	4
	Advantech Co., Ltd.	AJP	1	Purchase	9	Normal	-
	Advantech Co., Ltd.	AKMC	1	Receivables from related parties	64,727	45 days	13
	Advantech Co., Ltd.	Advantech Fund-A	1	Payables to related parties	260,000	Normal	1
	Advantech Co., Ltd.	Broadwin Technology, Inc.	1	Payables to related parties	21	60 days	-
	Advantech Co., Ltd.	AMY	1	Payables to related parties	79	Normal	-
	Advantech Co., Ltd.	AKR	1	Payables to related parties	107	60 days	1
	Advantech Co., Ltd.	DLoG	1	Payables to related parties	173	30 days after invoice date	1
	Advantech Co., Ltd.	AEU	1	Receivables from related parties	875,034	30 days	4
	Advantech Co., Ltd.	Hangzhou Advantofine Automation Tech. Co., Ltd.	1	Purchase	315	Normal	-
	Advantech Co., Ltd.	ASG	1	Purchase	13	Normal	-
	Advantech Co., Ltd.	DLoG	1	Purchase	912	Normal	-
1	ACN	ACA	3	Receivables from related parties	6,898	30 days	-
	ACN (ASZ)	ACN (ABJ)	3	Receivables from related parties	757	Prompt collection	-
	ACN	Advantech Co., Ltd.	2	Purchase	1,686,281	Normal	8
	ACN	Advantech Co., Ltd.	2	Payables to related parties	371,508	45 days	2
	ACN	Advantech Co., Ltd.	2	Other expense	21,217	Normal	-
	ACN	Advantech Co., Ltd.	2	Sales	12,288	Normal	-
	ACN	Advantech Co., Ltd.	2	Receivables from related parties	2,076	30 days	-
	ACN	AiSC	3	Sales	217,910	Normal	1
	ACN (ABJ)	AiSC	3	Purchase	161,700	Normal	1
	ACN	AiSC	3	Receivables from related parties	138,850	Prompt collection	1
	ACN (ABJ)	AiSC	3	Payables to related parties	97,079	25th of every month	-
	ACN	AXA	3	Receivables from related parties	37,398	60 days	-
	ACN	AKMC	3	Sales	17,127	Normal	-
	ACN	AKMC	3	Purchase	16,203	Normal	-
	ACN	ACA	3	Sales	5,532	Normal	-
	ACN	ASZ (ACN)	3	Receivables from related parties	4,339	45 days	-
	ACN (ASZ)	ACN	3	Payables to related parties	4,339	45 days	-
	ACN	AKMC	3	Payables to related parties	4,309	60-90 days	-
	ACN	AKMC	3	Receivables from related parties	3,445	60-90 days	-
	ACN	AKMC	3	Rental expense	2,691	Normal	-
	ACN (ABJ)	AiSC	3	Interest expense	1,324	Normal	-
	ACN	AEUH	3	Sales	1,009	Normal	-
	ACN	AAU	3	Sales	774	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	ACN (ABJ)	ACN (ASZ)	3	Payables to related parties	$ 757	45 days	-
	ACN	ANA	3	Purchase	286	Normal	-
	ACN	AAU	3	Receivables from related parties	255	30th of every month	-
	ACN	AEUH	3	Receivables from related parties	159	30 days	-
	ACN	ANA	3	Payables to related parties	58	30 days	-
	ACN	BCM	3	Receivables from related parties	42	45 days	-
	ACN	AKR	3	Receivables from related parties	34	45 days	-
	ACN	AJP	3	Sales	32	Normal	-
	ACN	AKR	3	Sales	27	Normal	-
	ACN	AMY	3	Sales	25	Normal	-
	ACN	AiSC	3	Interest revenue	17	Normal	-
2	AAU	Advantech Co., Ltd.	2	Purchase	124,683	Normal	1
	AAU	Advantech Co., Ltd.	2	Payables to related parties	45,523	60-90 days	-
	AAU	Advantech Co., Ltd.	2	Other expense	1,937	Normal	-
	AAU	Advantech Co., Ltd.	2	Sales	58	Normal	-
	AAU	Advantech Co., Ltd.	2	Receivables from related parties	37	60-90 days	-
	AAU	ACN	3	Purchase	774	Normal	-
	AAU	ACN	3	Payables to related parties	255	30th of every month	-
	AAU	DLoG	3	Payables to related parties	230	30 days after invoice date	-
	AAU	DLoG	3	Purchase	229	Normal	-
	AAU	AEU	3	Purchase	157	Normal	-
	AAU	ASG	3	Receivables from related parties	53	30 days	-
	AAU	ANA	3	Purchase	41	Normal	-
	AAU	ANA	3	Payables to related parties	28	60-90 days	-
	AAU	AEU	3	Receivables from related parties	6	30 days after invoice date	-
3	ABR	Advantech Co., Ltd.	2	Purchase	65,122	Normal	-
	ABR	Advantech Co., Ltd.	2	Payables to related parties	22,625	90 days	-
	ABR	Advantech Co., Ltd.	2	Other expense	887	Normal	-
	ABR	DLoG	3	Purchase	57	Normal	-
4	ACA	AKMC	3	Receivables from related parties	64,670	45 days	-
	ACA	Advansus Corp.	3	Receivables from related parties	52,969	45 days	-
	ACA	AKMC	3	Sales	61,371	Normal	-
	ACA	AiST	3	Payables to related parties	52,148	45 days	-
	ACA	Advansus Corp.	3	Sales	47,820	Normal	-
	ACA	AiST	3	Purchase	46,977	Normal	-
	ACA	Advantech Co., Ltd.	2	Sales	147,786	Normal	1
	ACA	Advantech Co., Ltd.	2	Purchase	33,494	Normal	-
	ACA	Advantech Co., Ltd.	2	Payables to related parties	14,251	30 days	-
	ACA	Advantech Co., Ltd.	2	Receivables from related parties	10,183	30 days	-
	ACA	Advansus Corp.	3	Purchase	30,779	Normal	-
	ACA	Advansus Corp.	3	Payables to related parties	15,559	30 days	-
	ACA	ACN	3	Payables to related parties	6,898	60-90 days	-
	ACA	ACN	3	Purchase	5,532	Normal	-
	ACA	Advantech Fund-A	3	Interest expense	65	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
5	ADL (AUK)	Innocore	3	Receivables from related parties	$ 21,763	Prompt collection	-
	ADL (AUK)	ATC	3	Receivables from related parties	5,876	30 days after invoice date	-
	ADL	Advantech Co., Ltd.	2	Receivables from related parties	11	30 days after invoice date	-
	ADL	ATC	3	Receivables from related parties	3,162	30 days after invoice date	-
	ADL	AEU	3	Commission revenue	70,932	Normal	-
	ADL (AIT)	AEU	3	Commission revenue	50,474	Normal	-
	ADL (AIT)	AEU	3	Payables to related parties	42,802	30 days after invoice date	-
	ADL (AUK)	AEU	3	Receivables from related parties	30,754	30 days after invoice date	-
	ADL (AFR)	AEU	3	Commission revenue	34,150	Normal	-
	ADL	ADL (AIT)	3	Receivables from related parties	17,331	30 days after invoice date	-
	ADL (AIT)	ADL	3	Payables to related parties	17,331	30 days after invoice date	-
	ADL (AUK)	AEU	3	Commission revenue	14,259	Normal	-
	ADL (AUK)	ATC	3	Receivables from related parties	11,438	30 days after invoice date	-
	ADL (AIT)	AEU	3	Receivables from related parties	8,480	30 days after invoice date	-
	ADL	Advantech Co., Ltd.	2	Payables to related parties	334	30 days	-
	ADL	ADL (AFR)	3	Payables to related parties	4,937	30 days after invoice date	-
	ADL (AFR)	ADL	3	Receivables from related parties	4,937	30 days after invoice date	-
	ADL	AEU	3	Purchase	3,226	Normal	-
	ADL	AEUH	3	Interest expense	2,206	Normal	-
	ADL	AEU	3	Payables to related parties	1,970	30 days after invoice date	-
	ADL (AFR)	AEU	3	Payables to related parties	588	30 days after invoice date	-
	ADL	ADL (AIT)	3	Payables to related parties	417	30 days after invoice date	-
	ADL (AIT)	ADL	3	Receivables from related parties	417	30 days after invoice date	-
	ADL (ABN)	ANA	3	Purchase	175	Normal	-
	ADL (AUK)	AEU	3	Payables to related parties	89	30 days after invoice date	-
	ADL (AFR)	AEU	3	Receivables from related parties	(20,613)	30 days after invoice date	-
	ADL	AEU	3	Receivables from related parties	(46,904)	30 days after invoice date	-
6	AEUH	ADL	3	Interest revenue	2,206	Normal	-
	AEUH	ACN	3	Purchase	1,009	Normal	-
	AEUH	ACN	3	Payables to related parties	159	30 days	-
	AEUH	DLoG	3	Payables to related parties	74	30 days	-
	AEUH	DLoG	3	Purchase	57	Normal	-
7	AHK	AAC (HK)	3	Receivables from related parties	109	30 days	-
	AHK	AiSC	3	Payables to related parties	1,283	30 days	-
	AHK	Advantech Co., Ltd.	2	Other revenue	4,955	Normal	-
	AHK	AAC (HK)	3	Sales	14	Normal	-
8	AiSC	ANA	3	Receivables from related parties	327	Prompt collection	-
	AiSC	ACN	3	Purchase	217,910	Normal	1
	AiSC	ABJ (ACN)	3	Sales	161,700	Normal	1
	AiSC	ACN	3	Payables to related parties	138,850	25th of every month	1
	AiSC	ABJ (ACN)	3	Receivables from related parties	97,079	25th of every month	-
	AiSC	AKMC	3	Purchase	91,676	Normal	-
	AiSC	Hangzhou Advantofine Automation Tech. Co., Ltd.	3	Sales	50,814	Normal	-
	AiSC	AKMC	3	Payables to related parties	14,487	Prompt payment	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	AiSC	Hangzhou Advantofine Automation Tech. Co., Ltd.	3	Receivables from related parties	$ 11,989	Prompt collection	-
	AiSC	AKMC	3	Sales	7,642	Normal	-
	AiSC	ABJ (ACN)	3	Interest revenue	1,324	Normal	-
	AiSC	AHK	3	Receivables from related parties	1,283	30 days	-
	AiSC	AEU	3	Payables to related parties	738	30 days after invoice date	-
	AiSC	AKMC	3	Receivables from related parties	694	30 days	-
	AiSC	Advantech Co., Ltd.	2	Purchase	1,318,883	Normal	7
	AiSC	Advantech Co., Ltd.	2	Payables to related parties	417,535	45 days	2
	AiSC	BCM	3	Receivables from related parties	154	Prompt collection	-
	AiSC	AEU	3	Purchase	32	Normal	-
	AiSC	ACN	3	Interest expense	17	Normal	-
9	AJP	Advantech Co., Ltd.	2	Purchase	275,861	Normal	1
	AJP	Advantech Co., Ltd.	2	Payables to related parties	45,403	60-90 days	-
	AJP	Advantech Co., Ltd.	2	Other expense	11,973	Normal	-
	AJP	Advantech Co., Ltd.	2	Receivables from related parties	11	60-90 days	-
	AJP	Advantech Co., Ltd.	2	Sales	9	Normal	-
	AJP	AKMC	3	Receivables from related parties	123	45 days	-
	AJP	ACN	3	Purchase	32	Normal	-
	AJP	ANA	3	Purchase	22	Normal	-
	AJP	AEU	3	Payables to related parties	4	30 days	-
	AJP	AKMC	3	Payables to related parties	3	30 days	-
10	AKMC	ATH	3	Receivables from related parties	50	30 days after invoice date	-
	AKMC	AJP	3	Receivables from related parties	3	30 days	-
	AKMC	ATC	3	Receivables from related parties	4,972,289	60-90 days	23
	AKMC	ATC	3	Sales	4,665,500	Normal	23
	AKMC	ANA	3	Payables to related parties	1,706,880	30 days after invoice date	8
	AKMC	Advansus Corp.	3	Purchase	408,947	Normal	2
	AKMC	AiST	3	Purchase	277,795	Normal	1
	AKMC	Netstar Technology Co., Ltd.	3	Sales	205,206	Normal	1-
	AKMC	AiSC	3	Sales	91,676	Normal	-
	AKMC	ACA	3	Payables to related parties	64,670	45 days	-
	AKMC	ACA	3	Purchase	61,371	Normal	-
	AKMC	Advansus Corp.	3	Payables to related parties	57,996	60-90 days	-
	AKMC	Netstar Technology Co., Ltd.	3	Receivables from related parties	55,444	60th of every month	-
	AKMC	ATC	3	Purchase	37,191	Normal	-
	AKMC	Advansus Corp.	3	Sales	25,756	Normal	-
	AKMC	ACN	3	Purchase	17,127	Normal	-
	AKMC	ACN	3	Sales	16,203	Normal	-
	AKMC	AiSC	3	Receivables from related parties	14,487	Prompt collection	-
	AKMC	ATC	3	Payables to related parties	11,751	60-90 days	-
	AKMC	AEU	3	Receivables from related parties	8,299	30 days after invoice date	-
	AKMC	AiSC	3	Purchase	7,642	Normal	-
	AKMC	Advansus Corp.	3	Receivables from related parties	5,155	Prompt collection	-
	AKMC	ACN	3	Receivables from related parties	4,309	60-90 days	-
	AKMC	ACN	3	Payables to related parties	3,445	60-90 days	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	AKMC	Netstar Technology Co., Ltd.	3	Purchase	$ 2,975	Normal	-
	AKMC	ACN	3	Rental revenue	2,691	Normal	-
	AKMC	ANA	3	Interest expense	2,532	Normal	-
	AKMC	ANA	3	Sales	1,787	Normal	-
	AKMC	Cermate	3	Sales	1,717	Normal	-
	AKMC	Cermate	3	Receivables from related parties	1,684	60 days	-
	AKMC	AEU	3	Sales	1,266	Normal	-
	AKMC	AiSC	3	Payables to related parties	694	30 days	-
	AKMC	Netstar Technology Co., Ltd.	3	Payables to related parties	634	60th of every month	-
	AKMC	ANA	3	Purchase	344	Normal	-
	AKMC	Hangzhou Advantofine Automation Tech. Co., Ltd.	3	Receivables from related parties	141	60th of every month	-
	AKMC	AJP	3	Payables to related parties	123	45 days	-
	AKMC	DLoG	3	Purchase	115	Normal	-
	AKMC	Advantech Co., Ltd.	2	Purchase	332,087	Normal	-
	AKMC	ANA	3	Receivables from related parties	20	60-90 days	-
	AKMC	Advantech Co., Ltd.	2	Payables to related parties	64,727	45 days	-
	AKMC	AKR	3	Receivables from related parties	4	30 days after invoice date	-
11	AKR	Advansus Corp.	3	Purchase	83,778	Normal	-
	AKR	Advansus Corp.	3	Payables to related parties	13,134	60-90 days	-
	AKR	ACN	3	Payables to related parties	34	45 days	-
	AKR	ACN	3	Purchase	27	Normal	-
	AKR	Advantech Co., Ltd.	2	Purchase	290,238	Normal	1
	AKR	Advantech Co., Ltd.	2	Payables to related parties	48,784	Prompt payment	-
	AKR	Advantech Co., Ltd.	2	Sales	4,713	Normal	-
	AKR	Advantech Co., Ltd.	2	Other expense	3,607	Normal	-
	AKR	Advantech Co., Ltd.	2	Receivables from related parties	107	60 days	-
	AKR	AKMC	3	Payables to related parties	4	30 days after invoice date	-
12	AMY	ASG	3	Purchase	4,323	Normal	-
	AMY	ASG	3	Payables to related parties	695	30 days	-
	AMY	ATH	3	Receivables from related parties	100	Prompt payment	-
	AMY	ACN	3	Purchase	25	Normal	-
	AMY	AEU	3	Purchase	23	Normal	-
	AMY	ANA	3	Payables to related parties	8	60 days	-
	AMY	Advantech Co., Ltd.	2	Purchase	27,715	Normal	-
	AMY	Advantech Co., Ltd.	2	Payables to related parties	6,539	45 days	-
	AMY	Advantech Co., Ltd.	2	Other expense	1,057	Normal	-
	AMY	Advantech Co., Ltd.	2	Other revenue	459	Normal	-
	AMY	Advantech Co., Ltd.	2	Receivables from related parties	79	Normal	-
	AMY	ATH	3	Sales	271	Normal	-
13	ANA	AKMC	3	Receivables from related parties	1,706,880	30 days after invoice date	8
	ANA	AEU	3	Purchase	14,137	Normal	-
	ANA	AKMC	3	Interest revenue	2,532	Normal	-
	ANA	AEU	3	Payables to related parties	2,150	30 days after invoice date	-
	ANA	AEU	3	Sales	2,042	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	ANA	AKMC	3	Purchase	$ 1,787	Normal	-
	ANA	AEU	3	Receivables from related parties	1,159	60-90 days	-
	ANA (AASC)	AEU	3	Purchase	589	Normal	-
	ANA	AKMC	3	Sales	344	Normal	-
	ANA	AiSC	3	Payables to related parties	327	Prompt collection	-
	ANA	DLoG	3	Purchase	299	Normal	-
	ANA	ACN	3	Sales	286	Normal	-
	ANA	AEU	3	Interest revenue	199	Normal	-
	ANA	ADL (ABN)	3	Sales	175	Normal	-
	AAC (HK)	AHK	3	Payables to related parties	109	30 days	-
	ANA	ACN	3	Receivables from related parties	58	30 days	-
	ANA	AAU	3	Sales	41	Normal	-
	ANA	AAU	3	Receivables from related parties	28	60-90 days	-
	ANA	AJP	3	Sales	22	Normal	-
	ANA	AKMC	3	Payables to related parties	20	60-90 days	-
	AAC (HK)	AHK	3	Purchase	14	Normal	-
	ANA	AMY	3	Receivables from related parties	8	60 days	-
	ANA	Advantech Co., Ltd.	2	Purchase	3,830,009	Normal	19
	ANA	Advantech Co., Ltd.	2	Payables to related parties	500,495	45 days	2
	ANA	Advantech Co., Ltd.	2	Sales	95,218	Normal	-
	ANA	Advantech Co., Ltd.	2	Other expense	14,763	Normal	-
	ANA	Advantech Co., Ltd.	2	Receivables from related parties	15,492	45 days	-
14	APL	AEU	3	Receivables from related parties	3,534	30 days after invoice date	-
	APL	AEU	3	Purchase	1,642	Normal	-
	APL	Advantech Co., Ltd.	2	Purchase	8,214	Normal	-
	APL	Advantech Co., Ltd.	2	Payables to related parties	1,981	45 days	-
	APL	Advantech Co., Ltd.	2	Receivables from related parties	298	30 days after invoice date	-
	APL	Advantech Co., Ltd.	2	Sales	71	Normal	-
							-
15	ASG	ATH	3	Sales	5,150	Normal	-
	ASG	AMY	3	Sales	4,323	Normal	-
	ASG	ATH	3	Receivables from related parties	2,524	30 days	-
	ASG	AMY	3	Receivables from related parties	695	30 days	-
	ASG	AEU	3	Purchase	133	Normal	-
	ASG	AAU	3	Payables to related parties	53	30th of every month	-
	ASG	Advantech Co., Ltd.	2	Purchase	90,392	Normal	-
	ASG	Advantech Co., Ltd.	2	Payables to related parties	19,393	60-90 days	-
	ASG	Advantech Co., Ltd.	2	Other revenue	3,526	Normal	-
	ASG	Advantech Co., Ltd.	2	Other expense	1,677	Normal	-
	ASG	Advantech Co., Ltd.	2	Receivables from related parties	594	60-90 days	-
	ASG	Advantech Co., Ltd.	2	Sales	13	Normal	-
16	ATC	ADL (AUK)	3	Payables to related parties	11,438	30 days after invoice date	-
	ATC	ADL	3	Payables to related parties	3,162	30 days after invoice date	-
	ATC	AKMC	3	Payables to related parties	4,972,289	60-90 days	23
	ATC	AKMC	3	Purchase	4,665,500	Normal	23
	ATC	AKMC	3	Sales	37,191	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	ATC	AKMC	3	Receivables from related parties	$ 11,751	60-90 days	-
	ATC	ADL (AUK)	3	Payables to related parties	5,876	30 days after invoice date	-
	ATC	Advantech Co., Ltd.	2	Sales	4,948,017	Normal	25
	ATC	Advantech Co., Ltd.	2	Receivables from related parties	1,100,729	60 days	5
	ATC	Advantech Co., Ltd.	2	Royalty expense	247,754	Normal	1
17	ATH	ASG	3	Purchase	5,150	Normal	-
	ATH	ASG	3	Payables to related parties	2,524	30 days	-
	ATH	AMY	3	Payables to related parties	100	30 days after invoice date	-
	ATH	AKMC	3	Payables to related parties	50	30 days after invoice date	-
	ATH	Advantech Co., Ltd.	2	Purchase	48,096	Normal	-
	ATH	Advantech Co., Ltd.	2	Payables to related parties	8,168	30 days after invoice date	-
	ATH	Advantech Co., Ltd.	2	Other expense	343	Normal	-
	ATH	Advantech Co., Ltd.	2	Sales	39	Normal	-
	ATH	AMY	3	Purchase	271	Normal	-
18	AXA	ACN	3	Payables to related parties	37,398	Prompt payment	-
19	BCM	AiSC	3	Payables to related parties	154	Prompt payment	-
	BCM	ACN	3	Payables to related parties	42	30 days after invoice date	-
20	DLoG	Advantech Co., Ltd.	2	Receivables from related parties	173	30 days after invoice date	-
	DLoG	ANA	3	Sales	299	Normal	-
	DLoG	AAU	3	Receivables from related parties	230	30 days after invoice date	-
	DLoG	AAU	3	Sales	229	Normal	-
	DLoG	AKMC	3	Sales	115	Normal	-
	DLoG	AEUH	3	Receivables from related parties	74	30 days	-
	DLoG	ABR	3	Sales	57	Normal	-
	DLoG	AEU	3	Sales	57	Normal	-
	DLoG	Advantech Co., Ltd.	2	Purchase	9,083	Normal	-
	DLoG	Advantech Co., Ltd.	2	Payables to related parties	2,483	30 days after invoice date	-
	DLoG	Advantech Co., Ltd.	2	Other expense	2,993	Normal	-
	DLoG	Advantech Co., Ltd.	2	Sales	912	Normal	-
21	Innocore	ADL (AUK)	3	Payables to related parties	21,763	Prompt collection	-
	Innocore	AEU	3	Payables to related parties	18,892	30 days after invoice date	-
	Innocore	Advantech Co., Ltd.	2	Purchase	6,151	Normal	-
22	BCM Embedded Computer Inc.	Advansus Corp.	3	Purchase	70,312	Normal	-
	BCM Embedded Computer Inc.	Advansus Corp.	3	Payables to related parties	1,867	60-90 days	-
	BCM Embedded Computer Inc.	Advantech Co., Ltd.	2	Sales	2,285	Normal	-
	BCM Embedded Computer Inc.	Advantech Co., Ltd.	2	Purchase	596	Normal	-
	BCM Embedded Computer Inc.	Advantech Co., Ltd.	2	Rental expense	585	Normal	-
	BCM Embedded Computer Inc.	Advantech Co., Ltd.	2	Payables to related parties	68	30 days	-
23	Cermate (Shanghai)	Cermate (Shenzhen)	3	Purchase	22,644	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
24	Cermate (Shenzhen)	Cermate	3	Purchase	$ 50,532	Normal	-
	Cermate (Shenzhen)	Cermate	3	Payables to related parties	26,503	30 days	-
	Cermate (Shenzhen)	Cermate (Shanghai)	3	Sales	22,644	Normal	-
	Cermate (Shenzhen)	Cermate	3	Sales	8,367	Normal	-
	Cermate (Shenzhen)	Cermate	3	Receivables from related parties	4,821	60 days	-
25	Cermate	Cermate (Shenzhen)	3	Sales	50,532	Normal	-
	Cermate	Cermate (Shenzhen)	3	Receivables from related parties	26,503	30 days	-
	Cermate	Cermate (Shenzhen)	3	Purchase	8,367	Normal	-
	Cermate	Cermate (Shenzhen)	3	Payables to related parties	4,821	60 days	-
	Cermate	AKMC	3	Purchase	1,717	Normal	-
	Cermate	AKMC	3	Payables to related parties	1,684	60 days	-
	Cermate	Advantech Co., Ltd.	2	Sales	13,276	Normal	-
	Cermate	Advantech Co., Ltd.	2	Receivables from related parties	1,076	Half-year payment (June, December)	-
	Cermate	Advantech Co., Ltd.	2	Other expense	540	Normal	-
	Cermate	Advantech Co., Ltd.	2	Purchase	162	Normal	-
	Cermate	Advantech Co., Ltd.	2	Payables to related parties	62	Half-year payment (June, December)	-
26	Broadwin Technology, Inc.	Netstar Technology Co., Ltd.	3	Receivables from related parties	7,000	Normal	-
	Broadwin Technology, Inc.	Netstar Technology Co., Ltd.	3	Interest revenue	200	Normal	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Purchase	1,820	Normal	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Payables to related parties	652	60 days	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Other expense	720	Normal	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Sales	170	Normal	-
	Broadwin Technology, Inc.	Advantech Co., Ltd.	2	Receivables from related parties	21	60 days	-
27	Hangzhou Advantofine Automation Tech. Co., Ltd.	AiSC	3	Purchase	50,814	Normal	-
	Hangzhou Advantofine Automation Tech. Co., Ltd.	AiSC	3	Payables to related parties	11,989	Prompt payment	-
	Hangzhou Advantofine Automation Tech. Co., Ltd.	AKMC	3	Payables to related parties	141	60th of every month	-
	Hangzhou Advantofine Automation Tech. Co., Ltd.	Advantech Co., Ltd.	2	Sales	315	Normal	-
28	Advantech Fund-A	Netstar Technology Co., Ltd.	3	Receivables from related parties	4,036	Normal	-
	Advantech Fund-A	Netstar Technology Co., Ltd.	3	Interest revenue	176	Normal	-
	Advantech Fund-A	ACA	3	Interest revenue	65	Normal	-
	Advantech Fund-A	Advantech Co., Ltd.	2	Interest revenue	1,367	Normal	-
	Advantech Fund-A	Advantech Co., Ltd.	2	Rental expense	27	Normal	-
	Advantech Fund-A	Advantech Co., Ltd.	2	Receivables from related parties	260,000	Normal	1
29	AiST	ACA	3	Receivables from related parties	52,148	45 days	-
	AiST	AKMC	3	Sales	277,795	Normal	1
	AiST	Advansus Corp.	3	Purchase	130,951	Normal	1
	AiST	ACA	3	Sales	46,977	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	AiST	Advansus Corp.	3	Receivables from related parties	$ 2,572	30 days	-
	AiST	Advantech Co., Ltd.	2	Sales	413,480	Normal	2
	AiST	Advantech Co., Ltd.	2	Purchase	26,378	Normal	-
	AiST	Advantech Co., Ltd.	2	Receivables from related parties	7	30 days	-
	AiST	Advansus Corp.	3	Sales	298,721	Normal	1
30	Advansus Corp.	ACA	3	Receivables from related parties	15,559	30 days	-
	Advansus Corp.	AKMC	3	Sales	408,947	Normal	2
	Advansus Corp.	AiST	3	Sales	130,951	Normal	1
	Advansus Corp.	AKR	3	Sales	83,778	Normal	-
	Advansus Corp.	BCM Embedded Computer Inc.	3	Sales	70,312	Normal	-
	Advansus Corp.	AKMC	3	Receivables from related parties	57,996	60-90 days	-
	Advansus Corp.	ACA	3	Payables to related parties	52,969	45 days	-
	Advansus Corp.	ACA	3	Purchase	47,820	Normal	-
	Advansus Corp.	ACA	3	Sales	30,779	Normal	-
	Advansus Corp.	AKMC	3	Purchase	25,756	Normal	-
	Advansus Corp.	AKR	3	Receivables from related parties	13,134	60-90 days	-
	Advansus Corp.	AKMC	3	Payables to related parties	5,155	Prompt payment	-
	Advansus Corp.	AiST	3	Payables to related parties	2,572	30 days	-
	Advansus Corp.	BCM Embedded Computer Inc.	3	Receivables from related parties	1,867	60-90 days	-
	Advansus Corp.	Advantech Co., Ltd.	2	Sales	957,475	Normal	5
	Advansus Corp.	Advantech Co., Ltd.	2	Receivables from related parties	86,629	60-90 days	-
	Advansus Corp.	Advantech Co., Ltd.	2	Other expense	13,485	Normal	-
	Advansus Corp.	Advantech Co., Ltd.	2	Purchase	10,042	Normal	-
	Advansus Corp.	Advantech Co., Ltd.	2	Payables to related parties	2,419	60-90 days	-
	Advansus Corp.	Advantech Co., Ltd.	2	Rental expense	5,265	Normal	-
	Advansus Corp.	AiST	3	Purchase	298,721	Normal	1
31	Netstar Technology Co., Ltd.	AKMC	3	Purchase	205,206	Normal	1
	Netstar Technology Co., Ltd.	AKMC	3	Payables to related parties	55,444	60th of every month	-
	Netstar Technology Co., Ltd.	Broadwin Technology, Inc.	3	Payables to related parties	7,000	Normal	-
	Netstar Technology Co., Ltd.	Advantech Fund-A	3	Payables to related parties	4,036	Normal	-
	Netstar Technology Co., Ltd.	AKMC	3	Sales	2,975	Normal	-
	Netstar Technology Co., Ltd.	AKMC	3	Receivables from related parties	634	60th of every month	-
	Netstar Technology Co., Ltd.	Broadwin Technology, Inc.	3	Interest expense	200	Normal	-
	Netstar Technology Co., Ltd.	Advantech Fund-A	3	Interest expense	176	Normal	-
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Sales	56,211	Normal	-
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Receivables from related parties	12,741	60 days	-
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Other expense	720	Normal	-
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Purchase	2,701	Normal	-
	Netstar Technology Co., Ltd.	Advantech Co., Ltd.	2	Payables to related parties	2,573	25th of every quarter	-
32	AEU	ANA	3	Receivables from related parties	2,150	30 days after invoice date	-
	AEU	AiSC	3	Receivables from related parties	738	30 days after invoice date	-
	AEU	Advantech Co., Ltd.	2	Receivables from related parties	569	30 days after invoice date	-
	AEU	Innocore	3	Receivables from related parties	14,262	60 days	-
	AEU	ADL	3	Commission expense	70,932	Normal	1
	AEU	ADL (AIT)	3	Commission expense	50,474	Normal	-

(Continued)

Number (Note A)	Company Name	Counter Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Consolidated Assets/Revenue (Note C)
	AEU	ADL (AIT)	3	Receivables from related parties	$ 42,802	30 days after invoice date	-
	AEU	ADL (AUK)	3	Payables to related parties	30,754	30 days after invoice date	-
	AEU	ADL (AFR)	3	Commission expense	34,150	Normal	-
	AEU	Innocore	3	Receivables from related parties	18,892	60 days	-
	AEU	ADL (AUK)	3	Commission expense	14,259	Normal	-
	AEU	ANA	3	Sales	14,137	Normal	-
	AEU	ADL (AIT)	3	Payables to related parties	8,480	30 days after invoice date	-
	AEU	AKMC	3	Payables to related parties	8,299	60-90 days	-
	AEU	APL	3	Payables to related parties	3,534	30 days after invoice date	-
	AEU	ADL	3	Sales	3,226	Normal	-
	AEU	ANA	3	Purchase	2,042	Normal	-
	AEU	ADL	3	Receivables from related parties	1,970	30 days after invoice date	-
	AEU	APL	3	Sales	1,642	Normal	-
	AEU	AKMC	3	Purchase	1,266	Normal	-
	AEU	ANA	3	Payables to related parties	1,159	60-90 days	-
	AEU	ANA	3	Sales	589	Normal	-
	AEU	ADL (AFR)	3	Receivables from related parties	588	30 days after invoice date	-
	AEU	ANA	3	Interest expense	199	Normal	-
	AEU	AAU	3	Sales	157	Normal	-
	AEU	ASG	3	Sales	133	Normal	-
	AEU	ADL (AUK)	3	Receivables from related parties	89	30 days after invoice date	-
	AEU	AiSC	3	Sales	32	Normal	-
	AEU	AMY	3	Sales	23	Normal	-
	AEU	AAU	3	Payables to related parties	6	30 days after invoice date	-
	AEU	AJP	3	Receivables from related parties	4	90 days	-
	AEU	ADL (AFR)	3	Payables to related parties	(20,613)	30 days after invoice date	-
	AEU	ADL	3	Payables to related parties	(46,904)	30 days after invoice date	-
	AEU	Advantech Co., Ltd.	2	Other expense	9,610	Normal	-
	AEU	Advantech Co., Ltd.	2	Payables to related parties	875,034	30 days	4
	AEU	Advantech Co., Ltd.	2	Sales	1,622	Normal	-
	AEU	Advantech Co., Ltd.	2	Purchase	1,850,011	Normal	9
33	Innocore	AEU	3	Payables to related parties	14,262	60 days	-
34	AAC (HK)	Advantech Co., Ltd.	2	Payables to related parties	337	Normal	-

Note A: Significant transactions between parent company and its subsidiaries or among subsidiaries are numbered as follows:

1. “0” for Advantech Co., Ltd.
2. Subsidiaries are numbered from “1”.

Note B: Flow of related-party transactions is as follows:

1. From parent company Advantech Co., Ltd. to its subsidiary.
2. Subsidiary to its parent company, Advantech Co., Ltd.
3. Among subsidiaries.

(Continued)

Note C: For assets and liabilities, amount is shown as a percentage to consolidated total assets as of September 30, 2012 and 2011, respectively; while revenues, costs and expenses are shown as a percentage to consolidated total operating revenues for the six months ended September 30, 2012 and 2011, respectively.

Note D: All intercompany transactions have been eliminated.

(Concluded)