



VANGUARD INTERNATIONAL SEMICONDUCTOR CORPORATION
CONSOLIDATED BALANCE SHEETS

As of Sep. 30, 2015 and 2014

(Figures in Millions of New Taiwan Dollars (NTD) and U.S. Dollars (USD))⁽¹⁾

ASSETS	Sep. 30, 2015			Sep. 30, 2014 ⁽²⁾		YoY	
	USD	NTD	%	NTD	%	Move	Inc(Dec)%
Cash and Cash Equivalents	507	16,698	53.3	16,223	51.4	475	2.9
Investments in Marketable Financial Instruments	24	789	2.5	717	2.3	72	10.0
Accounts Receivable	93	3,063	9.8	3,569	11.3	(507)	(14.2)
Inventories	77	2,546	8.1	2,352	7.4	194	8.3
Other Current Assets	9	285	0.9	343	1.1	(58)	(16.9)
Total Current Assets	711	23,381	74.6	23,205	73.5	176	0.8
Investments	7	244	0.8	323	1.0	(78)	(24.3)
Property, Plant and Equipment	223	7,350	23.5	7,704	24.4	(354)	(4.6)
Other Assets	11	347	1.1	344	1.1	3	0.8
Total Assets	952	31,323	100.0	31,576	100.0	(254)	(0.8)
LIABILITIES							
Accounts Payable & Other Current Liabilities	122	4,028	12.9	4,724	15.0	(696)	(14.7)
Other Long Term Liabilities	23	753	2.4	708	2.2	44	6.2
Total Liabilities	145	4,780	15.3	5,432	17.2	(652)	(12.0)
SHAREHOLDERS' EQUITY							
Capital Stock	498	16,390	52.3	16,390	51.9	0	0.0
Capital Surplus	26	855	2.7	830	2.6	25	3.0
Retained Earnings							
- Legal Reserve	94	3,091	9.9	2,547	8.1	544	21.4
- Special Reserve	2	71	0.2	54	0.2	17	31.3
- Unappropriated earnings	190	6,261	20.0	6,401	20.3	(141)	(2.2)
Other equity	(4)	(125)	(0.4)	(66)	(0.2)	(59)	89.3
Treasury Stock	0	0	0.0	(13)	(0.0)	13	(100.0)
Total Shareholders' Equity	807	26,542	84.7	26,144	82.8	398	1.5
Total Liabilities & Shareholders' Equity	952	31,323	100.0	31,576	100.0	(254)	(0.8)

Note: (1) New Taiwan Dollar amounts have been translated into U.S. Dollars at the rate of NT\$32.906 per U.S. Dollar as of Sep. 30, 2015.

(2) Sep. 30, 2014 figures have been restated in accordance with 2013 version of IFRSs.



VANGUARD INTERNATIONAL SEMICONDUCTOR CORPORATION
CONSOLIDATED BALANCE SHEETS
As of Sep. 30, 2015 and Jun. 30, 2015

(Figures in Millions of New Taiwan Dollars (NTD) and U.S. Dollars (USD))*

ASSETS	Sep. 30, 2015			Jun. 30, 2015		QoQ	
	USD	NTD	%	NTD	%	Move	Inc(Dec)%
Cash and Cash Equivalents	507	16,698	53.3	20,669	57.8	(3,971)	(19.2)
Investments in Marketable Financial Instruments	24	789	2.5	464	1.3	325	70.0
Accounts Receivable	93	3,063	9.8	3,336	9.3	(273)	(8.2)
Inventories	77	2,546	8.1	2,599	7.3	(53)	(2.1)
Other Current Assets	9	285	0.9	317	0.9	(32)	(10.0)
Total Current Assets	711	23,381	74.6	27,385	76.6	(4,004)	(14.6)
Investments	7	244	0.8	271	0.8	(26)	(9.7)
Property, Plant and Equipment	223	7,350	23.5	7,750	21.7	(399)	(5.2)
Other Assets	11	347	1.1	356	1.0	(8)	(2.3)
Total Assets	952	31,323	100.0	35,760	100.0	(4,438)	(12.4)
LIABILITIES							
Accounts Payable & Other Current Liabilities	122	4,028	12.9	9,269	25.9	(5,241)	(56.6)
Other Long Term Liabilities	23	753	2.4	791	2.2	(38)	(4.8)
Total Liabilities	145	4,780	15.3	10,060	28.1	(5,279)	(52.5)
SHAREHOLDERS' EQUITY							
Capital Stock	498	16,390	52.3	16,390	45.8	0	0.0
Capital Surplus	26	855	2.7	855	2.4	0	0.0
Retained Earnings							
- Legal Reserve	94	3,091	9.9	3,091	8.6	0	0.0
- Special Reserve	2	71	0.2	71	0.2	0	0.0
- Unappropriated earnings	190	6,261	20.0	5,409	15.1	851	15.7
Other equity	(4)	(125)	(0.4)	(115)	(0.3)	(10)	8.4
Total Shareholders' Equity	807	26,542	84.7	25,701	71.9	842	3.3
Total Liabilities & Shareholders' Equity	952	31,323	100.0	35,760	100.0	(4,438)	(12.4)

*Note: New Taiwan Dollar amounts have been translated into U.S. Dollars at the rate of NT\$32.906 per U.S. Dollar as of Sep. 30, 2015.



Vanguard International Semiconductor Corporation

Consolidated Statements of Comprehensive Income

For the Three Months Ended Sep. 30, 2015, Jun. 30, 2015 and Sep. 30, 2014

(Expressed in Millions New Taiwan Dollars (NTD) and U.S. Dollars (USD) ⁽¹⁾)

Except for Per Share Amounts and Shares Outstanding

	Year over Year Comparison					Sequential Comparison					
	3Q 2015		% of Sales	3Q 2014 ⁽³⁾		YoY Inc(Dec) %	3Q 2015		2Q 2015		QoQ Inc(Dec) %
	USD	NTD		NTD	NTD		USD	NTD	NTD	NTD	
Net Revenue	167	5,296	100.0	6,185	(14.4)	167	5,296	100.0	6,144	(13.8)	
Cost of Revenue	(122)	(3,856)	(72.8)	(4,076)	(5.4)	(122)	(3,856)	(72.8)	(4,329)	(10.9)	
Gross Profit	45	1,439	27.2	2,109	(31.7)	45	1,439	27.2	1,815	(20.7)	
Operating Expenses											
General and Administrative Expenses	(6)	(190)	(3.6)	(256)	(25.7)	(6)	(190)	(3.6)	(253)	(24.8)	
Selling and Marketing Expenses	(1)	(42)	(0.8)	(61)	(30.8)	(1)	(42)	(0.8)	(56)	(24.9)	
Research and Development Expenses	(10)	(312)	(5.9)	(302)	3.6	(10)	(312)	(5.9)	(318)	(1.8)	
Total Operating Expenses	(17)	(545)	(10.3)	(618)	(11.9)	(17)	(545)	(10.3)	(627)	(13.1)	
Income From Operations	28	895	16.9	1,490	(40.0)	28	895	16.9	1,188	(24.7)	
Investment (Loss) Gain	0	0	0.0	(2)	-	0	0	0.0	40	(100.0)	
Net Other Non-operating Income	4	112	2.1	89	25.5	4	112	2.1	76	46.1	
Income before Income Tax	32	1,006	19.0	1,577	(36.2)	32	1,006	19.0	1,305	(22.9)	
Income Tax Expense	(5)	(155)	(2.9)	(252)	(38.5)	(5)	(155)	(2.9)	(242)	(35.9)	
Net Income	27	851	16.1	1,325	(35.8)	27	851	16.1	1,063	(19.9)	
Other Comprehensive Loss	(0)	(10)	(0.2)	(5)	79.6	(0)	(10)	(0.2)	(17)	(42.9)	
Comprehensive Income	27	842	15.9	1,320	(36.2)	27	842	15.9	1,046	(19.5)	
Diluted Earnings Per Share ⁽²⁾	0.016	0.51		0.80	(35.9)	0.016	0.51		0.64	(19.5)	
Weighted Average Outstanding Shares('M) ⁽²⁾		1,653		1,650			1,653		1,661		

Note: (1) New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NTD31.644 per U.S. dollar for the three months ended Sep. 30, 2015.

(2) Total weighted average outstanding shares were 1,653,173K shares for 3Q15, 1,650,240K shares for 3Q14 and 1,660,961K shares for 2Q15.

(3) 3Q 2014 figures have been restated in accordance with 2013 version of IFRSs.



Vanguard International Semiconductor Corporation Consolidated Statements of Comprehensive Income

For the Nine Months Ended Sep. 30, 2015 and 2014

(Expressed in Millions New Taiwan Dollars (NTD) and U.S. Dollars (USD) ⁽¹⁾)

Except for Per Share Amounts and Shares Outstanding)

	9 Months ended Sep. 30				
	2015		% of Sales	2014 ⁽³⁾	YoY
	USD	NTD		NTD	Inc(Dec) %
Net Revenue	569	17,838	100.0%	17,513	1.9
Cost of Revenue	(397)	(12,449)	-69.8%	(11,147)	11.7
Gross Profit	172	5,389	30.2%	6,366	(15.4)
Operating Expenses					
General and Administrative Expenses	(21)	(657)	-3.7%	(710)	(7.4)
Selling and Marketing Expenses	(5)	(158)	-0.9%	(190)	(16.5)
Research and Development Expenses	(30)	(944)	-5.3%	(858)	10.0
Total Operating Expenses	(56)	(1,759)	-9.9%	(1,757)	0.1
Income From Operations	116	3,630	20.3%	4,609	(21.2)
Investment Gain	1	37	0.2%	9	323.2
Net Other Non-operating Income	8	252	1.4%	180	40.1
Income before Income Tax	125	3,919	22.0%	4,798	(18.3)
Income Tax Expense	(20)	(636)	-3.6%	(806)	(21.1)
Net Income	105	3,283	18.4%	3,992	(17.8)
Other Comprehensive Loss	(2)	(54)	-0.3%	(12)	345.1
Comprehensive Income	103	3,229	18.1%	3,980	(18.9)
Diluted Earnings Per Share ⁽²⁾	0.063	1.97		2.43	(18.7)
Weighted Average Outstanding Shares('M) ⁽²⁾		1,664		1,644	

Note: (1) New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NTD31.328 per U.S. dollar for the nine months ended Sep. 30, 2015.

(2) Total weighted average outstanding shares were 1,663,552K for the nine months ended Sep. 30, 3Q15 and 1,644,181K shares for the nine months ended Sep. 30, 2014.

(3) The nine months ended Sep. 30 2014 figures have been restated in accordance with 2013 version of IFRSs.



VANGUARD INTERNATIONAL SEMICONDUCTOR CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the Nine Months Ended Sep. 30, 2015 and 2014

(Figures in Millions of New Taiwan Dollars (NTD) and U.S. Dollars (USD))⁽¹⁾

	2015		2014 ⁽²⁾
	USD	NTD	NTD
Cash Flows from Operating Activities:			
Income before income tax	125	3,919	4,798
Depreciation & Amortization	55	1,736	1,527
Shares of loss of associates accounted for using equity method	0	6	11
Income taxes paid	(36)	(1,143)	(525)
Changes in working capital & others	22	677	(756)
Net Cash Provided by Operating Activities	166	5,195	5,055
Cash Flows from Investing Activities:			
Increase in financial assets	(12)	(379)	(44)
Acquisitions of property, plant and equipment, and intangible assets	(41)	(1,295)	(2,557)
Decrease in other financial assets	9	279	68
Dividends received	1	21	20
Other	0	0	(1)
Net Cash Used in Investing Activities	(44)	(1,373)	(2,514)
Cash Flows from Financing Activities:			
Decrease in other non-current liabilities	(1)	(34)	0
Cash dividends	(136)	(4,259)	(2,873)
Proceeds from exercise of employee stock options	0	0	35
Treasury stock transferred to employees	0	10	474
Net Cash Used in Financing Activities	(137)	(4,284)	(2,364)
Net (Decrease)Increase in Cash and Cash Equivalents	(15)	(462)	176
Effect of Exchange Rate Changes	0	10	5
Cash and Cash Equivalents, Beginning of Period	547	17,150	16,042
Cash and Cash Equivalents, End of Period	533	16,698	16,223

Note: (1) New Taiwan Dollars have been translated into U.S. Dollars at the weighted average rate of NTD31.328 per U.S. Dollar for the nine months ended Sep. 30, 2015.

(2) The nine months ended Sep. 30 2014 figures have been restated in accordance with 2013 version of IFRSs.