



YFO

'09 Third Quarter Investor Conference

Oct 22, 2009

2009 Q3 Profit & Loss Results

| | 2009 | | | | | 2008 | | |
|---------------------|-------|-------|-------|-------|------|-------|-------|-------|
| (NT\$ MN) | Q3 | % | Q2 | % | QoQ | Q3 | % | YoY |
| Revenue | 3,642 | 100.0 | 2,936 | 100.0 | 24% | 1,769 | 100.0 | 106% |
| Gross Profit | 1,398 | 38.4 | 1,140 | 38.8 | 23% | 505 | 28.5 | 177% |
| Operating exp. | 335 | 9.2 | 282 | 9.6 | 19% | 161 | 9.1 | 108% |
| Operating income | 1,063 | 29.2 | 858 | 29.2 | 24% | 344 | 19.4 | 209% |
| Non-OP income (net) | -5 | -0.1 | -56 | -1.9 | -91% | 56 | 3.2 | -109% |
| Income before tax | 1,058 | 29.0 | 802 | 27.3 | 32% | 400 | 22.6 | 165% |
| Net Income | 958 | 26.3 | 751 | 25.6 | 28% | 314 | 17.8 | 205% |
| Shares | 132 | | 132 | | | 101 | | |
| EPS(NT\$) | 7.26 | | 5.69 | | | 3.11 | | |
| Tax rate | 9.5% | | 6.0% | | | 16.0% | | |

Note: EPS was calculated based on the quarter-end shares

Balance Sheet Ratios & Statistics

| | 2009 | | | 2008 | |
|---------------------------|---------|---------|-----|--------|------|
| (NT\$ MN) | Sep. 30 | Jun. 30 | QoQ | Sep.30 | YoY |
| Cash & Cash Equivalents | 3,290 | 2,582 | 27% | 1,260 | 161% |
| Inventory | 1,153 | 883 | 31% | 919 | 25% |
| Short -Term Loans | 44 | 43 | 2% | 38 | 16% |
| Current Liabilities | 2,708 | 2,107 | 29% | 1,462 | 85% |
| Shareholder's Equity | 6,091 | 5,100 | 19% | 3,232 | 88% |
| Total Assets | 8,863 | 7,207 | 23% | 4,728 | 87% |
| Inventory Turnover (days) | 56 | 65 | | 86 | |
| Debt/Equity | 45% | 42% | | 46% | |
| Net Debt/Equity | -9% | -8% | | 7% | |

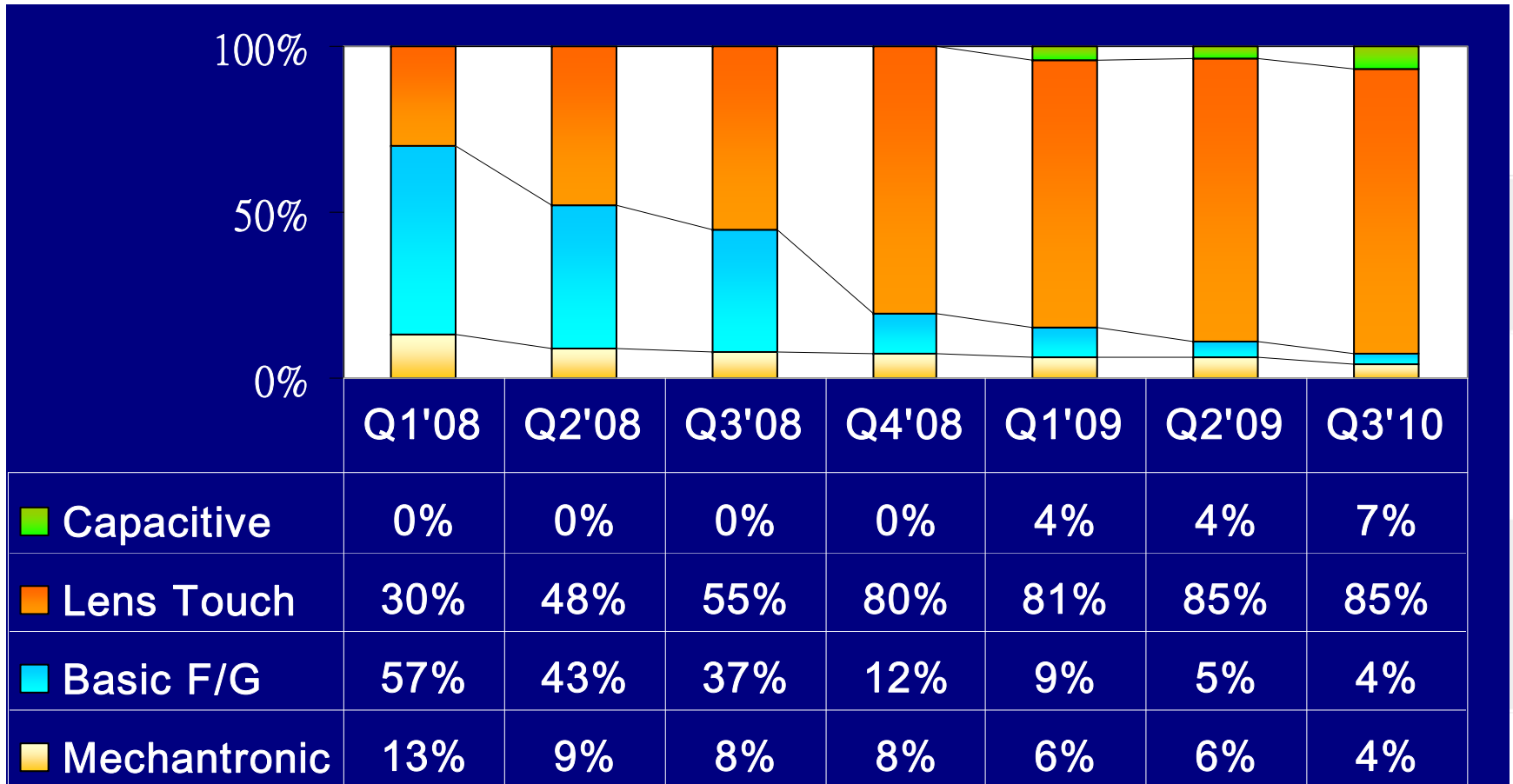
Cash Flow Statistics

| | 2009 | | | 2008 | |
|---|------|------|-------|------|-------|
| (NT\$ MN) | Q3 | Q2 | QoQ | Q3 | QoQ |
| Net cash provided by operating activities | 981 | 471 | 108% | 393 | 150% |
| net income | 958 | 751 | 28% | 314 | 205% |
| Depreciation & Amortization | 62 | 68 | -9% | 50 | 24% |
| Net cash used in investing activities | -261 | -192 | 36% | -3 | 8600% |
| Acquisitions of property, plant and equipment | -258 | -212 | 22% | -39 | 562% |
| Net cash used in financing activities | 1 | -633 | -100% | -400 | -100% |



YFO TP Revenue by Structure

1. Lens Touch is the major revenue source
2. Capacitive type revenue is ~7% of the revenue



'09 Q4 Outlook

- October demands remain solid
- Revenue share of Capacitive TP will continue to grow in the up coming quarters
 - Sequentially increase from 4% (Q2 '09) to 7% (Q3 '09)
 - Beginning to ship capacitive modules in Q4
- Two models of netbook with YFO MTR TP will be released to the market in Q4

Statement of Profit & Loss Results

First 3 Quarters

| (NT\$ MN) | 2009 | | 2008 | | YoY |
|---------------------|-------|-------|-------|-------|-------|
| | Q1~Q3 | % | Q1~Q3 | % | |
| Revenue | 8,770 | 100.0 | 4,777 | 100.0 | 84% |
| Gross Profit | 3,279 | 37.4 | 1,384 | 29.0 | 137% |
| Operating exp. | 881 | 10.0 | 417 | 8.7 | 111% |
| Operating income | 2,399 | 27.4 | 967 | 20.2 | 148% |
| Non-OP income (net) | 21 | 0.2 | 1 | 0.0 | 2007% |
| Income before tax | 2,420 | 27.6 | 968 | 20.3 | 150% |
| Net Income | 2,165 | 24.7 | 789 | 16.5 | 174% |
| Shares | 132 | | 106 | | |
| EPS(NT\$) | 16.40 | | 7.44 | | |
| Tax rate | 10.5% | | 18.5% | | |

Note: EPS was calculated based on the quarter-end shares

Statement of Cash Flow

First 3 Quarters

| | 2009 | 2008 | |
|---|-------|-------|------|
| (NT\$ MN) | Q1~Q3 | Q1~Q3 | YoY |
| Net cash provided by operating activities | 1,719 | 984 | 75% |
| net income | 2,165 | 789 | 174% |
| Depreciation & Amortization | 189 | 139 | 36% |
| Net cash used in investing activities | -601 | -235 | 156% |
| Acquisitions of property, plant and equipment | -593 | -293 | 102% |
| Net cash used in financing activities | 245 | 63 | 289% |