

Consolidated Balance Sheet

Provided by: HON HAI PRECISION IND. CO., LTD.
 Financial year: Yearly
 Unit : NT\$ thousand

Accounting Title	2012/03/31		2011/03/31	
	Amount	%	Amount	%
Assets				
Current Assets				
Cash and cash equivalents	422,699,200.00	22.51	280,533,050.00	19.26
Financial assets measured at fair value through profit or loss - current	1,618,724.00	0.09	70,470.00	0.00
Available-for-sale financial assets - current	703,827.00	0.04	807,268.00	0.06
Accounts receivable - net	438,217,670.00	23.34	371,803,195.00	25.52
Accounts receivable - related parties - net	12,176,823.00	0.65	15,749,388.00	1.08
Other receivables	22,965,218.00	1.22	28,268,104.00	1.94
Other financial assets - current	177,004,624.00	9.43	69,353,204.00	4.76
Inventories	357,507,709.00	19.04	308,863,746.00	21.20
Other prepayments	7,188,507.00	0.38	6,807,241.00	0.47
Other current assets	7,255,319.00	0.39	3,578,602.00	0.25
Current assets	1,447,337,621.00	77.08	1,085,834,268.00	74.54
Funds and Investments				
Available-for-sale financial assets - non current	5,653,110.00	0.30	10,802,545.00	0.74
Financial assets carried at cost - non current	3,753,677.00	0.20	3,426,019.00	0.24
Equity investments under equity method	40,472,205.00	2.16	36,004,108.00	2.47
Prepayments for long-term investments	37,261.00	0.00	30,942.00	0.00
Investments	40,509,466.00	2.16	36,035,050.00	2.47
Other financial assets - non current	24,164.00	0.00	29,101.00	0.00
Funds and long-term investments	49,940,417.00	2.66	50,292,715.00	3.45
Fixed Assets				
Cost				
Land	4,255,680.00	0.23	4,763,853.00	0.33
Buildings and structures	151,191,578.00	8.05	124,229,998.00	8.53
Machinery and equipment	244,398,454.00	13.02	202,404,388.00	13.89
Molding equipment	3,452,992.00	0.18	4,754,227.00	0.33
Testing equipment	24,789,547.00	1.32	24,226,177.00	1.66
Office equipment	15,611,930.00	0.83	14,775,097.00	1.01
Maintenance equipment and tools	3,768,476.00	0.20	3,196,934.00	0.22
Other facilities	43,468,391.00	2.31	33,458,509.00	2.30
Fixed assets cost	490,937,048.00	26.14	411,809,183.00	28.27
Accumulated depreciation	-173,795,599.00	-9.26	-152,030,926.00	-10.44
Accumulated impairment - fixed assets	-4,368,735.00	-0.23	-5,015,144.00	-0.34
Construction in process and prepayment for equipments	30,932,882.00	1.65	35,006,301.00	2.40
Fixed assets	343,705,596.00	18.30	289,769,414.00	19.89
Intangible Assets				
Goodwill	743,385.00	0.04	215,474.00	0.01
Other intangible assets	0.00	0.00	67,032.00	0.00
Intangible assets	743,385.00	0.04	282,506.00	0.02
Other Assets				
Deferred charges	12,752,042.00	0.68	7,570,489.00	0.52
Other assets - other	23,303,977.00	1.24	23,060,154.00	1.58
Other assets	36,056,019.00	1.92	30,630,643.00	2.10
Assets	1,877,783,038.00	100.00	1,456,809,546.00	100.00
Liabilities and Stockholders' Equity				
Liabilities				
Current Liabilities				
Short-term borrowings	479,746,304.00	25.55	252,513,328.00	17.33
Short-term notes and bills payable	7,989,206.00	0.43	5,692,345.00	0.39
Financial liabilities measured at fair value through profit or loss - current	121,792.00	0.01	79,046.00	0.01
Accounts payable	453,180,060.00	24.13	395,197,614.00	27.13
Accounts payable - related parties	25,219,681.00	1.34	23,210,424.00	1.59
Income tax payable	18,332,778.00	0.98	15,743,486.00	1.08
Accrued expenses	81,268,576.00	4.33	65,817,677.00	4.52

Other payables	38,082,388.00	2.03	15,340,346.00	1.05
Advance receipts	4,245,509.00	0.23	6,909,883.00	0.47
Long-term liabilities - current portion	3,000,000.00	0.16	21,041,400.00	1.44
Other current liabilities	21,640,248.00	1.15	20,546,256.00	1.41
Current liabilities	1,132,826,542.00	60.33	822,091,805.00	56.43
Long term Liabilities				
Bonds payable	70,803,323.00	3.77	52,046,385.00	3.57
Long-term borrowings	48,185,825.00	2.57	44,998,800.00	3.09
Long-term liabilities	118,989,148.00	6.34	97,045,185.00	6.66
Reserves				
Other Liabilities				
Pension reserve / accrued pension liability	1,084,314.00	0.06	1,097,606.00	0.08
Deferred income tax liabilities	1,809,227.00	0.10	2,468,578.00	0.17
Other liabilities - other	5,148,177.00	0.27	3,512,770.00	0.24
Other liabilities	8,041,718.00	0.43	7,078,954.00	0.49
Liabilities	1,259,857,408.00	67.09	926,215,944.00	63.58
Stockholders' Equity				
Capital				
Common stock	106,890,967.00	5.69	96,612,482.00	6.63
Capital Surplus				
Capital surplus - additional paid-in capital	53,206,711.00	2.83	47,073,620.00	3.23
Capital surplus - long-term equity investments	15,408,310.00	0.82	14,341,188.00	0.98
Capital surplus - stock option	2,034,440.00	0.11	3,229,640.00	0.22
Capital surplus	70,649,461.00	3.76	64,644,448.00	4.44
Retained Earnings				
Legal reserve	51,821,402.00	2.76	44,105,947.00	3.03
Unappropriated retained earnings	340,424,271.00	18.13	285,348,360.00	19.59
Retained earnings	392,245,673.00	20.89	329,454,307.00	22.61
Stockholders' Equity and Other adjustmen				
Cumulative translation adjustments	9,030,889.00	0.48	-4,244,978.00	-0.29
Unrealized gains (losses) on financial instruments	2,628,580.00	0.14	10,278,594.00	0.71
Treasure stock	-18,901.00	0.00	-18,901.00	0.00
Equity adjustments	11,640,568.00	0.62	6,014,715.00	0.41
Minority interest	36,498,961.00	1.94	33,867,650.00	2.32
Stockholders' equity	617,925,630.00	32.91	530,593,602.00	36.42
Number of treasury stock acquired by the company and subsidiaries (unit: share)	1,184,375.00	0.06	1,076,705.00	0.07
		0.00	0.00	0.00

Consolidated Income Statement

Provided by: HON HAI PRECISION IND. CO., LTD.
 Financial year: Yearly
 Unit : NT\$ thousand

Accounting Title	2012/03/31		2011/03/31	
	Amount	%	Amount	%
Sales	1,001,285,660.00	100.00	729,258,841.00	100.00
Sales	1,001,285,660.00	100.00	729,258,841.00	100.00
Operating income	1,001,285,660.00	100.00	729,258,841.00	100.00
Cost of sales	934,759,607.00	93.36	676,419,878.00	92.75
Operating costs	934,759,607.00	93.36	676,419,878.00	92.75
Gross profit (loss) from operations	66,526,053.00	6.64	52,838,963.00	7.25
Selling expense	24,036,602.00	2.40	17,402,252.00	2.39
General and administrative expenses	18,074,590.00	1.81	14,685,190.00	2.01
Research and development expenses	9,189,670.00	0.92	8,062,605.00	1.11
Operating expenses	51,300,862.00	5.12	40,150,047.00	5.51
Operating income (loss)	15,225,191.00	1.52	12,688,916.00	1.74
Non-Operating Income				
Interest income	1,801,385.00	0.18	723,409.00	0.10
Gains on disposal of fixed assets	0.00	0.00	95,327.00	0.01
Foreign exchange gains	1,254,241.00	0.13	2,538,847.00	0.35
Revaluation gain on financial assets	1,598,477.00	0.16	25,266.00	0.00
Miscellaneous income	1,443,948.00	0.14	2,349,600.00	0.32
Non-operating revenues and gains	6,098,051.00	0.61	5,732,449.00	0.79
Non-Operating Expenses				
Interest expense	1,778,861.00	0.18	1,115,676.00	0.15
Loss on disposal of fixed assets	14,156.00	0.00	0.00	0.00
Financial expense	46,222.00	0.00	47,092.00	0.01
Impairment loss on assets	2,217.00	0.00	0.00	0.00
Revaluation loss on financial liabilities	0.00	0.00	84,224.00	0.01
Miscellaneous disbursements	101,237.00	0.01	215,551.00	0.03
Non-operating expenses and losses	1,942,693.00	0.19	1,462,543.00	0.20
Income from continuing operations before income tax	19,380,549.00	1.94	16,958,822.00	2.33
Income tax expense (benefit)	5,265,869.00	0.53	2,582,911.00	0.35
Income from continuing operations	14,114,680.00	1.41	14,375,911.00	1.97
Consolidated net income attributable to parent company	14,923,869.00	1.49	14,401,006.00	1.97
Minority interest income	-809,189.00	-0.08	-25,095.00	0.00
Consolidated net income	14,114,680.00	1.41	14,375,911.00	1.97
Primary Earnings per Share				
Income (loss) from continuing operations		1.32		1.36
Primary earnings per share of minority interest		0.08		0.00
Primary earnings per share		1.40		1.36
Diluted earnings per share				
Income (loss) from continuing operations		1.30		1.33
Diluted earnings per share of minority interest		0.08		0.00
Diluted earnings per share		1.38		1.33

Consolidated Statements of Cash Flows

Provided by: HON HAI PRECISION IND. CO., LTD.
 Financial year: Yearly
 Unit: NT\$ thousand

HON HAI PRECISION IND. CO., LTD.
 CONSOLIDATED STATEMENTS OF CASH FLOWS
 Three Months Ended March 31, 2012 AND 2011

(In Thousands of New Taiwan Dollars)
 2012
 2011

	2012	2011
Cash Flows from Operating Activities - Indirect Method		
Consolidated Net Income (Loss)	\$14,114,680	\$14,375,911
Adjustments to Reconcile Net Income to Net Cash Provided by (Used in) Operating Activities		
Depreciation Expense	13,339,984	9,525,657
Amortization Expense	3,132,245	932,858
Provision (Reversal of Provision) for Bad Debt Expense	0	(1,183,157)
Amortization of Discounts (Premiums) on Financial Liabilities	(106)	0
Amortization of Discounts (Premiums) on Bonds Payable	165,407	157,548
Loss (Gain) on Decline (Recovery) in Market Value, Scrap and Obsolescence of Inventories	(70,659)	2,492,321
Loss (Gain) on Disposal of Property, Plant and Equipment	14,156	(95,327)
Loss (Gain) on Disposal of Investments	(350,351)	(25,425)
Unrealized Revaluation Loss (Gain) on Financial Assets and Liabilities	(1,460,384)	23,576
Impairment Loss on Non-Financial Assets	0	0
Changes in Operating Assets and Liabilities		
Decrease (Increase) in Financial Assets Held for Trading	(12,136)	0
Decrease (Increase) in Notes Receivable	(126,237)	6,411,098
Decrease (Increase) in Accounts Receivable	12,497,120	17,374,841
Decrease (Increase) in Accounts Receivable - Related Parties	13,284,419	3,079,112
Decrease (Increase) in Other Receivables	12,552,862	2,625,181
Decrease (Increase) in Inventories	23,084,744	(48,356,575)
Decrease (Increase) in Other Prepayments	(68,588)	(1,686,145)
Decrease (Increase) in Deferred Tax Assets	761,100	455,641
Increase (Decrease) in Accounts Payable	(66,213,793)	(13,154,043)
Increase (Decrease) in Accounts Payable - Related Parties	(3,880,745)	(325,788)
Increase (Decrease) in Income Tax Payable	(1,606,725)	1,117,482
Increase (Decrease) in Accrued Expenses	(6,054,309)	6,718,871
Increase (Decrease) in Other Payables	4,498,359	(1,102,099)
Increase (Decrease) in Receipts in Advance	(1,339,272)	100,355
Increase (Decrease) in Other Current Liabilities	(2,957,393)	5,618,635
Increase (Decrease) in Deferred Tax Liabilities	15,480	(385,421)
Increase (Decrease) in Accrued Pension Liabilities	20,014	6,594
Net Cash Provided by (Used in) Operating Activities	13,339,872	4,701,701
Cash Flows from Investing Activities		
Proceeds from Disposal of Financial Assets as Fair Value through Profit or Loss	(205,917)	(97,185)
Proceeds from Disposal of Available-for-sale Financial Assets	0	39,598
Acquisition of Financial Assets Carried at Cost	(67,752)	(371,770)
Proceeds from Disposal of Financial Assets Carried at Cost	37,812	8,402
Acquisition of Long-term Investments under Equity Method	(585,000)	0
Proceeds from Disposal of Long-term Investments under Equity Method	1,647,625	0
Acquisition of Subsidiaries	0	0
Purchase of Property, Plant and Equipment	(10,616,671)	(25,461,851)
Proceeds from Disposal of Property, Plant and Equipment	621,535	603,885
Decrease (Increase) in Other Financial Assets	(131,914,741)	(10,184,783)
Decrease (Increase) in Other Assets	(194,670)	931,991
Net Cash Provided by (Used in) Investing Activities	(141,277,779)	(34,531,713)
Cash Flows from Financing Activities		
Increase (Decrease) in Short-term Loans	219,223,555	49,649,520
Increase (Decrease) in Short-term Notes and Bills Payable	0	(3,898,943)
Proceeds from Issuance of Bonds	9,000,000	6,000,000
Proceeds from Long-term Debt	132,000	6,267,525
Repayments of Long-term Debt	(3,341,250)	(5,117,736)
Increase (Decrease) in Other Liabilities	409,204	(420,739)
Employee Bonus and Remunerations Paid to Directors and Supervisors	0	0
Changes in Minority Interest	890,366	739,575
Net Cash Provided by (Used in) Financing Activities	226,313,875	53,219,202
Effect of Exchange Rate Changes	(5,470,401)	2,902,537
Net Effects Changes in Consolidated Individual	0	0
Net Increase (Decrease) in Cash and Cash Equivalents	92,905,567	26,291,727
Cash and Cash Equivalents, Beginning of year	329,793,633	254,241,323
Cash and Cash Equivalents, End of year	\$422,699,200	\$280,533,050
Supplemental Cash Flow Information		
Interest Paid	\$1,081,977	\$774,266
Interest Paid- Excluding Capitalized Interest	\$1,081,977	\$774,266
Income Tax Paid	\$4,679,298	\$1,271,282
Non-cash Investing and Financing Activities		
Unrealized Valuation Gains or Losses on Financial Instruments	\$825,857	(\$2,986,536)
Cumulative Translation Adjustments	(\$12,110,567)	\$5,085,341
Investing Activities Affecting Both Cash and Non-cash Items		
Cash Paid for Acquisition of Property, Plant and Equipment		
Increase in Property, Plant and Equipment	\$10,869,177	\$23,800,339
Increase (Decrease) in Payable for Equipment Purchased	(\$252,506)	\$1,661,512
Cash Paid for Acquisition of Property, Plant and Equipment	\$10,616,671	\$25,461,851

Consolidated Independent Auditors?? Report

Provided by: HON HAI PRECISION IND. CO., LTD.
Financial year: Yearly

Name of CPA office:PricewaterhouseCoopers
Name of CPA(1):HSU, YUNG-CHIEN
Name of CPA(2):HSUEH, MENG-LING
Date of audit or review report:1010514

REVIEW REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

To the Board of Directors and Stockholders of
Hon Hai Precision Industry Co., Ltd.

We have reviewed, in accordance with the R.O.C. Statement of Auditing Standards No. 36, "Review of Financial Statements", the consolidated balance sheets of Hon Hai Precision Industry Co., Ltd. and subsidiaries as of March 31, 2012 and 2011, and the related consolidated statements of income and of cash flows for the three-month periods then ended appearing on the Market Observation Post System as provided by the Taiwan Stock Exchange Corporation. Our review is substantially less in scope than an audit conducted 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.

In our review report dated May 14, 2012, we indicated that (a) the financial statements of certain consolidated subsidiaries and were not reviewed by independent accountants, (b) effective January 1, 2011, the Company adopted the R.O.C. Statement of Financial Accounting Standards No.34, "Accounting for Financial Instruments", and No.41, "Disclosure of Operating Segments", (c) pursuant to the regulations of the Financial Supervisory Commission, Executive Yuan, R.O.C. (FSC) effective January 1, 2013, the Company should prepare consolidated financial statements in accordance with the International Financial Reporting Standards, International Accounting Standards, and relevant interpretations and interpretative bulletins (IFRSs) that are ratified by FSC and the "Rules Governing the Preparation of Financial Statements by Securities Issuers" that will be applied in 2013 and discloses in advance prior to the adoption of IFRSs under the requirements of Jin-Guan-Zheng-Shen-Zi Order No. 0990004943 of FSC, dated February 2, 2010. Based on our reviews, except for the effect of such adjustments mentioned in (a) above, if any, as might have been determined to be necessary had the financial statements of certain investee companies been audited or reviewed by independent accountants, we are not aware of any material modifications that should be made to the consolidated financial statements referred to above for them to be in conformity with the "Rules Governing the Preparation of Financial Statements by Securities Issuers" and generally accepted accounting principles in the Republic of China.

The condensed consolidated financial statements presented in the Market Observation Post System of the Taiwan Stock Exchange Corporation are fairly stated, in all material respects, in relation to the financial statements from which it has been derived.

PricewaterhouseCoopers, Taiwan
May 14, 2012

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.