

GIGA-BYTE TECHNOLOGY CO., LTD.
AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS
AND REPORT OF INDEPENDENT ACCOUNTANTS

31st December 2008 AND 2009

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES

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REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of
Giga-Byte Technology Co., Ltd.

We have audited the accompanying consolidated balance sheets of Giga-Byte Technology Co., Ltd. and its subsidiaries as of 31st December 2008 and 2009, and the related consolidated statements of income, of changes in shareholders' equity and of cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits. The financial statements of certain consolidated subsidiaries as of and for the years ended 31st December 2008 and 2009 were audited by other auditors, whose reports thereon were furnished to us. The financial statements of these consolidated subsidiaries reflect total assets of \$388,104 thousand and \$496,309 thousand, constituting 1.4% and 1.6% of consolidated total assets as of 31st December 2008 and 2009, respectively, and operating revenues of \$1,034,229 thousand and \$1,332,799 thousand constituting 2.1% and 2.8% of consolidated total operating revenues for the years then ended. The financial statements of certain investee companies accounted for under the equity method as of and for the years ended 31st December 2008 and 2009, were audited by other auditors, whose reports thereon were furnished to us. Long-term equity investments in these investee companies amounted to \$596,057 thousand and \$213,727 thousand as of 31st December 2008 and 2009, respectively, and the related investment loss amounted to \$63,536 thousand and \$62,783 thousand for the years then ended. Our opinion, insofar as it relates to the amounts included in the consolidated financial statements and information disclosed in Note 11 relating to these consolidated subsidiaries and long-term equity investments, is based solely on the reports of other auditors.

We conducted our audits in accordance with the "Rules Governing the Examination of Financial Statements by Certified Public Accountants" and generally accepted auditing standards in the Republic of China. Those rules and standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audits and the reports of other auditors, the consolidated financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Giga-Byte Technology Co., Ltd. and its subsidiaries as of 31st December 2008 and 2009, and the results of their operations and their cash flows for the years then ended 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 consolidated financial statements of the Company and its subsidiaries as of and for the year ended 31st December 2009 expressed in US dollars are presented solely for the convenience of the readers and were translated from the New Taiwan dollar financial statements using the exchange rate of US\$1:NT\$31.99 prevailing as of 31st December 2009. This basis of translation is not in accordance with generally accepted accounting principles in the Republic of China.

PricewaterhouseCoopers, Taiwan

27th April 2010

Taipei, Taiwan

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.

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of dollars)

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
<u>ASSETS</u>			
<u>Current Assets</u>			
Cash and cash equivalents (Note 4(1))	\$ 3,637,513	\$ 5,393,172	\$ 168,589
Financial assets at fair value through profit or loss - current (Note 4(2))	3,036,625	5,535,871	173,050
Available-for-sale financial assets - current	16,148	325,182	10,165
Investment in bonds without active markets - current (Note 4(6))	449,290	197,291	6,167
Notes receivable - net	13,582	13,116	410
Accounts receivable - net (Notes 4(3) and 5)	4,183,042	4,069,435	127,210
Other receivables (Note 5)	890,413	516,798	16,155
Inventories - net (Note 4(4))	6,829,721	8,924,478	278,978
Deferred income tax assets - current (Note 4 (13))	533,666	440,725	13,777
Pledged assets (Note 6)	1,200	-	-
Other current assets - others	277,212	283,523	8,863
	<u>19,868,412</u>	<u>25,699,591</u>	<u>803,364</u>
<u>Funds and Investments</u>			
Available-for-sale financial assets - non-current (Note 4(2))	-	48,615	1,520
Financial assets carried at cost - non-current (Note 4(5))	533,108	552,634	17,275
Long-term equity investments accounted for under the equity method (Note 4(7))	1,106,196	711,268	22,234
	<u>1,639,304</u>	<u>1,312,517</u>	<u>41,029</u>
<u>Property, Plant and Equipment (Note 6)</u>			
Cost			
Land	818,158	817,101	25,542
Buildings	3,228,713	3,118,106	97,471
Machinery and equipment	3,241,865	3,490,093	109,099
Transportation equipment	33,435	28,066	877
Other equipment	1,216,975	726,626	22,714
Cost and revaluation increments	8,539,146	8,179,992	255,703
Less: Accumulated depreciation (Note 4(8))	(3,361,660)	(3,500,686)	(109,431)
Accumulated impairment loss	(2,498)	(2,122)	(66)
Construction in progress and prepayments for equipment	168,942	12,763	399
	<u>5,343,930</u>	<u>4,689,947</u>	<u>146,605</u>
<u>Intangible Assets</u>	89,366	57,715	1,804
<u>Other Assets</u>			
Deposits - out	33,551	40,876	1,278
Deferred income tax assets - non-current (Note 4(13))	96,179	83,499	2,610
Pledged assets (Note 6)	3,882	4,434	139
Other assets - others	163,952	193,518	6,049
	<u>297,564</u>	<u>322,327</u>	<u>10,076</u>
<u>TOTAL ASSETS</u>	<u>\$ 27,238,576</u>	<u>\$ 32,082,097</u>	<u>\$ 1,002,878</u>

(Continued)

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS (CONTINUED)
(Expressed in thousands of dollars)

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>			
<u>Current Liabilities</u>			
Short-term loans (Note 4(9))	\$ 376,429	\$ 110,000	\$ 3,439
Notes payable	73,855	56,162	1,756
Accounts payable (Note 5)	3,933,263	6,679,357	208,795
Income tax payable (Note 4(13))	152,572	299,988	9,378
Accrued expenses (Note 4(10))	1,776,001	2,371,270	74,125
Other current liabilities (Note 5)	<u>1,700,166</u>	<u>1,727,280</u>	<u>53,994</u>
Total current liabilities	<u>8,012,286</u>	<u>11,244,057</u>	<u>351,487</u>
<u>Long-term Liability</u>			
Long-term loans	<u>106</u>	-	-
	106	-	-
<u>Other Liabilities</u>			
Accrued pension liabilities (Note 4(12))	172,417	155,298	4,855
Other liabilities – other	<u>22,403</u>	<u>151,968</u>	<u>4,750</u>
	194,820	307,266	9,605
Total Liabilities	<u>8,207,212</u>	<u>11,551,323</u>	<u>361,092</u>
<u>Shareholders' Equity</u>			
Common stock (Note 4(14))	6,330,919	6,331,504	197,921
Capital reserve (Note 4(15))			
Paid-in capital in excess of par value of common stock	4,427,935	4,441,244	138,832
Capital reserve from conversion of convertible bonds	212,579	212,579	6,645
Capital reserve from long-term investments	2,975	2,975	93
Retained earnings (Note 4(16))			
Legal reserve	2,109,596	2,223,619	69,510
Unappropriated earnings	5,189,255	6,485,058	202,721
Other Adjustment to Shareholders' Equity			
Asset revaluation increment of investee company	13,965	8,239	258
Unrealized gain (loss) on financial instruments (Note 3)	(9,136)	180,781	5,651
Cumulative translation adjustments	701,637	585,427	18,300
Minority interest	<u>51,639</u>	<u>59,348</u>	<u>1,855</u>
Total Shareholders' Equity	<u>19,031,364</u>	<u>20,530,774</u>	<u>641,786</u>
<u>Commitments and Contingent Liabilities (Note 7)</u>			
<u>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</u>	<u>\$ 27,238,576</u>	<u>\$ 32,082,097</u>	<u>\$ 1,002,878</u>

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated 27th April 2010.

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(Expressed in thousands of dollars, except for earnings per share)

	For the Years Ended 31st December					
	2008		2009		2009	
	NT\$	NT\$	NT\$	NT\$	US\$	US\$
	(Unaudited-Note 2)					
Operating revenues (Note 5)						
Sales	\$ 50,017,714	\$ 48,432,890	\$ 1,514,001			
Sales returns	(136,407)	(173,684)	(5,429)			
Sales allowances	(817,004)	(776,157)	(24,262)			
Net sales	49,064,303	47,483,049	1,484,310			
Operating costs (Notes 4(20) and 5)						
Cost of goods sold	(41,458,133)	(38,792,891)	(1,212,657)			
Gross profit	7,606,170	8,690,158	271,653			
Operating expenses (Note 4(20))						
Selling and marketing expenses	(3,922,277)	(4,226,731)	(132,127)			
General and administrative expenses	(773,937)	(956,058)	(29,886)			
Research and development expenses	(1,412,450)	(1,690,043)	(52,830)			
Total operating expenses	(6,108,664)	(6,872,832)	(214,843)			
Operating income	1,497,506	1,817,326	56,810			
Non-operating income						
Interest income	121,275	37,194	1,163			
Gain on valuation of financial assets	-	108,236	3,383			
Dividend income	40,413	19,165	599			
Gain on disposal of investments	42,617	206,351	6,450			
Foreign exchange gain	-	145,569	4,551			
Other non-operating income (Note 5)	828,815	283,421	8,860			
Non-operating income	1,033,120	799,936	25,006			
Non-operating expenses						
Interest expense	(180,486)	(8,947)	(280)			
Loss on valuation of financial assets	(137,141)	-	-			
Loss on valuation of financial liabilities	(141,251)	-	-			
Investment loss accounted for under the equity method (Note 4(7))	(63,536)	(62,783)	(1,963)			
Foreign exchange loss	(107,243)	-	-			
Impairment loss	(37,047)	-	-			
Other expenses	(82,118)	(58,613)	(1,832)			
Non-operating expenses	(748,822)	(130,343)	(4,075)			
Income before income tax	1,781,804	2,486,919	77,741			
Income tax expense (Note 4(13))	(633,244)	(436,503)	(13,645)			
Consolidated net income	\$ 1,148,560	\$ 2,050,416	\$ 64,096			
Attributable to:						
Equity holders of the Company	\$ 1,140,231	\$ 2,038,960	\$ 63,737			
Minority interest	8,329	11,456	359			
	\$ 1,148,560	\$ 2,050,416	\$ 64,096			
Earnings per share (in dollars) (Note 4(19))						
	Before tax	After tax	Before tax	After tax	Before tax	After tax
Basic earnings per share						
Net income from continuing operations	\$ 2.75	\$ 1.77	\$ 3.95	\$ 3.26	\$ 0.12	\$ 0.10
Minority interest	(0.11)	(0.01)	(0.11)	(0.02)	(0.00)	(0.00)
Net income	\$ 2.64	\$ 1.76	\$ 3.84	\$ 3.24	\$ 0.12	\$ 0.10
Diluted earnings per share						
Net income from continuing operations	\$ 2.13	\$ 1.29	\$ 3.86	\$ 3.19	\$ 0.12	\$ 0.10
Minority interest	(0.10)	(0.01)	(0.11)	(0.02)	(0.00)	(0.00)
Net income	\$ 2.03	\$ 1.28	\$ 3.75	\$ 3.17	\$ 0.12	\$ 0.10

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated 27th April 2010.

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
For the Years Ended 31st December 2008 and 2009
(Expressed in thousands of NTD dollars)

	Capital Reserve					Retained Earnings		Asset Revaluation Increment of Investee Company	Unrealized Gain (Loss) on Financial Instruments	Cumulative Translation Adjustments	Treasury Stock	Minority Interest	Total
	Common Stock	Paid-in Capital in	Capital Reserve from Conversion of Convertible Bonds	Capital Reserve from Long-term Investments	Capital Reserve from Stock Warrants	Legal Reserve	Unappropriated Earnings						
		Excess of Par Value of Common Stock											
<u>2008</u>													
Balance at 1st January 2008	\$ 6,727,255	\$ 4,750,551	\$ 94,015	\$ 4,048	\$ 749,211	\$ 1,977,056	\$ 4,999,800	\$ 13,263	\$ 14,742	\$ 384,019	(\$ 203,190)	\$ 58,077	\$ 19,568,847
Appropriations of 2007 retained earnings													
Legal reserve	-	-	-	-	-	132,540	(132,540)	-	-	-	-	-	-
Cash bonuses to employees	-	-	-	-	-	-	(74,110)	-	-	-	-	-	(74,110)
Remuneration to directors and supervisors	-	-	-	-	-	-	(22,233)	-	-	-	-	-	(22,233)
Cash dividends declared	-	-	-	-	-	-	(644,755)	-	-	-	-	-	(644,755)
Consolidated net income for 2008	-	-	-	-	-	-	1,140,231	-	-	-	-	8,329	1,148,560
Unrealized revaluation increment of real estate of investee company	-	-	-	-	-	-	-	702	-	-	-	-	702
Unrealized loss on financial instruments of subsidiaries	-	-	-	-	-	-	-	-	(23,878)	-	-	-	(23,878)
Convertible bonds converted into common stock	83,364	-	128,479	(48,773)	-	-	-	-	-	-	-	-	163,070
Convertible bonds redeemed and cancelled	-	-	-	(700,438)	-	-	-	-	-	-	-	-	(700,438)
Treasury stock transactions	-	-	-	-	-	-	-	-	-	-	(686,179)	-	(686,179)
Treasury stock retired	(479,700)	(322,616)	(9,915)	-	-	-	(77,138)	-	-	-	889,369	-	-
Proportional adjustment on investees' change in long-term investment ownership percentage	-	-	-	(1,073)	-	-	-	-	-	-	-	-	(1,073)
Cumulative translation adjustments derived from long-term foreign investments	-	-	-	-	-	-	-	-	-	317,618	-	-	317,618
Changes in minority interest	-	-	-	-	-	-	-	-	-	-	-	(14,767)	(14,767)
Balance at 31st December 2008	<u>\$ 6,330,919</u>	<u>\$ 4,427,935</u>	<u>\$ 212,579</u>	<u>\$ 2,975</u>	<u>\$ -</u>	<u>\$ 2,109,596</u>	<u>\$ 5,189,255</u>	<u>\$ 13,965</u>	<u>(\$ 9,136)</u>	<u>\$ 701,637</u>	<u>\$ -</u>	<u>\$ 51,639</u>	<u>\$ 19,031,364</u>
<u>2009</u>													
Balance at 1st January 2009	\$ 6,330,919	\$ 4,427,935	\$ 212,579	\$ 2,975	\$ -	\$ 2,109,596	\$ 5,189,255	\$ 13,965	(\$ 9,136)	\$ 701,637	\$ -	\$ 51,639	\$ 19,031,364
Appropriations of 2008 retained earnings:													
Legal reserve	-	-	-	-	-	114,023	(114,023)	-	-	-	-	-	-
Cash dividends declared	-	-	-	-	-	-	(629,134)	-	-	-	-	-	(629,134)
Treasury stock transactions	-	-	-	-	-	-	-	-	-	(55,953)	-	-	(55,953)
Treasury stock retired	(39,580)	(16,373)	-	-	-	-	-	-	-	-	55,953	-	-
Consolidated net income for 2009	-	-	-	-	-	-	2,038,960	-	-	-	-	11,456	2,050,416
Employees' stock options exercised	40,165	29,682	-	-	-	-	-	-	-	-	-	-	69,847
Unrealized gain on available-for-sale financial assets	-	-	-	-	-	-	-	-	29,497	-	-	-	29,497
Unrealized revaluation increment of real estate of investee company	-	-	-	-	-	-	-	(5,726)	-	-	-	-	(5,726)
Unrealized gain on financial instruments of subsidiaries	-	-	-	-	-	-	-	-	160,420	-	-	-	160,420
Cumulative translation adjustments derived from long-term foreign investments	-	-	-	-	-	-	-	-	(116,210)	-	-	-	(116,210)
Changes in minority interest	-	-	-	-	-	-	-	-	-	-	-	(3,747)	(3,747)
Balance at 31st December 2009	<u>\$ 6,331,504</u>	<u>\$ 4,441,244</u>	<u>\$ 212,579</u>	<u>\$ 2,975</u>	<u>\$ -</u>	<u>\$ 2,223,619</u>	<u>\$ 6,485,058</u>	<u>\$ 8,239</u>	<u>\$ 180,781</u>	<u>\$ 585,427</u>	<u>\$ -</u>	<u>\$ 59,348</u>	<u>\$ 20,530,774</u>

(Continued)

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
For the Years Ended 31st December 2008 and 2009
(Expressed in thousands of US dollars)
(Unaudited-Note 2)

	Capital Reserve					Retained Earnings		Asset Revaluation Increment of Investee Company	Unrealized Gain (Loss) on Financial Instruments	Cumulative Translation Adjustments	Treasury Stock	Minority Interest	Total
	Common Stock	Paid-in Capital in Excess of Par Value of Common Stock	Capital Reserve from Conversion of Convertible Bonds	Capital Reserve from Long-term Investments	Capital Reserve from Stock Warrants	Legal Reserve	Unappropriated Earnings						
<u>2009</u>													
Balance at 1st January 2009	\$ 197,903	\$ 138,416	\$ 6,645	\$ 93	\$ -	\$ 65,945	\$ 162,215	\$ 437	(\$ 286)	\$ 21,933	\$ -	\$ 1,614	\$ 594,916
Appropriations of 2008 retained earnings:													
Legal reserve	-	-	-	-	-	3,564	(3,564)	-	-	-	-	-	-
Cash dividends declared	-	-	-	-	-	-	(19,667)	-	-	-	-	-	(19,667)
Treasury stock transactions	-	-	-	-	-	-	-	-	-	(1,749)	-	-	(1,749)
Treasury stock retired	(1,237)	(512)	-	-	-	-	-	-	-	1,749	-	-	-
Consolidated net income for 2009	-	-	-	-	-	-	63,737	-	-	-	-	358	64,096
Employees' stock options exercised	1,256	928	-	-	-	-	-	-	-	-	-	-	2,183
Unrealized gain on available-for-sale financial assets	-	-	-	-	-	-	-	-	922	-	-	-	922
Unrealized revaluation increment of real estate of investee company	-	-	-	-	-	-	-	(179)	-	-	-	-	(179)
Unrealized gain on financial instruments of subsidiaries	-	-	-	-	-	-	-	-	5,015	-	-	-	5,015
Cumulative translation adjustments derived from long-term foreign investments	-	-	-	-	-	-	-	-	(3,633)	-	-	-	(3,633)
Changes in minority interest	-	-	-	-	-	-	-	-	-	-	(117)	(118)	(118)
Balance at 31st December 2009	<u>\$ 197,921</u>	<u>\$ 138,832</u>	<u>\$ 6,645</u>	<u>\$ 93</u>	<u>\$ -</u>	<u>\$ 69,510</u>	<u>\$ 202,721</u>	<u>\$ 258</u>	<u>\$ 5,651</u>	<u>\$ 18,300</u>	<u>\$ -</u>	<u>\$ 1,855</u>	<u>\$ 641,787</u>

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated 27th April 2010.

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in thousands of dollars)

	For the Years Ended 31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
<u>Cash flows from operating activities:</u>			
Consolidated net income	\$ 1,148,560	\$ 2,050,416	\$ 64,096
Adjustments to reconcile consolidated net income to net cash provided by operating activities:			
Provision (reversal of allowance) for doubtful accounts	2,688	(9,202)	(288)
Provision (reversal of allowance) for inventory obsolescence and market price decline	103,657	(245,065)	(7,661)
Loss on long-term equity investments accounted for under the equity method	63,536	62,783	1,963
Impairment loss on financial assets at cost-non-current	27,177	13,182	412
Impairment loss on available-for-sale financial assets	10,403	-	-
Gain on disposal of available-for-sale financial assets	-	(163,715)	(5,118)
Gain on disposal of financial assets carried at cost	(370)	(99,040)	(3,096)
Loss on disposal of long-term equity investments	-	41,787	1,306
Cash dividends from long-term equity investments accounted for under the equity method	6,873	-	-
Reversal of impairment loss on property, plant and equipment	(533)	-	-
Loss (gain) on disposal of property, plant and equipment, net	6,196	(10,868)	(340)
Loss on valuation of financial assets	137,141	108,236	3,383
Loss on valuation of financial liabilities	141,251	-	-
Depreciation	598,342	565,330	17,672
Amortization	179,552	147,578	4,613
Amortization of discount costs of convertible bonds	170,806	-	-
Exchange (gain) loss on revaluation of foreign currency denominated other financial assets and pledged assets	(626)	1,883	59
Exchange gain on revaluation of foreign currency denominated convertible bonds and gain on redemption of convertible bonds	(472,222)	-	-
Changes in assets and liabilities:			
(Increase) decrease in assets			
Financial assets at fair value through profit or loss	(782,480)	(2,626,600)	(82,107)
Notes receivable	12,970	466	15
Accounts receivable	2,144,576	122,809	3,839
Other receivable	(107,919)	373,615	11,679
Inventories	1,865,250	(1,849,692)	(57,821)
Deferred income tax assets	108,557	105,621	3,302
Other current assets	54,895	(6,311)	(197)
Increase (decrease) in liabilities			
Notes payable	49,896	(17,693)	(553)
Accounts payable	(3,393,222)	2,746,094	85,842
Income tax payable	(401,763)	147,416	4,608
Accrued expenses	36,792	595,269	18,608
Other current liabilities	148,972	27,114	848
Accrued pension liabilities	631	(17,119)	(535)
Net cash provided by operating activities	<u>1,859,586</u>	<u>2,064,294</u>	<u>64,529</u>

(Continued)

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)
(Expressed in thousands of dollars)

	For the Years Ended 31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
<u>Cash flows from investing activities:</u>			
Proceeds from disposal of available-for-sale financial assets	\$ -	\$ 215,694	\$ 6,743
Decrease in investment in bonds without active markets	567,524	250,116	7,819
Acquisition of financial assets carried at cost	(19,531)	(177,238)	(5,540)
Proceeds from capital reduction of investee in financial assets carried at cost	20,000	15,000	469
Proceeds from disposal of financial assets carried at cost	1,678	158,199	4,945
Proceeds from disposal of long-term equity investments	-	127,500	3,986
Acquisition of property, plant and equipment	(703,887)	(77,936)	(2,436)
Proceeds from disposal of property, plant and equipment	109,371	177,457	5,547
Decrease in pledged assets	233,110	648	20
Increase in deposits - out	(1,086)	(7,325)	(229)
Decrease (increase) in other assets - others	3,614	(145,493)	(4,548)
Net cash provided by investing activities	<u>210,793</u>	<u>536,622</u>	<u>16,775</u>
<u>Cash flows from financing activities:</u>			
Increase (decrease) in short term loans	106,259	(266,429)	(8,329)
Decrease in long-term loans	(742)	(106)	(3)
Employees' stock option exercised	-	69,847	2,183
Remuneration to directors and supervisors paid	(22,233)	-	-
Employees' cash bonuses paid	(74,110)	-	-
Cash dividends paid	(644,755)	(629,134)	(19,667)
Acquisition of treasury stock	(686,179)	(55,953)	(1,749)
Increase in other liabilities-others	7,078	144,264	4,511
Redemption of convertible bonds	(3,044,605)	-	-
Decrease in minority interest	(14,767)	(3,747)	(118)
Net cash used in financing activities	(4,374,054)	(741,258)	(23,172)
Effect of change in exchange rates on foreign currency holdings	291,763	(103,999)	(3,251)
Effect on change in consolidated subsidiaries	-	-	-
Decrease in cash and cash equivalents	(2,011,912)	1,755,659	54,881
Cash and cash equivalents at beginning of year	5,649,425	3,637,513	113,708
Cash and cash equivalents at end of year	<u>\$ 3,637,513</u>	<u>\$ 5,393,172</u>	<u>\$ 168,589</u>
<u>Supplemental disclosures of cash flow information:</u>			
Interest paid	\$ 9,680	\$ 8,947	\$ 280
Income tax paid	\$ 926,885	\$ 185,182	\$ 5,789
<u>Non-cash financing activities:</u>			
Convertible bonds converted into common stock	\$ 163,070	\$ -	\$ -
Acquisition of property, plant and equipment	\$ 715,308	\$ 66,515	\$ 2,079
Add: payable on equipment at beginning of the year	-	11,421	357
Less: payable on equipment at end of the year	(11,421)	-	-
Cash paid	<u>\$ 703,887</u>	<u>\$ 77,936</u>	<u>\$ 2,436</u>

The accompanying notes are an integral part of these financial statements.
See report of independent accountants dated 27th April 2010.

GIGA-BYTE TECHNOLOGY CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
31st December 2008 and 2009

(Expressed in thousands of dollars, except as otherwise indicated)

1. HISTORY AND ORGANIZATION

1) GIGA-BYTE TECHNOLOGY CO., LTD. (the "Company")

The Company was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.) on 30th April 1986. The Company is engaged in the manufacture, processing and trading of computer peripheral and component parts. The Company's shares have been traded on the Taiwan Stock Exchange since 24th September 1998.

2) Subsidiaries included in the consolidated financial statements

<u>Investor</u>	<u>Subsidiary</u>	<u>Main activities</u>	<u>% of shares held as of 31st December</u>		<u>Description</u>
			<u>2008</u>	<u>2009</u>	
The Company	Freedom International Group Ltd.	Holding company	100.00%	100.00%	
"	G.B.T., Inc.	Selling of motherboards	48.63%	48.63%	
"	G.B.T. Technology Trading GmbH	"	100.00%	100.00%	
"	Nippon Giga-Byte Corp.	"	100.00%	100.00%	
"	G.B.T. Technology Co., Ltd.	"	100.00%	100.00%	
"	Giga-Byte Technology B.V.	"	100.00%	100.00%	
"	Giga-Byte Technology PTY Ltd.	Repairing of motherboards	100.00%	100.00%	Note 3
"	Chi-Ga Investment Corp.	Holding company	100.00%	100.00%	
"	Giga-Byte Technology (India) Pvt. Ltd.	Selling of motherboards	100.00%	100.00%	
"	eRiver Precision Machining Co., Ltd.	Metal work	100.00%	100.00%	
"	G-Style Co., Ltd.	Manufacturing and selling of notebooks	100.00%	100.00%	
"	Giga-Zone International Co., Ltd.	Selling of PC peripherals	51.00%	51.00%	
"	Giga-Byte Communications Inc.	Manufacturing and selling of communications	89.76%	93.03%	
"	Gigabyte Advance (Labuan) Limited	Selling of motherboards	100.00%	100.00%	
"	Gigabyte Technology Espana S.L.U.	Repairing of motherboards	-	100.00%	Newly established, Note 3
"	Gigabyte Global Business Corporation	Selling of ODM products	-	99.00%	"
Freedom International Group Ltd.	Charleston Investments Limited	Selling of motherboards	100.00%	100.00%	
"	Giga Future Limited	Holding company	100.00%	100.00%	

Investor	Subsidiary	Main activities	% of shares held as of 31st December		Description
			2008	2009	
Freedom International Group Ltd.	Best Quick Profits Limited	Holding company	100.00%	100.00%	
"	G.B.T LBN Inc.	Selling of motherboards	100.00%	100.00%	
"	G.B.T., Inc.	"	51.37%	51.37%	
"	Gigabyte Singapore PTE Ltd.	"	100.00%	100.00%	Note 3
"	Gigabyte International operation (Labuan) Limited	"	100.00%	-	Note 1
Giga-Byte Technology B.V.	Gigabyte Technology France	"	100.00%	100.00%	Note 3
G.B.T. Technology Trading GmbH	Gigabyte Technology Poland	Repairing of motherboards	-	100.00%	Newly established, Note 3
Charleston Investments Limited	Dongguan Gigabyte Electronics Co., Ltd.	Manufacturing of motherboards	100.00%	100.00%	
"	Ningbo Giga-Byte International Trade Co., Ltd.	Selling of motherboards	100.00%	100.00%	
"	Ningbo Best Yield Technology Services Co., Ltd.	Repairing of motherboards	100.00%	100.00%	
Giga Future Limited	Ningbo Giga-Byte Technology Co., Ltd.	Manufacturing of motherboards	100.00%	100.00%	
Ningbo Giga-Byte International Trade Co., Ltd.	Ningbo Zhongjia Technology Co., Ltd.	Selling of motherboards	100.00%	100.00%	
Chi-Ga Investment Corp.	Gigatrend Technology Co., Ltd.	Manufacturing and selling electronic components and parts	100.00%	100.00%	
"	Kuangtung Investment Corp.	Holding Company	100.00%	100.00%	
"	Zonelaw International IP Consulting Co., Ltd.	Management and consulting business	90.00%	-	Note 2
"	Giga-Trend International Management Group Ltd.	Venture capital management and consulting business	62.50%	62.50%	
Giga-Byte Communications Inc.	G Smart Holding Limited	Holding company	100.00%	100.00%	
G Smart Holding Limited	Giga Win Limited	Selling of communications	100.00%	100.00%	

Note 1: The subsidiary was liquidated in April 2009.

Note 2: The subsidiary was liquidated in December 2009.

Note 3: The Company obtained the financial statements of the consolidated subsidiaries which were audited by independent auditors except the financial statements of Gigabyte Technology France, Giga-Byte Technology PTY Ltd, in 2008 and 2009 and Gigabyte Technology Espana S.L.U., Gigabyte Global Business Corporation, Gigabyte Singapore PTE Ltd., Nippon Giga-Byte Corp. in 2009, and Nippon Gigabyte Corp. in 2008 which were unaudited since the financial statement amounts

of these subsidiaries were immaterial and had no significant effect on the Company's financial statements.

3) As of 31st December 2009, the Company and its subsidiaries had approximately 7,300 employees.

4) Subsidiaries not included in the consolidated financial statements: None.

5) Difference in accounting period of the Company and the subsidiaries: Not applicable.

6) Special operating risk in foreign subsidiaries: None.

7) Nature and extent of the restrictions on remittance from subsidiaries to the parent company: None.

8) Information on subsidiaries holding the parent company's securities: None.

9) Information on subsidiaries which issued convertible bonds and stocks:

Subsidiaries did not issue convertible bonds. For information on stocks issued by subsidiaries, please see Note 11.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying consolidated financial statements of the Company and its subsidiaries (collectively referred herein as the Group) are prepared in accordance with the "Rules Governing the Preparation of Financial Statements by Securities Issuers" and accounting principles generally accepted in the Republic of China. The Group's significant accounting policies are summarized below:

1) Basis for preparation of consolidated financial statements

All majority-owned subsidiaries and controlled entities are included in the consolidated financial statements. Effective 1st January 2008, the Company prepares consolidated financial statements on a quarterly basis. The income (loss) of the subsidiaries is included in the consolidated statement of income effective on the date the Company gains control over the subsidiaries. The income (loss) of the subsidiaries is excluded from the consolidated statement of income effective the date on which the Company loses control over the subsidiaries.

Significant inter-company transactions and assets and liabilities arising from inter-company transactions are eliminated.

2) Translation of financial statements of foreign subsidiaries

Assets and liabilities of foreign subsidiaries are translated into New Taiwan dollars using the exchange rates at the balance sheet date. Equity accounts are translated at historical rates except for beginning retained earnings, which are carried forward from prior year's balance. Dividends are translated at the rates prevailing at the date of declaration. Profit and loss accounts are translated at weighted-average rates of the year. The resulting translation differences are included in "cumulative translation adjustments" under shareholders' equity.

3) Classification of current and non current assets and liabilities

A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:

- a. Assets arising from operating activities that are expected to be realized or consumed, or are intended to be sold within the normal operating cycle;
- b. Assets held mainly for trading purposes;
- c. Assets that are expected to be realized within twelve months from the balance sheet date;
- d. Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to pay off liabilities more than twelve months after the balance sheet date.

B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:

- a. Liabilities arising from operating activities that are expected to be paid off within the normal operating cycle;
- b. Liabilities arising mainly from trading activities;
- c. Liabilities that are to be paid off within twelve months from the balance sheet date;
- d. Liabilities for which the repayment date cannot be extended unconditionally to more than twelve months after the balance sheet date.

4) Foreign currency transactions

A. The Company and its consolidated subsidiaries maintain their accounts in New Taiwan dollars and their functional currencies, respectively. Transactions denominated in foreign currencies are translated into New Taiwan dollars and their functional currencies at the spot exchange rates prevailing at the transaction dates. Exchange gains or losses due to the difference between the exchange rate on the transaction date and the exchange rate on the date of actual receipt and payment are recognized in current year's profit or loss.

B. Receivables, other monetary assets and liabilities denominated in foreign currencies are translated at the spot exchange rates prevailing at the balance sheet date. Exchange gains or losses are recognized in profit or loss.

C. When a gain or loss on a non-monetary item is recognized directly in equity, any exchange component of that gain or loss shall be recognized directly in equity. Conversely, when a gain or loss on a non-monetary item is recognized in profit or loss, any exchange component of that gain or loss shall be recognized in profit or loss. However, non-monetary items that are measured on a historical cost basis are translated using the exchange rate at the date of the transaction.

5) Financial assets and financial liabilities at fair value through profit or loss

- A. Financial assets at fair value through profit or loss are recognized initially at fair value. Investments in equity instruments are recognized and derecognized using trade date accounting. Investments in debt instruments, beneficiary certificates and derivative financial instruments are recognized and derecognized using settlement date accounting.
- B. Any change in the fair value of the assets is included in the current income. The fair value of open-end mutual funds is based on the net asset value at the balance sheet date.
- C. On 1st July 2008, the Company reclassified “Financial assets held for trading” (excluding derivative financial instruments) to “Available-for-sale financial assets” in accordance with paragraph 104 of R.O.C. SFAS No. 34 as those assets were no longer held for sale in the short-term.

6) Available-for-sale financial assets

- A. Available-for-sale financial assets are recognized and derecognized using trade date accounting and are initially stated at fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
- B. The financial assets are remeasured and stated at fair value, and the gain or loss is recognized in equity, until the financial asset is derecognized, at which time the cumulative gain or loss previously recognized in equity shall be recognized in profit or loss. The fair value of listed stocks and OTC stocks and closed-end mutual funds are based on latest quoted fair prices of the accounting period. The fair values of open-end and balanced mutual funds are based on the net asset value at the balance sheet date.
- C. If there is any objective evidence that the financial asset is impaired, the cumulative loss that had been recognized directly in equity shall be transferred from equity to profit or loss. When the fair value of an equity instrument subsequently increases, impairment losses recognized previously in profit or loss shall not be reversed. When the fair value of a debt instrument subsequently increases and the increase can be objectively related to an event occurring after the impairment loss was recognized in profit or loss, the impairment loss shall be reversed to the extent of the loss recognized in profit or loss.

7) Investment in bonds without active markets

- A. Investment in bonds without active markets is recognized and derecognized using settlement date accounting and is recognized initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset.
- B. This financial asset is carried at amortized cost.
- C. If there is any objective evidence that the financial asset is impaired, the impairment loss is recognized in the current income. If, in a subsequent period, the fair value of the financial asset increases and the increase can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss shall be reversed to

the extent of the amount of the amortized cost that would have been recognized at the date the impairment is reversed. The amount of the reversal shall be recognized in the current income.

8) Financial assets carried at cost

A. Investment in unquoted equity instruments is recognized or derecognized using trade date accounting. Such financial asset is recognized initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset and is subsequently carried at cost.

B. If there is any objective evidence that an impairment loss has been incurred, the impairment loss is recognized in the current income. Such impairment loss shall not be reversed when the fair value of the asset subsequently increases.

9) Derivative financial instruments

Derivative financial instruments entered into for trading purposes: Option contracts are recognized at fair value on trade date; other derivative financial instruments are also recognized at fair value on trade date, which is generally zero. Derivative financial instruments are measured at fair value at the balance sheet date, and any change in the fair value of derivative financial instruments is recognized in the current income and as asset or liability.

10) Allowance for doubtful accounts

Allowance for doubtful accounts is provided based on an evaluation of the collectibility of notes, accounts and the other receivables at the balance sheet date.

11) Inventories

The perpetual inventory system is adopted for inventory recognition. Inventories are stated at cost. The cost is determined using the weighted-average method, except for Giga-Byte Technology (India) Pvt. Ltd. which uses the FIFO method. Fixed manufacturing overhead must be allocated on the basis of the normal capacity of the production equipment. As production did not fluctuate significantly over interim periods, the cost variances resulting from such fluctuation were included in cost of goods sold. At the end of period, inventories are evaluated at the lower of cost or net realizable value, and the individual item approach is used in the comparison of cost and net realizable value. The calculation of net realizable value should be based on the estimated selling price in the normal course of business, net of estimated costs of completion and estimated selling expenses.

12) Long-term investments accounted for under the equity method

A. Long-term equity investments in which the Group holds more than 20% of the investee company's voting shares or has the ability to exercise significant influence on the investee's operational decisions are accounted for under the equity method. The excess of the initial investment cost over the acquired net asset value of the investee attributable to goodwill is no longer amortized. Retrospective adjustment of the amount of goodwill amortized in previous year(s) is not required.

- B. Unrealized profit and loss of intercompany transactions are eliminated under the equity method.
- C. Investment loss on the non-controlled entities over which the Group has the ability to exercise significant influence is recognized to the extent that the amount of long-term investments in such investees is written down to zero. However, if the Group continues to provide endorsements, guarantees or financial support for such investees, the investment loss is recognized continuously in proportion to the Group's equity interest in such investees. In the case of controlled entities, the Group recognizes all the losses incurred by such entities that will not be covered by other stockholders. When the operations of such investees become profitable, the Group recognizes the profits until the amount of losses previously recognized by the Group is fully recovered.
- D. The cost of long-term investments disposed of is determined using the weighted-average method.
- E. For foreign investments accounted for under the equity method, the Company's proportionate share of the foreign investee company's cumulative translation adjustment resulting from translating the foreign investee company's financial statements into New Taiwan dollars is recognized by the Company and is included in the cumulative translation adjustments account in the Company's shareholders' equity.

13) Property, plant and equipment

- A. Property, plant and equipment are stated at cost. Interest incurred during the period required to complete and prepare the asset for its intended use is capitalized as part of the total acquisition cost of the asset. Significant renewals and improvements are treated as capital expenditures and depreciated accordingly. Maintenance and repairs are charged to expense as incurred.
- B. When an asset is sold or retired, the cost and accumulated depreciation are removed from the respective accounts and the resulting gain or loss is included in current non-operating results.
- C. Depreciation is provided using the straight-line method based on the estimated economic useful lives of the assets plus one year representing residual value, except for Dongguan Giga-Byte Electronics Co., Ltd., Ningbo Giga-Byte Technology Co., Ltd., Ningbo Giga-Byte International Trade Co., Ltd., and Ningbo Best Yield Technology Services Co., Ltd. which use 10% of assets' costs as the residual value, and Ningbo Zhongjia Technology Co., Ltd. which use 5% of the assets' costs as residual value. Fully depreciated assets still in use are depreciated based on the residual values over the remaining useful lives. The estimated useful lives of fixed assets are 3 - 10 years, except for buildings which are 5 - 55 years.

14) Impairment of non-financial assets

The Group recognizes impairment loss when there is indication that the recoverable amount of an asset is less than its carrying amount. The recoverable amount is the higher of the fair value less costs to sell and value in use. The fair value less costs to sell is the amount obtainable from the sale of the asset in an arm's length transaction after deducting any direct incremental disposal costs. The value in use is the present value of estimated future cash flows to be derived from continuing use of the asset and from its disposal at the end of its useful life. When the impairment no longer exists, the impairment loss recognized in prior years shall be recovered.

15) Warranty

Warranty is provided for repair or replacement of defective products sold. Provision for warranty expense is estimated based on actual warranty expense in accordance with historical experience.

16) Pension plan

A. Under the defined benefit pension plan, net periodic pension costs are recognized in accordance with the actuarial valuation. Net periodic pension costs include service cost, interest cost, expected return on plan assets, and amortization of unrecognized net transition obligation and gains or losses on plan assets. Unrecognized net transition obligation is amortized on a straight-line basis over 7 years.

B. Under the defined contribution pension plan, net periodic pension costs are recognized as incurred.

17) Income tax

A. Provision for income tax includes deferred income tax resulting from temporary differences, investment tax credits and loss carryforward. Valuation allowance on deferred tax assets is provided to the extent that it is more likely than not that the tax benefit will not be realized. Over or under provision of prior years' income tax liabilities is included in current year's income tax. When a change in the tax laws is enacted, the deferred tax liability or asset should be recomputed accordingly in the period of change. The difference between the new amount and the original amount, that is, the effect of changes in the deferred tax liability or asset, should be recognized as an adjustment to income tax expense (benefit) for income from continuing operations in the current period.

B. Investment tax credits arising from expenditures incurred on acquisitions of equipment or technology, research and development, employees' training, and equity investments are recognized in the year the related expenditures are incurred.

C. An additional 10% tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the stockholders resolve to retain the earnings.

18) Treasury stock

- A. When a company acquires its outstanding shares as treasury stock, the acquisition cost should be debited to the treasury stock account (a contra account under stockholders' equity) if the shares are purchased.
- B. Treasury stocks transferred to employees on or after 1st January 2008 are accounted for in accordance with R.O.C. SFAS No. 39, "Accounting for Share-based Payment".
- C. When a company's treasury stock is retired, the treasury stock account should be credited, and the capital surplus- premium on stock account and capital stock account should be debited proportionately according to the share ratio. An excess of the carrying value of treasury stock over the sum of its par value and premium on stock should first be offset against capital surplus from the same class of treasury stock transactions, and the remainder, if any, debited to retained earnings. An excess of the sum of the par value and premium on stock of treasury stock over its carrying value should be credited to capital surplus from the same class of treasury stock transactions.
- D. The cost of treasury stock is accounted for on a weighted-average basis.

19) Share-based payment - employee compensation plan

The employee stock options granted from 1st January 2004 through 31st December 2007 are accounted for in accordance with EITF92-070, EITF92-071 and EITF92-072 "Accounting for Employee Stock Options" as prescribed by the Accounting Research and Development Foundation, R.O.C., dated 17th March 2003. Under the share-based employee compensation plan, compensation cost is recognized using the intrinsic value method and pro forma disclosures of net income and earnings per share are prepared in accordance with the R.O.C. SFAS No. 39, "Accounting for Share-based Payment".

20) Employees' bonuses and directors' and supervisors' remuneration

Effective 1st January 2008, pursuant to EITF96-052 of the Accounting Research and Development Foundation, R.O.C., dated 16th March 2007, "Accounting for Employees' Bonuses and Directors' and Supervisors' Remuneration", the costs of employees' bonuses and directors' and supervisors' remuneration are accounted for as expenses and liabilities, provided that such a recognition is required under legal obligation or constructive obligation and those amounts can be estimated reasonably. However, if the accrued amounts for employees' bonuses and directors' and supervisors' remuneration are significantly different from the actual distributed amounts resolved by the stockholders at their annual stockholders' meeting subsequently, the differences shall be recognized as gain or loss in the following year. In addition, in accordance with EITF97-127 of the Accounting Research and Development Foundation, R.O.C., dated 31st March 2008, "Criteria for Listed Companies in Calculating the Number of Shares of Employees' Stock Bonus", the Company calculates the number of shares of employees' stock bonus based on the closing price of the

Company's common stock at the previous day of the stockholders' meeting held in the year following the financial reporting year, and after taking into account the effects of ex-rights and ex-dividends.

21) Revenue and expense recognition

Revenues are recognized when the earning process is completed and when they are realized or realizable. Cost is recognized when the related revenue is accrued. Expenses are recognized as incurred.

22) Earnings per share

A. Earnings per share is calculated by dividing net income by the weighted-average number of shares outstanding during the year after taking into consideration the retroactive effect of stock dividends, capital reserve capitalized, and stock bonuses to employees without considering the retroactive effect of common shares issued for cash.

B. The potential common shares arising from the outstanding Euro convertible bonds are included in the calculation of diluted earnings per share which was presented along with basic earnings per share.

23) Settlement date accounting

Under the settlement date accounting, any change in the fair value of financial instruments during the period between the trade date and settlement date shall not be recognized for financial asset carried at cost or at amortized cost, and shall be recognized in current income for financial asset at fair value through profit or loss, and in shareholders' equity for available-for-sale financial assets.

24) Use of estimates

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts of assets and liabilities and the disclosures of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses during the reporting period. Actual results could differ from those assumptions and estimates.

25) Convenience translation into US dollars (unaudited)

The Company maintains its accounting records and prepares its financial statements in New Taiwan ("NT") dollars. The United States ("US") dollar amounts disclosed in the 2009 financial statements are presented solely for the convenience of the reader and were translated to US dollars using the average of buying and selling exchange rates of US\$1:NT\$31.99 on 31st December 2009. Such translation amounts are unaudited and should not be construed as representations that the NT dollar amounts represent, have been, or could be converted into US dollars at that or any other rate.

3. CHANGES IN ACCOUNTING PRINCIPLES

1) Inventories

Effective 1st January 2009, the Group adopted the amendments to R.O.C. SFAS No. 10, "Accounting for Inventories". As a result of this change of accounting principle, operating cost decreased by \$245,065 (US\$7,661), non-operating gain associated with inventories decreased by \$295,683 (US\$9,243), net income decreased by \$50,618 (US\$1,582) and earnings per share decreased by \$0.06 (US\$0.002) for the year ended December 31, 2009.

2) Reclassification of financial assets

On 31st March 2009, the Group reclassified "Financial assets held for trading" (excluding derivative financial instruments) to "Available-for-sale financial assets" in accordance with paragraph 104 of R.O.C. SFAS No. 34 as those assets were no longer held for sale in the short-term. As a result of this change of accounting principle, net income decreased by \$24,895 (US\$778) and earnings per share decreased by \$0.04 (US\$0.001) for the year ended 31st December 2009.

3) Share-based payment - employee compensation plan

Effective 1st January 2008, the Group adopted R.O.C. SFAS No. 39, "Accounting for Share-based Payment". This change in accounting principle had no significant impact on the consolidated financial statements of and for the year ended 31st December 2008.

4) Employees' bonuses and directors' and supervisors' remuneration

Effective 1st January 2008, the Group adopted EITF96-052 of the Accounting Research and Development Foundation, R.O.C., dated 16th March 2007. As a result of the adoption of EITF96-052, net income decreased by \$64,628 (US\$2,020) and earnings per share decreased by \$0.1 (US\$0.003) for the year ended 31st December 2008.

4. SUMMARY OF SIGNIFICANT ACCOUNTS

1) Cash and cash equivalents

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Cash on hand	\$ 38,447	\$ 57,276	\$ 1,790
Checking and demand deposits	1,624,974	2,775,400	86,758
Time deposits	1,974,092	2,560,496	80,041
	<u>\$ 3,637,513</u>	<u>\$ 5,393,172</u>	<u>\$ 168,589</u>

2) Financial assets at fair value through profit or loss - current

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Financial assets held for trading			
Open-Domestic	\$ 2,859,800	\$ 5,288,109	\$ 165,305
Overseas	62,085	38,747	1,211
Listed (OTC) stocks	198,644	198,644	6,210
Listed company preferred stock-overseas	60,754	-	-
	3,181,283	5,525,500	172,726
Adjustment of financial assets held for trading	(144,658)	10,371	324
	<u>\$ 3,036,625</u>	<u>\$ 5,535,871</u>	<u>\$ 173,050</u>

A. The Group recognized net gain of \$94,524 (US\$2,955) and net loss of \$314,587 (US\$9,834) for the years ended December 31st 2008 and 2009, respectively.

For the year ended 31st December 2008, all the derivative financial instruments were settled. The exchange loss on derivative financial instruments was \$7,223 and the exchange gain on derivative financial instruments was \$3,325 (US\$104) for the years ended 31st December 2008 and 2009, respectively. The information on derivative financial instruments is as follows:

Financial instruments	31st December 2009	
	Contract amount (in thousands)	Contract period
Forward exchange contracts	¥ 100,000	99.2.25
- sell JPY and buy USD		
- sell JPY and buy NTD	¥ 100,000	99.1.21

The Company adopts forward exchange contracts to hedge the change of exchange rate due to foreign currency denominated accounts receivable, without adopting the hedging accounting.

B. Due to the global financial crisis in 2008, listed stocks amounting to \$19,118 (US\$598) which were initially recognized as “Financial assets at fair value through profit or loss” were reclassified to “Available-for-sale financial assets-non-current” on 31st March 2009 in accordance with the amended paragraph 104 of R.O.C. SFAS No. 34. The relevant information is set forth below:

a) As of 31st December 2009 and 2008, the above reclassified financial assets which had not yet been disposed of were as follows:

	<u>Carrying value/ Fair value as at 31st December</u>		
	<u>2008</u>	<u>2009</u>	<u>2009</u>
	<u>NT\$</u>	<u>NT\$</u>	<u>US\$</u>
			(Unaudited- Note 2)
Listed stocks - overseas	<u>\$ -</u>	<u>\$ 48,615</u>	<u>\$ 1,520</u>

b) Information on change in fair value of the reclassified financial assets during the following periods is as follows:

	<u>Change in fair value for the years ended 31st December</u>					
	<u>2008</u>		<u>2009</u>			
	<u>NT\$</u>		<u>NT\$</u>		<u>US\$ (Unaudited-Note 2)</u>	
	<u>Recognized in gain or loss</u>	<u>Recognized in shareholders' equity</u>	<u>Recognized in gain or loss</u>	<u>Recognized in shareholders' equity</u>	<u>Recognized in gain or loss</u>	<u>Recognized in shareholders' equity</u>
Listed stocks						
American Intl Group Inc.	-	-	(5,992)	15,259	(187)	477
Merrill Lynch Cap. Tr	-	-	(9,612)	14,238	(300)	445

If the above listed stocks had not been reclassified to “Available-for-sale financial assets-non-current” on 31st March 2009, gain from change in fair value of those assets should have been recognized for the following period:

	<u>Amount</u>	
	<u>NT\$</u>	<u>US\$</u>
		(Unaudited- Note 2)
For the period from 1st April to 31st December 2009	<u>\$ 13,893</u>	<u>\$ 434</u>

3) Accounts receivable

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Accounts receivable			
- third parties	\$ 4,258,579	\$ 4,126,667	\$ 128,999
- related parties	<u>15,232</u>	<u>1,152</u>	<u>36</u>
	4,273,811	4,127,819	129,035
Less: Allowance for doubtful accounts	(90,769)	(58,384)	(1,825)
	<u>\$ 4,183,042</u>	<u>\$ 4,069,435</u>	<u>\$ 127,210</u>

4) Inventories

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Raw materials and supplies	\$ 1,847,193	\$ 2,576,508	\$ 80,541
Work in process	798,288	1,445,475	45,185
Finished goods and merchandise inventories	<u>4,664,116</u>	<u>5,136,775</u>	<u>160,574</u>
	7,309,597	9,158,758	286,301
Less: Allowance for loss on obsolescence and decline in market value	(479,876)	(234,280)	(7,324)
	<u>\$ 6,829,721</u>	<u>\$ 8,924,478</u>	<u>\$ 278,978</u>

Expense and loss incurred on inventories for the years ended 31st December 2009 and 2008 were as follows:

	For the years ended 31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Cost of inventories sold	\$ 41,354,476	\$ 39,037,956	\$ 1,220,316
Loss on decline in market value of inventories	103,657	-	-
Gain from price recovery	-	(245,065)	(7,661)
	<u>\$ 41,458,133</u>	<u>\$ 38,792,891</u>	<u>\$ 1,212,656</u>

5) Financial assets carried at cost-non-current

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Emerging and unlisted stocks	<u>\$ 533,108</u>	<u>\$ 552,634</u>	<u>\$ 17,275</u>

Since the stocks held by the Group do not have quotations in an active market and their fair value cannot be measured reliably, the stocks are measured at cost.

6) Investment in bonds without active markets

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Current			
Structured bonds	<u>\$ 449,290</u>	<u>\$ 197,291</u>	<u>\$ 6,167</u>

7) Long-term equity investments accounted for under the equity method

Investee Company	Percentage ownership as at 31st December 2008	31st December 2008 Carrying amount	Percentage ownership as at 31st December 2009	31st December 2009 Carrying amount	31st December 2009 Carrying amount
		NT\$		NT\$	US\$
					(Unaudited -Note 2)
Leby Technology Co., Ltd.	50.00%	\$ 510,139	50.00%	\$ 497,541	\$ 15,553
Info-Tek Corporation	21.20%	389,788	-	-	-
Giga Win International Venture Investment Group Ltd.	40.00%	<u>206,269</u>	40.00%	<u>213,727</u>	<u>6,681</u>
		<u>\$ 1,106,196</u>		<u>\$ 711,268</u>	<u>\$ 22,234</u>

The investment loss of \$63,536 and \$62,783 (US\$1,963) recognized for the long-term equity investments accounted for under the equity method for the years ended 31st December 2008 and 2009, respectively, are based on the audited financial statements for the same periods of the investee companies.

8) Accumulated depreciation

The details of accumulated depreciation were as follows:

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Buildings	\$ 714,503	\$ 817,335	\$ 25,550
Machinery	2,034,925	1,898,544	59,348
Transportation equipment	21,863	18,244	570
Other equipment	<u>590,369</u>	<u>766,563</u>	<u>23,963</u>
	<u>\$ 3,361,660</u>	<u>\$ 3,500,686</u>	<u>\$ 109,431</u>

9) Short-term loans

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Credit loans	<u>\$ 376,429</u>	<u>\$ 110,000</u>	<u>\$ 3,439</u>
Interest rates	<u>2.40%~4.74%</u>	<u>2.30%</u>	<u>2.30%</u>

10) Accrued expense

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Salary and bonus payable	\$ 1,088,383	\$ 1,570,882	\$ 49,105
Royalties payable	204,610	242,759	7,589
Shipping and freight-in payable	101,245	151,216	4,727
Others	381,763	406,413	12,704
	<u>\$ 1,776,001</u>	<u>\$ 2,371,270</u>	<u>\$ 74,125</u>

11) Other current liabilities

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Other payables - related parties	\$ 496,740	\$ 484,473	\$ 15,145
Receipts in advance	454,851	472,093	14,758
Provision for warranty expense	366,983	423,511	13,239
Others	381,592	347,203	10,853
	<u>\$ 1,700,166</u>	<u>\$ 1,727,280</u>	<u>\$ 53,994</u>

12) Pension plans

- A. The Company has a non-contributory and funded defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees. Under the defined benefit plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee.

(1) At 31st December 2008 and 2009, the reconciliation of plan funded status to accrued pension cost is shown below:

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Benefit obligation:			
Vested benefit obligation	(\$ 1,309)	(\$ 2,305)	(\$ 72)
Non-vested benefit obligation	(209,159)	(263,695)	(8,243)
Accumulated benefit obligation	(210,468)	(266,000)	(8,315)
Additional benefits based on future salaries	(147,548)	(178,947)	(5,594)
Projected benefit obligation	(358,016)	(444,947)	(13,909)
Fair value of pension plan assets	184,286	206,033	6,441
Funded status of the plan	(173,730)	(238,914)	(7,468)
Unrecognized transition amount	1,942	1,295	40
Unrecognized net loss	9,500	82,660	2,584
Actuarial pension liabilities	(\$ 162,288)	(\$ 154,959)	(\$ 4,844)
Vested benefit	(\$ 1,565)	(\$ 2,698)	(\$ 84)
Actuarial pension liabilities			
Discount rate	2.50%	2.25%	
Rate of compensation increase	3.00%	3.00%	
Expected rate of return on pension plan assets	2.50%	2.00%	

(2) The components of net pension cost for 2008 and 2009 based on actuarial assumptions and results were as follows:

	For the years ended 31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Service cost	\$ 8,933	\$ 9,977	\$ 312
Interest cost	9,517	8,949	280
Expected return on plan assets	(4,246)	(4,786)	(150)
Amortization of unrecognized net transition obligation	647	647	20
Net gain not recognized as pension cost	(1,742)	-	-
Net pension cost	\$ 13,109	\$ 14,787	\$ 462

- B. Pursuant to the “Labor Pension Act” enacted on 1st July 2005, the Company established a defined contribution pension plan covering all domestic employees (the “New Plan”). For employees who elect to participate in the New Plan, the Company contributes monthly 6% of the employees’ salaries and wages paid each month to the employees’ individual pension accounts at the Bureau of Labor Insurance. Benefits accrued are portable upon termination of service. Pension payments to employees are made either by monthly installments or in lump sum from the accumulated contributions and earnings in the employees’ individual accounts. The net pension costs recognized under the New Plan for the years ended 31st December 2008 and 2009 were \$70,413 and \$71,591 (US\$2,238), respectively.
- C. The Company’s subsidiaries, Ningbo Giga-Byte Technology Co., Ltd. and Dongguan Gigabyte Electronics Co., Ltd. etc., have funded defined contribution plans. Monthly contributions are based on employees’ monthly salaries and wages to an independent fund administered by the government in accordance with the pension regulations in the People’s Republic of China (PRC).

The pension costs under defined contribution pension plans for the years ended 31st December 2008 and 2009 were \$38,471 and \$39,139 (US\$1,223), respectively.

13) Income tax

A. Income tax expense and income tax payable are reconciled as follows:

	<u>For the years ended 31st December</u>		
	<u>2008</u>	<u>2009</u>	<u>2009</u>
	<u>NT\$</u>	<u>NT\$</u>	<u>US\$</u>
			(Unaudited- Note 2)
Income tax payable	\$ 152,572	\$ 299,988	\$ 9,378
Income tax refundable	(189)	(1,716)	(54)
Net change in deferred income tax assets and liabilities			
- Temporary differences	66,226	5,830	182
- Investment tax credit	36,341	(13,373)	(418)
- Loss carryforward	5,744	43,636	1,364
Prepaid income tax	333,107	32,037	1,001
Under provision of prior year's income tax	39,443	573	17
Effect on changes in tax laws	-	69,528	2,172
Income tax expense	<u>\$ 633,244</u>	<u>\$ 436,503</u>	<u>\$ 13,643</u>
Income tax expense consists of:			
Income tax expense - current	\$ 588,067	\$ 396,796	\$ 12,404
10% tax on undistributed retained earnings	<u>45,177</u>	<u>39,707</u>	<u>1,241</u>
	<u>\$ 633,244</u>	<u>\$ 436,503</u>	<u>\$ 13,645</u>

C. The Company's investment tax credits generated in 2009 were as follows:

<u>Qualifying expenditures</u>	<u>Unutilized investment tax credits</u>	<u>Year of expiration</u>
Research and development expense	\$ 368,519	2010~2013

D. As of 31st December 2009, unutilized investment tax credits will expire in 2018.

E. The Company is eligible for a 5-year exemption for income tax under the Statute for Upgrading Industry. The details are as follows:

<u>Tax-exempt products</u>	<u>Tax-exempt period</u>
Motherboards and servers etc.	1st September 2004 – 31st August 2009
Motherboards and servers etc.	12th June 2009 – 11th June 2013

F. The consolidated subsidiary of the Company, Ningbo Giga-Byte Co., Ltd., is a foreign-invested enterprise established in PRC. Under the income tax law on foreign invested enterprises and foreign enterprises of PRC and related regulations, this subsidiary can be exempted from corporate income tax for the first and the second profit-making years and can claim 50% deduction from its corporate income tax from the third profit-making year to the fifth profit-making year.

G. As of 31st December 2009, the Company's income tax returns through 2006 have been approved by the Tax Authority.

H. As of 31st December 2008 and 2009, the details of unappropriated retained earnings were as follows:

	<u>31st December</u>		
	<u>2008</u>	<u>2009</u>	<u>2009</u>
	<u>NT\$</u>	<u>NT\$</u>	<u>US\$</u>
			(Unaudited- Note 2)
1) Earnings generated in 1997 and prior years	\$ 275,656	\$ 275,656	\$ 8,617
2) Earnings generated since 1998	<u>4,913,599</u>	<u>6,209,402</u>	<u>194,104</u>
	<u>\$ 5,189,255</u>	<u>\$ 6,485,058</u>	<u>\$ 202,721</u>

- I. As of 31st December 2008 and 2009, the imputation tax credit account balance and the actual and estimated creditable tax ratio of the total distributed retained earnings were as follows:

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Imputation tax credit account balance	<u>\$ 654,325</u>	<u>\$ 1,313,473</u>	<u>\$ 41,059</u>
Creditable tax ratio of the total distributed retained earnings	<u>26.26%</u> (actual)	<u>21.15%</u> (estimated)	<u>21.15%</u> (estimated)

14) Common stock

- A. As of 31st December 2009, the total outstanding Global Depositary Shares (GDS) were 19,193 units, representing 76,788 shares which were issued in Europe, Asia, etc. The main terms and conditions of the GDS are as follows:

1) Voting

Individual holders of GDS have no right to directly exercise voting rights or attend the Company's shareholders' meeting, except for the election of the directors and supervisors. If instructed by the GDS holders of at least 51% of the GDS outstanding at the relevant record date, the Depositary will be required to cause the underlying Shares (and Entitlement Certificates) to be voted for or against resolutions (other than election of Directors and/or Supervisors) at shareholders' meetings in accordance with the instructions of such GDS holders (or their nominees) subject to certain conditions.

2) Sale and withdrawal of GDS

Commencing three months after the initial issue of GDS, in accordance with the applicable R.O.C. law and the Deposit Agreement, a GDS holder may, provided that the Company has delivered to the custodian physical share certificates in respect of the Deposited Shares, withdraw and hold the shares represented by its GDS, or request the Depositary to sell or cause to be sold on behalf of such holder the shares represented by such GDS.

3) Dividends

GDS holders are entitled to receive dividends to the same extent as the holders of common stock subject to the terms of the Deposit Agreement and the applicable laws of the R.O.C.

- B. As of 31st December 2008 and 2009, the Company's authorized common stock totaled 950,000,000 shares, including 250,000,000 shares reserved for the issuance of stock warrants, convertible preferred stock or convertible bonds with stock warrants, and issued and outstanding common stock totaled 633,091,886 and 633,150,386 shares, respectively, with par value of \$10 (in dollars) per share.
- C. Please refer to Note 4(18) for the status of the exercise of employee stock options for 2009. Share capital changes due to the exercise of employee stock options were registered quarterly pursuant to the relevant regulations.

15) Capital reserve

In accordance with the R.O.C. Company Law and related law, capital reserve arising from paid-in capital in excess of par value, including premium on convertible bonds converted to common stock, and donated capital can be used to increase capital provided that the capitalized amount does not exceed 10% of outstanding capital each year. Further, capital reserve can be used to offset against accumulated deficit only when legal reserve and special reserve are not sufficient.

16) Retained earnings

- A. Under the Company's Articles of Incorporation, after paying all taxes and dues and offsetting prior years' losses, 10% of the Company's current year's net income shall be set aside as legal reserve and an amount equal to the net reduction of shareholders' equity as of the end of the current year shall be set aside as special reserve; 5%~80% of the total of the remaining current year's net income and the accumulated unappropriated earnings from prior years shall be distributed in the following order and such ratios as proposed in the Board of Directors' meeting and approved in the Company's stockholders' meeting:
 - (1) 6% to 10% as bonuses to employees;
 - (2) Not more than 3% as remuneration to directors and supervisors; and
 - (3) Not less than 87% as dividends to stockholders, of which, not less than 5% shall be distributed in the form of cash. If the cash dividend is less than ten cents (NT\$0.1) per share, such dividend shall be distributed in the form of shares.
- B. The legal reserve should be used exclusively to cover losses or, if the balance of the reserve exceeds 50% of paid-in capital, to increase capital, not exceeding 50% of the reserve balance.
- C. The appropriation of 2008 earnings had been proposed by the Board of Directors on 16th June 2009 and the appropriation of 2007 earnings had been resolved at the stockholders' meeting on 13th June 2008. Details are summarized below:

	2007		2008			
	NT		NT		US\$	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	\$ 132,540	\$ -	\$ 114,023	\$ -	\$ 3,564	\$ -
Employees' cash bonus	74,110	-	-	-	-	-
Directors' and supervisors' remuneration	22,233	-	-	-	-	-
Cash dividends	<u>644,755</u>	<u>1.0</u>	<u>629,134</u>	<u>1.0</u>	<u>19,667</u>	<u>0.03</u>
Total	<u>\$ 873,638</u>	<u>\$ 1.0</u>	<u>\$ 743,157</u>	<u>\$ 1.0</u>	<u>\$ 23,231</u>	<u>\$ 0.03</u>

The appropriation of 2008 earnings stated above is the same as that proposed by the Board of Directors on 15th April 2009. Directors' and supervisors' remuneration amounting to \$21,694 and employees' bonus amounting to \$72,314, which had been deducted from the consolidated statement of income in 2008, as resolved by the stockholders were in agreement with those amounts recognized in the 2008 financial statements

- D. As of 12th April 2010, the appropriation of 2009 earnings had not been resolved by the Board of Directors. Information on the appropriation of the Company's earnings as resolved by the Board of Directors and approved by the stockholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.
- E. The estimated amounts of employees' bonus and directors' and supervisors' remuneration of 2009 are \$181,940 (US\$5,687) and \$54,582 (US\$1,706), respectively, and are recognized as operating costs or operating expenses for 2009. Information of employees' bonus and director's and supervisors' remuneration as resolved by the Board of Directors and approved by the stockholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

17) Treasury stock

- A. Changes in the treasury stock for the years ended 31st December 2008 and 2009 are set forth below:

Reason for reacquisition	For the year ended 31st December 2008			
	Beginning shares	Additions	Disposal	Ending shares
To protect the Company's credit standing and shareholders' equity	<u>12,500,000</u>	<u>35,470,000</u>	<u>(47,970,000)</u>	<u>-</u>

For the year ended 31st December 2009

Reason for reacquisition	Beginning shares	Additions	Disposal	Ending shares
To protect the Company's credit standing and shareholders' equity	-	3,958,000	(3,958,000)	-

B. Pursuant to the R.O.C. Securities and Exchange Law, the number of shares bought back as treasury stock should not exceed 100% of the number of the Company's issued and outstanding shares and the amount bought back should not exceed the sum of retained earnings, paid-in capital in excess of par value and realized reserve. As of 31st December 2009, the shares bought back as treasury stock had been cancelled.

C. The Company retired treasury stocks and made capital reduction in 2009. The amount of capital reduction had been registered. Upon retirement of treasury stocks, capital reserve arising from paid-in capital in excess of par- common stock amounting to \$16,373 (US\$512) was also written off.

D. Pursuant to the R.O.C. Securities and Exchange Law, treasury stock should not be pledged as collateral and is not entitled to dividends before it is reissued to the employees.

E. Pursuant to the R.O.C. Securities and Exchange Law, treasury shares acquired to enhance the Company's credit rating and shareholders' equity should be retired within six months of acquisition.

18) Share-based payment-employee compensation plan

A. The exercise price under the stock-based employee compensation plan granted in December 2007 is based on the closing price of the Company's common stock at the grant date and is subject to adjustments due to changes in the number of common shares and issuance of cash dividends. The vesting period of the Company's employee stock option plan is ten years. The employees may exercise the stock options in installments within a period of two years after the stock options are granted.

B. Details of the employee stock options are set forth below:

	For the year ended 31st December 2008		For the year ended 31st December 2009		
	No. of shares (in thousands)	Weighted-average exercise price (in dollars)	No. of shares (in thousands)	Weighted-average exercise price (in dollars)	
		NT\$		NT\$	US\$
Options outstanding at beginning of year	39,420	\$ 19	38,520	\$ 18.15	\$ 0.57
Options granted	-	-	-	-	-
Options exercised	-	-	(4,016)	17.39	0.54
Options revoked	(900)	18.15	(875)	17.39	0.54
Options outstanding at end of year	<u>38,520</u>	18.15	<u>33,629</u>	17.39	0.54
Options exercisable at end of year	-		<u>14,819</u>		
Options authorized but not granted at end of year	-		-		

(Unaudited-
Note 2)

C. Details of the employee stock options outstanding as of 31st December 2008 are set forth below:

Range of exercise price (In dollars)	Stock options outstanding at 31st December 2009			Stock options exercisable at 31st December 2009	
	Number of shares (In thousands)	Remaining weighted-average life of options	Weighted-average exercise price (In dollars)	Number of shares (In thousands)	Weighted-average exercise price (In dollars)
\$ 17.39	33,629	7.97 years	\$ 17.39	14,819	\$ 17.39

D. The following sets forth the pro forma net income and earnings per share based on the assumption that the compensation cost is accounted for using the fair value method for the stock options granted (amended) on or after 1st January 2004:

		For the year ended 31st December 2008		For the year ended 31st December 2009	
		NT\$		NT\$	US\$
Net income	Net income stated in the statement of income	\$ 1,140,231		\$ 2,038,960	\$ 63,737
	Pro forma net income	\$ 1,020,049		\$ 1,918,528	\$ 59,973
Basic earnings per share (EPS) (in dollars)	EPS stated in the statement in income	1.76		3.24	0.10
	Pro forma EPS	1.58		3.05	0.10
Diluted EPS (in dollars)	EPS stated in the statement in income	1.28		3.17	0.10
	Pro forma EPS	1.13		2.98	0.09

For the stock options granted (amended) on or after 1st January 2009 with the compensation cost accounted for using the fair value method, their fair value on the grant date is estimated using the Black-Scholes option-pricing model. The weighted-average parameters used in the estimation of the fair value were as follows:

	31st December 2008	31st December 2009
Dividend yield rate	0%	0%
Expected price volatility	39.16%	39.16%
Risk-free interest rate	2.58%	2.58%
Expected vesting period	6.35 years	6.35 years
Weighted-average fair value per share (in dollars)	\$ 8.1648	\$ 8.1648
		(US\$ 0.2552)

19) Earnings per share

	For the year ended 31st December 2008 (NT\$)				
	Amount		Weighted-average outstanding common shares	Earnings per share	
	Before tax	After tax		Before tax	After tax
Basic earnings per share					
Net income	\$1,709,058	\$1,140,231	646,402,512	<u>\$ 2.64</u>	<u>\$ 1.76</u>
Effect of potential dilutive common shares:					
Convertible bonds	(160,165)	(160,165)	107,268,430		
Employee stock options	-	-	3,352,093		
Employees' bonuses	-	-	6,758,318		
Diluted earnings per share	<u>\$1,548,893</u>	<u>\$ 980,066</u>	<u>763,781,353</u>	<u>\$ 2.03</u>	<u>\$ 1.28</u>

	For the year ended 31st December 2009 (NT\$)				
	Amount		Weighted-average outstanding common shares	Earnings per share	
	Before tax	After tax		Before tax	After tax
Basic earnings per share					
Net income	\$2,415,913	\$2,038,960	629,867,368	<u>\$ 3.84</u>	<u>\$ 3.24</u>
	(US\$ 75,520)	(US\$ 63,737)		(US\$0.12)	(US\$0.10)
Effect of potential dilutive common shares:					
Convertible bonds	-	-	7,952,537		
Employee stock options	-	-	6,306,412		
Diluted earnings per share	<u>\$2,415,913</u>	<u>\$2,038,960</u>	<u>763,781,353</u>	<u>\$ 3.75</u>	<u>\$ 3.17</u>
	(US\$ 75,520)	(US\$ 63,737)		(US\$0.12)	(US\$0.10)

Effective 1st January 2008, as employees' bonus could be distributed in the form of stock, the diluted EPS computation shall include those estimated shares that would be increased from employees' stock bonus issuance in the weighted-average number of common shares outstanding during the reporting year, which take into account the dilutive effects of stock bonus on potential common shares; whereas, basic EPS shall be calculated based on the weighted-average number of common shares outstanding during the reporting year that include the shares of employees' stock bonus for the appropriation of prior year earnings, which have already been resolved at the stockholders' meeting held in the reporting year. Since capitalization of employees' bonus no longer belongs to distribution of stock dividends (or retained earnings and capital reserve capitalized), the calculation of basic EPS and diluted EPS for all periods presented shall not be adjusted retroactively. However, the accounting treatment for the appropriation of employees' bonus for 2007 earnings resolved at the stockholders' meeting held in 2008 is still in accordance with the regulations on capitalization of employees' bonus under paragraphs 19 and 39 of R.O.C. SFAS No. 24, "Earnings per Share".

20) Personnel, depreciation and amortization expenses

Personnel, depreciation and amortization expenses which were classified according to their functions are as follows:

Item	For the year ended 31st December 2008 (NT\$)		
	Allocated to operating cost	Allocated to operating expense	Total
Personnel expenses			
Salaries and wages	\$ 1,116,205	\$ 2,346,241	\$ 3,462,446
Insurance expense	51,383	81,950	133,333
Pension expense	48,557	79,378	127,935
Others	89,818	94,687	184,505
	<u>\$ 1,305,963</u>	<u>\$ 2,602,256</u>	<u>\$ 3,908,219</u>
Depreciation	<u>\$ 429,909</u>	<u>\$ 168,433</u>	<u>\$ 598,342</u>
Amortization	<u>\$ 6,912</u>	<u>\$ 172,640</u>	<u>\$ 179,552</u>

Item	For the year ended 31st December 2009					
	Allocated to operating cost		Allocated to operating expense		Total	
	NT\$	US\$	NT\$	US\$	NT\$	US\$
		(Unaudited- Note 2)		(Unaudited- Note 2)		(Unaudited- Note 2)
Personnel expenses						
Salaries and wages	\$ 1,126,758	\$ 35,222	\$ 2,819,625	\$ 88,141	\$ 3,946,383	\$ 123,363
Insurance expense	72,422	2,264	105,713	3,305	178,135	5,569
Pension expense	49,686	1,554	67,666	2,115	117,352	3,669
Others	66,336	2,073	64,705	2,023	131,041	4,095
	<u>\$ 1,315,202</u>	<u>\$ 41,113</u>	<u>\$ 3,057,709</u>	<u>\$ 95,583</u>	<u>\$ 4,372,911</u>	<u>\$ 136,697</u>
Depreciation	<u>\$ 387,376</u>	<u>\$ 12,109</u>	<u>\$ 177,954</u>	<u>\$ 5,563</u>	<u>\$ 565,330</u>	<u>\$ 17,672</u>
Amortization	<u>\$ 8,409</u>	<u>\$ 263</u>	<u>\$ 139,169</u>	<u>\$ 4,350</u>	<u>\$ 147,578</u>	<u>\$ 4,613</u>

5. RELATED PARTY TRANSACTIONS

A. Names and relationships of related parties

<u>Names of the related parties</u>	<u>Relationship with the Company</u>
ELSA Technology Inc. (ELSA)	Other related parties with which the Company has material transactions
Leby Technology Co., Ltd. (Leby-BVI)	An investee company of Freedom International Group Ltd, accounted for under the equity method. (Under liquidation)
Leby Technology (H.K.) Limited (Leby-HK)	A wholly-owned subsidiary of Leby Technology Co., Ltd. (Under liquidation)
Giga-Trend International Venture Investment Corp. (Giga-Trend International Venture Investment)	Its general manager is also the president of Giga-Trend International Management Group Ltd.

<u>Names of the related parties</u>	<u>Relationship with the Company</u>
Info-Tek Corporation (Info-Tek)	Investee company of Chi-Ga Investments Corp. (the Company's wholly-owned subsidiary), accounted for under the equity method. (Shares of the investee were disposed in July 2009)
Giga Win International Venture Investment Corp.	An investee accounted for under the equity method
Salaries/rewards information of key management, such as directors, supervisors, general manager, vice general manager, etc.	Key management of the Company

B. Significant related party transactions and balances

1) Purchases

	<u>For the years ended 31st December</u>		
	<u>2008</u>	<u>2009</u>	<u>2008</u>
	<u>NT\$</u>	<u>NT\$</u>	<u>US\$</u>
			(Unaudited- Note 2)
Info-Tek	<u>\$ 116,881</u>	<u>\$ -</u>	<u>\$ -</u>

The sales price to related parties were the same as those to third parties. Credit terms to related parties were 30 days after receipt of goods. Credit terms to third parties is 30 days after receipt of goods or 60~90 days after monthly billing.

2) Other income

	<u>For the years ended 31st December</u>		
	<u>2008</u>	<u>2009</u>	<u>2009</u>
	<u>NT\$</u>	<u>NT\$</u>	<u>US\$</u>
			(Unaudited- Note 2)
Giga-Trend International Venture Investment	<u>\$ 29,579</u>	<u>\$ 12,204</u>	<u>\$ 381</u>

3) Amounts due to (from) related parties

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
<u>Accounts receivable</u>			
Giga Trend International			
Venture Investment	\$ 14,080	\$ -	\$ -
Others	1,152	1,152	36
	<u>\$ 15,232</u>	<u>\$ 1,152</u>	<u>\$ 36</u>
<u>Other receivables</u>			
Giga Trend International			
Venture Investment	\$ 24,095	\$ 24,188	\$ 756
ELSA	8,804	8,190	256
Others	2,105	2,105	66
	<u>\$ 35,004</u>	<u>\$ 34,483</u>	<u>\$ 1,078</u>

The Company's accounts receivable from ELSA amounting to \$8,190(US\$256) was over 365 days as of 31st December 2009. In accordance with EITF93-167 of the R.O.C. Accounting Research and Development Foundation, dated 9th July 2004, the overdue accounts receivable from related parties were reclassified to "other receivables". The following sets forth the aging analysis of the overdue accounts receivable from related parties:

	December 31, 2008		
	180~365 days	365 days and above	Total
ELSA	\$ 8,190	\$ -	\$ 8,190 (US\$ 256)
	<u>\$ 8,190</u>	<u>\$ -</u>	<u>\$ 8,190</u>
			(US\$ 256)
	December 31, 2009		
	180~365 days	365 days and above	Total
ELSA	\$ -	\$ 8,190	\$ 8,190 (US\$ 256)
	<u>\$ -</u>	<u>\$ 8,190</u>	<u>\$ 8,190</u>
			(US\$ 256)

	31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
<u>Accounts payable</u>			
Leby-HK	\$ 19,500	\$ 19,500	\$ 610
<u>Other current liabilities</u>			
Leby-BVI	\$ 496,740	\$ 484,473	\$ 15,145

The abovementioned liabilities belong to Freedom, the Company's wholly-owned subsidiary, which bought the ownership of Best Quick Profits Limited from Leby-BVI for HKD 118,127 thousand in August 2003. As of 31st December 2009, the balance has not been paid yet.

4) Guarantees provided

Endorsements and guarantees provided for the related parties as of 31st December are as follows:

<u>Names of the guaranteed parties</u>	<u>31st December 2009</u>	
Gigabyte Communication	NTD 300,000	<u>and US\$ 4,000</u>
G-Style	NTD 500,000	<u>and US\$ 2,000</u>
Charleston and Giga Future	US\$ 4,000	<u>US\$ 4,000</u>
G.B.T.-UK	GBP 50	<u>GBP 50</u>

5) Salaries/rewards information of key management, such as directors, supervisors, general manager, vice general manager, etc.

	For the years ended December 31		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
Salaries	\$ 27,739	\$ 28,069	\$ 877
Bonuses	113,921	142,028	4,440
Service execution fees	46	44	1
Earnings distribution	<u>72,313</u>	<u>179,982</u>	<u>5,626</u>
Total	<u>\$ 214,019</u>	<u>\$ 350,123</u>	<u>\$ 10,945</u>

a. Salaries include regular wages, special responsibility allowances, pensions, severance pay, etc.

b. Bonuses include various bonuses and rewards.

- c. Service execution fees include travel allowances, special expenditures, various allowances, housing & vehicle benefits, etc.
- d. Earnings distribution means directors' and supervisors' remuneration and employees' bonus accrued in current year.
- e. The relevant information above was disclosed in the Company's annual report.

6. PLEDGED ASSETS

Item	31st December			Purpose
	2008 NT\$	2009 NT\$	2009 US\$	
Pledged deposits	\$ 5,082	\$ 4,434	\$ 139	Guarantee for the customs duties, guarantee for value added tax payments on behalf of others and guarantee for leasing

7. COMMITMENTS AND CONTINGENT LIABILITIES: See Note 5(2)4.

8. SIGNIFICANT CASUALTY LOSS: None.

9. SIGNIFICANT SUBSEQUENT EVENT: None.

10. Others

A. Financial statement presentation

Certain accounts in the consolidated financial statements of 2007 have been reclassified to conform to the 2008 consolidated financial statement presentation.

B. The fair values of the consolidated financial instruments

	31st December 2008			31st December 2009					
	NT\$			NT\$			US\$ (Unaudited-Note 2)		
	Book value	Fair value		Book value	Fair value		Book value	Fair value	
		Quotations in an active market	Estimated using a valuation technique		Quotations in an active market	Estimated using a valuation technique		Quotations in an active market	Estimated using a valuation technique
<u>Non-derivative financial instruments</u>									
Assets:									
Financial assets with fair values equal to book values	\$ 8,763,182	\$ -	\$ 8,763,182	\$ 10,037,831	\$ -	\$ 10,037,831	\$ 313,780	\$ -	\$ 313,780
Financial assets at fair value through profit or loss	3,036,625	3,036,625	-	5,531,437	5,531,437	-	172,911	172,911	-
Available-for-sale financial assets	16,148	16,148	-	373,797	373,797	-	11,685	11,685	-
Financial assets carried at cost	533,108	-	-	552,634	-	-	17,275	-	-
Investments in bonds without active markets	449,290	-	443,080	197,291	-	196,531	6,167	-	6,144
Liabilities:									
Financial liabilities with fair values equal to book values	6,225,909	-	6,225,909	10,560,300	-	10,560,300	330,113	-	330,113
<u>Derivative financial instruments</u>									
Financial liabilities at fair value through profit or loss-current	-	-	-	4,434	-	4,434	139	-	139

The methods and assumptions used to estimate the fair values of above financial instruments are as follows:

- 1) For short-term financial instruments, the fair values were determined based on their carrying values because of the short maturities of the instruments. This method was applied to cash and cash equivalents, notes receivable, accounts receivable, other receivables, deposit out, short – term loans, notes payable, accounts payable and other payable, etc.
 - 2) If available-for-sale financial assets have quotations in active markets, its fair value is based on market price.
 - 3) The fair values of investments in bonds without active trading markets and structured deposits were established by using a valuation technique. Valuation techniques include using recent arm’s length market transactions between knowledgeable, willing parties, if available, reference to the current fair value of another instrument that is substantially the same, discounted cash flow analysis and option pricing models.
 - 4) The fair values of derivative financial instruments which include unrealized gains or losses on unsettled contracts were determined based on the amounts to be received or paid assuming that the contracts were settled as of the balance sheet date.
- C. As of 31st December 2008 and 2009, the Group’s financial assets with fair value risk due to interest change amounted to \$449,290 and \$197,291 (US\$6,167), respectively; and financial liabilities with fair value risk due to interest change amounted to \$0 and \$110,000 (US\$3,439), respectively.

D. Strategy of financial risk control and hedge

- 1) The strategy of the Group for financial risk control and hedge is to minimize the losses that would be caused by the fluctuation of exchange rate on foreign currency denominated assets or liabilities. The Group executes its strategy by entering into derivative financial instruments transactions that are inversely correlated to the fair value movements of those items being hedged. The Group only enters into derivative financial instruments contracts for hedge purpose and for those which are embedded in principal guaranteed host contracts.
- 2) For the purpose of risk control, the Group executes hedging activities as follows:
 - a. Keep the position of foreign currency assets and liabilities balanced to achieve natural hedge.
 - b. Only enter into the financial instruments with the foreign currency used in operations.
 - c. Only enter into financial instruments transactions to the extent that the maximum loss would not exceed the threshold set forth by the Group.
- 3) For the risk control administration, the derivative financial instrument transactions were confirmed by the Financial Department Senior Manager and authorized by the Chief

Operation Officer. The financial department periodically evaluates the fair value of the derivative financial instruments and reports to the Chief Operations Officer. When the financial department detects unusual situations, it will be reported at the Board of Directors' meeting and action will be taken to resolve it accordingly. In addition, the Group evaluates the performance of hedging activities and improves its hedging strategy accordingly.

E. Information of financial risks

1) Market risk

- a. The financial assets at fair value through profit or loss of the Group are all bond funds and are affected by market price.
- b. The Group invests in fixed interest rate bonds. The fair value of the bonds would be changed due to changes in market interest rate. The structured notes of the Group were range accrual notes. The structured notes were denominated in US dollars and the fair value was affected by the market interest rate.
- c. Most of the Group's sales and purchases were denominated in US dollars and the fair value of receivables and payables would fluctuate with the market exchange rate. The Group's strategy is to keep the position of foreign currency assets and liabilities balanced; accordingly, the effect from exchange rate fluctuation on the foreign currency assets will be offset by the effect on the foreign currency liabilities and therefore the market risk is low.

2) Credit risk

- a. The bond fund held by the Group was issued by well-known foreign banks and securities investment trust companies owned by or affiliated with domestic financial holding companies with good credit standing. Since the Group trades with several securities investment trust companies, there is low credit risk.
- b. The structured notes investment of the Group was issued by well-known banks or asset management companies, and, accordingly, the credit risk of the counterparties is minimal.
- c. As the corporate bonds the Group invests in were issued by the well-known bank or asset management company, the probability that the credit risk would arise is remote. The maximum loss to the Group is the total amount of all book value of the corporate bonds.
- d. Derivative counterparties are limited to high-credit-quality financial institutions, thus the probability of default by counterparties is expected to be remote. The maximum loss to the Group is the total amount of all book value of the derivatives.
- e. The debtors of the Group's accounts or notes receivable have good credit standing. Except for major international companies, the Group had credit insurance coverage over the majority of the other customers. Accordingly, credit risk is low.

f. The Group provides guarantee for bank financing to the subsidiaries in accordance with the “Procedures Governing Endorsements and Guarantees”. Since the Group can control its subsidiaries’ credit, it does not require collaterals. In the event that these related parties fail to comply with loan agreements with banks, the maximum loss to the Group is the total amount of loan guarantees.

3) Liquidity risk

a. The Group is exposed to a higher liquidity risk since the investment securities carried at cost were those without active market.

b. Early withdrawal is not allowed for the above investments unless called by the issuer. However, the anticipated liquidity risk is low since most of the investments are relatively liquid in the secondary market.

4) Cash flow risk

a. Bond funds of the Group were for trading purpose, and accordingly, the Group’s future cash flows could fluctuate with the market interest rate change.

b. The structured notes of the Group were range accrual notes, the effective interest rate of these notes was affected by the market interest rate; accordingly, the Group’s future cash flows would fluctuate with the market interest rate change.

F. In accordance with "Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises" Article No.14, the required information is as follows:

1) Transaction that have been eliminated between the controlling Company and subordinate companies or between subordinate companies: Note 11(4).

2) Lending to others: Note 11.

3) Endorsements and guarantees for others: Notes 11 (1) and 11(2).

4) Information regarding trading in derivative financial instruments: Notes 4(12), 10(2) and 10(3).

5) Commitments and contingent liabilities: Note 11.

6) Significant subsequent events: Notes 4(17) and 9.

7) Marketable securities held at 31st December 2009: Notes 4(5), 4(7) and 11.

8) Other significant matters or statements about the ways to make fair presentation of affiliated enterprises consolidated financial statements.

11. DISCLOSURE OF OTHER INFORMATION

A. Related information of significant transactions

1) Loans granted during the year ended 31st December 2009

(NT\$)

Creditor	Borrower	General ledger account	Maximum outstanding	Balance at	Interest rate	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note B)	Ceiling on total loans granted (Note B)
			balance during the year ended 31st December 2009	31st December 2009						Item	Value		
Giga-Byte Technology Co., Ltd.	ELSA Technology Inc.	Other receivable	\$ 8,190	\$ 8,190	-	(Note A)	\$ 23,072	-	\$ -	-	\$ -	\$ 23,072	\$ 6,141,428

(US\$)
(Unaudited - Note 2)

Creditor	Borrower	General ledger account	Maximum outstanding	Balance at	Interest rate	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note B)	Ceiling on total loans granted (Note B)
			balance during the year ended 31st December 2009	31st December 2009						Item	Value		
Giga-Byte Technology Co., Ltd.	ELSA Technology Inc.	Other receivable	\$ 256	\$ 256	-	(Note A)	\$ 721	-	\$ -	-	\$ -	\$ 721	\$ 191,980

Note A: In accordance with JIN-GUAN-ZHENG (6) No. 0960011409, the overdue receivables should be regarded as loans to the related parties and reclassified to other receivables, if the credit terms of the related parties are obviously longer than the normal credit terms of the third parties.

Note B: The ceiling of total loans granted is 30% of the Company's net value. For the major customer, the ceiling for the single party is based on the amount of transaction between the Company and the single party.

2) Endorsements and guarantees for others:
(For the year ended 31st December 2009)

(NT\$)

Name of the company	Name of parties being guaranteed	Relationship with the Company	Ceiling of guarantee for single party (Note)	Maximum outstanding guarantee amount during the year ended 31st December 2009	Outstanding guarantee amount at 31st December 2009	Amount of guarantee with collateral placed	Ratio of accumulated guarantee amount to net asset value of the Company (%)	Ceiling of the outstanding guarantees for the respective party (Note)
Giga-Byte Technology Co., Ltd.	Charleston Investments Limited and Giga Future Limited	An indirectly major-owned subsidiary	\$ 4,094,285	US\$ 4,000	US\$ 4,000	None	0.63%	
	G.B.T. Technology Co., Ltd.	A wholly-owned subsidiary	"	GBP 50	GBP 50	"	0.01%	
	G-Style Co., Ltd.	"	"	\$ 500,000	\$ 500,000	"	2.75%	
					US\$ 2,000	US\$ 2,000		
	Giga-Byte Communications Inc.	"	\$ 438,376	\$ 300,000	\$ 300,000	"	2.10%	
				US\$ 4,000	US\$ 4,000			
							5.49%	NT\$ 6,141,428

(US\$)
(Unaudited-Note 2)

Name of the company	Name of parties being guaranteed	Relationship with the Company	Ceiling of guarantee for single party (Note)	Maximum outstanding guarantee amount during the year ended 31st December 2009	Outstanding guarantee amount at 31st December 2009	Amount of guarantee with collateral placed	Ratio of accumulated guarantee amount to net asset value of the Company (%)	Ceiling of the outstanding guarantees for the respective party (Note)
Giga-Byte Technology Co., Ltd.	Charleston Investments Limited and Giga Future Limited	An indirectly major-owned subsidiary	\$ 127,986	\$ 4,000	\$ 4,000	None	0.63%	
	G.B.T. Technology Co., Ltd.	A wholly-owned subsidiary	"	GBP 400	GBP 50	"	0.01%	
	G-Style Co., Ltd.	"	"	\$ 15,630	\$ 15,630	"	2.75%	
					\$ 2,000	\$ 2,000		
	Giga-Byte Communications Inc.	"	\$ 13,704	\$ 9,378	\$ 9,378	"	2.10%	
				\$ 4,000	\$ 4,000			
							5.49%	\$ 191,980

Note: The Company's new ceiling of total outstanding guarantees is 30% of the Company's net value. The ceiling for single party (except the Company's 100% owned subsidiary) is 20% of net value, and should not exceed 50% of the Company's capital.

3) Marketable securities held at 31st December 2009:

				31st December 2009				
(NT\$)								
Name of the company	Name of marketable securities	Relationship of the issuers with the Company	General ledger account	Number of shares	Book value	Percentage	Market value	
Giga-Byte Technology Co., Ltd.	Capital Income Fund	None	Financial assets at fair value through profit or loss-current	18,816,140	\$ 290,000	-	\$ 290,030	
	ING Taiwan Bond Fund	//	//	19,173,549	299,000	-	299,059	
	ING Taiwan Select Bond Fund	//	//	25,503,526	299,000	-	299,144	
	Prudential Financial Bond Fund	//	//	19,535,401	295,000	-	295,682	
	FSTIC Bond Fund	//	//	1,758,084	299,000	-	299,643	
	Shinkong Chi-Shin Fund	//	//	19,942,371	295,000	-	295,390	
	Jih Sun Bond Fund	//	//	21,603,165	302,090	-	304,970	
	Polaris De-Bao Fund	//	//	25,753,956	295,000	-	295,635	
	Polaris De-Li Fund	//	//	19,133,469	298,000	-	298,388	
	JF (Taiwan) First Bond Fund	//	//	17,903,232	260,000	-	260,275	
	JF (Taiwan) Bond Fund	//	//	18,709,807	295,000	-	295,346	
	UPAMC James Bond Fund	//	//	19,072,274	300,000	-	304,897	
	TIIM Bond Fund	//	//	6,941,841	100,000	-	100,178	
	TLG Soloman Bond Fund	//	//	24,811,429	299,000	-	299,419	
	Mega Diamond Bond Fund	//	//	24,776,104	295,000	-	295,606	
	Manulife Bond Fund	//	//	22,523,555	297,500	-	297,922	
	Taishin Lucky Fund	//	//	27,803,075	295,000	-	295,527	
	Smithbarney Money Fund	//	//	197,173	6,547	-	6,316	
	Templeton BRIC Fund CLB	//	//	29,976	16,100	-	16,322	
	SAS Commodity A Accumulation Fund	//	//	3,968	16,100	-	15,872	
						4,852,337		<u>\$ 4,865,621</u>
				Gain on valuation of financial assets		13,284		
				Gain on valuation of derivative financial instruments		4,434		
					<u>\$ 4,870,055</u>			
Freedom International Group Ltd.	A wholly-owned subsidiary		Long-term equity investments accounted for under the equity method	128,357,227	\$ 4,511,215	100%	\$ 4,511,215	
Chi-Ga Investments Corp.	//		//	177,500,000	1,972,984	100%	1,973,025	
Giga-Byte Communications Inc. etc.	Wholly-owned subsidiaries and an investee company accounted for under the equity method		//	-	336,349	48.63%~100%	372,710	
					6,820,548			
	Reclassified to a contra account of accounts receivable-related parties				80,012			
	Reclassified to other liabilities-other				1,334			
					<u>\$ 6,901,894</u>			
Giga-Byte Technology	Mustardgiga Corp.	None	Financial assets carried at cost- non-current	4,500	\$ 1,222	15.00%	-	
	American Intl Group Inc.	//	Available for sale-non-current	39,500	\$ 4,314	-	19,573	
	Merrill Lynch Cap. Tr.	//	//	41,650	14,804	-	29,042	
						19,118		<u>\$ 48,615</u>
				Gain on valuation of financial assets		29,497		
						<u>\$ 48,615</u>		
		Credit-linked investments of Bank SinoPac issued by Chnustrust Commercial Bank	//	Investment in bonds without active market -current	-	\$ 100,000	-	\$ 100,091
	Citigroup Global MKTs Inc. Corp / Muni Bonds	//	//	-	97,291	-	96,440	
					<u>\$ 197,291</u>		<u>\$ 196,531</u>	

3) Marketable securities held at 31st December 2009:

		(US\$)		31st December 2009			
		(Unaudited-Note 2)					
Name of the company	Name of marketable securities	Relationship of the issuers with the Company	General ledger account	Number of shares	Book value	Percentage	Market value
Giga-Byte Technology Co., Ltd.	Capital Income Fund	None	Financial assets at fair value through profit or loss-current	18,816,140	\$ 9,065	-	\$ 9,066
	ING Taiwan Bond Fund	"	"	19,173,549	9,347	-	9,349
	ING Taiwan Select Bond Fund	"	"	25,503,526	9,347	-	9,351
	Prudential Financial Bond Fund	"	"	19,535,401	9,222	-	9,243
	FSTIC Bond Fund	"	"	1,758,084	9,347	-	9,367
	Shinkong Chi-Shin Fund	"	"	19,942,371	9,222	-	9,234
	Jih Sun Bond Fund	"	"	21,603,165	9,443	-	9,533
	Polaris De-Bao Fund	"	"	25,753,956	9,222	-	9,241
	Polaris De-Li Fund	"	"	19,133,469	9,315	-	9,328
	JF (Taiwan) First Bond Fund	"	"	17,903,232	8,128	-	8,136
	JF (Taiwan) Bond Fund	"	"	18,709,807	9,222	-	9,232
	UPAMC James Bond Fund	"	"	19,072,274	9,378	-	9,531
	TIIM Bond Fund	"	"	6,941,841	3,126	-	3,132
	TLG Soloman Bond Fund	"	"	24,811,429	9,347	-	9,360
	Mega Diamond Bond Fund	"	"	24,776,104	9,222	-	9,241
	Manulife Bond Fund	"	"	22,523,555	9,300	-	9,313
	Taishan Lucky Fund	"	"	27,803,075	9,222	-	9,238
	Smithbarney Money Fund	"	"	197,173	205	-	197
	Templeton BRIC Fund CLB	"	"	29,976	503	-	510
	SAS Commodity A Accumulation Fund	"	"	3,968	503	-	496
					151,683		\$ 152,098
			Gain on valuation of financial assets		415		
			Gain on valuation of derivative financial instruments		139		
					\$ 152,237		
	Freedom International Group Ltd.	A wholly-owned subsidiary	Long-term equity investments accounted for under the equity method	128,357,227	\$ 141,020	100%	\$ 141,020
	Chi-Ga Investments Corp.	"	"	177,500,000	61,675	100%	61,676
	Giga-Byte Communications Inc. etc.	Wholly-owned subsidiaries and an investee company accounted for under the equity method	"	-	10,514	48.63%~100%	11,651
					213,209		
	Reclassified to a contra account of accounts receivable-related parties				2,501		
	Reclassified to other liabilities-other				42		
					\$ 215,752		
Giga-Byte Technology	Mustardgiga Corp.	None	Financial assets carried at cost- non-current	4,500	\$ 38	15.00%	-
	American Intl Group Inc.	"	Available for sale-non-current	39,500	\$ 135	-	612
	Merrill Lynch Cap. Tr.	"	"	41,650	463	-	908
					598		\$ 1,520
			Gain on valuation of financial assets		922		
					\$ 1,520		
	Credit-linked investments of Bank SinoPac issued by Chnustrust Commercial Bank	"	Investment in bonds without active market -current	-	\$ 3,126	-	\$ 3,129
	Citigroup Global MKTs Inc. Corp / Muni Bonds	"	"	-	3,041	-	3,015
					\$ 6,167		\$ 6,144

4) Accumulated additions or disposals of marketable securities exceeding NT\$100,000 or 20% of contributed capital:
(For the year ended 31st December 2009)

					(NT\$)									
					Beginning balance		Additions		Disposals				Ending balance	
Name of the company	Name of marketable securities	General ledger account	Counterparties	Relationship	Number of shares	Amount	Number of shares	Amount	Number of shares	Proceeds from disposal	Book value	Gain (loss) on disposal	Number of shares	Amount
Giga-Byte Technology Co., Ltd.	ING Taiwan Income Fund	Financial assets at fair value through profit or loss-current	NA	None	17,288,863	\$ 280,000	-	\$ -	17,288,863	\$ 282,994	\$ 280,000	\$ 2,994	-	\$ -
	ING Taiwan Select Bond Fund	"	"	"	-	-	62,894,904	737,000	37,391,378	438,494	438,000	494	25,503,526	299,000
	ING Taiwan Bond Fund	"	"	"	18,167,919	280,000	39,567,116	617,000	38,561,486	601,334	598,000	3,334	19,173,549	299,000
	Invesco ROC Bond Fund	"	"	"	-	-	19,256,906	295,000	19,256,906	295,199	295,000	199	-	-
	HSBC NTD Money Management Fund 2	"	"	"	-	-	20,533,623	298,000	20,533,623	298,095	298,000	95	-	-
	HSBC NTD Money Management Fund	"	"	"	19,802,383	301,930	-	-	19,802,383	303,897	301,930	1,967	-	-
	Prudential Financial Bond Fund	"	"	"	-	-	19,535,401	295,000	-	-	-	-	19,535,401	295,000
	Capital Income Fund	"	"	"	19,719,049	300,000	18,816,140	290,000	19,719,049	303,821	300,000	3,821	18,816,140	290,000
	ESITC Bond Fund	"	"	"	294,923	50,000	1,463,161	249,000	-	-	-	-	1,758,084	299,000
	Yuanta Wan Tai Bond Fund	"	"	"	21,011,888	300,000	-	-	21,011,888	303,884	300,000	3,884	-	-
	Shin Kong Chi-Shin Fund	"	"	"	-	-	19,942,371	295,000	-	-	-	-	19,942,371	295,000
	Polaris De-Li Fund	"	"	"	1,287,880	20,000	17,845,589	278,000	-	-	-	-	19,133,469	298,000
	Polaris De-Bao Fund	"	"	"	8,751,050	100,000	17,002,905	195,000	-	-	-	-	25,753,956	295,000
	Fubon Chi-Hsiang Fund	"	"	"	-	-	16,888,030	253,000	16,888,030	253,227	253,000	227	-	-
	JF (Taiwan) Bond Fund	"	"	"	-	-	18,709,807	295,000	-	-	-	-	18,709,807	295,000
	JF (Taiwan) First Bond Fund	"	"	"	-	-	17,903,232	260,000	-	-	-	-	17,903,232	260,000
	FCA Well Pool Fund	"	"	"	23,499,811	300,000	-	-	23,499,811	305,074	300,000	5,074	-	-
	Fuh-Hwa Bond Fund	"	"	"	7,466,428	101,546	13,778,999	190,000	21,245,427	293,331	291,546	1,785	-	-
	TIM Bond Fund	"	"	"	-	-	6,941,841	100,000	-	-	-	-	6,941,841	100,000
	TLG Solomon Bond Fund	"	"	"	-	-	24,811,429	299,000	-	-	-	-	24,811,429	299,000
	Mega Diamond Bond Fund	"	"	"	-	-	24,776,104	295,000	-	-	-	-	24,776,104	295,000
	Manulife Wan Li Bond Fund	"	"	"	-	-	22,523,555	297,500	-	-	-	-	22,523,555	297,500
	Tashin Lucky Fund	"	"	"	-	-	27,803,075	295,000	-	-	-	-	27,803,075	295,000
	Credit-linked investments of Bank SinoPac issued by Chinatrust commercial Bank	Investment in bonds without active market -current	NA	None	-	-	-	100,000	-	-	-	-	-	100,000
	Credit-linked investments of FPC issued by Chinatrust Commercial Bank	"	"	"	-	100,000	-	-	-	100,000	-	-	-	-
	Credit-linked investments of AUO issued by Citibank	"	"	"	-	200,000	-	-	-	200,000	-	-	-	-
	Credit-linked investments of Evergreen Marine Bank	Investment in bonds without active market -current	NA	None	-	-	-	120,000	-	120,000	-	-	-	-
	Giga-Byte Communications Inc.	Long-term equity investments accounted for under the equity method	Additional investment	The Company's subsidiary	107,130,395 (62,897)	28,000,000	292,507	53,565,197	-	276,299	-	81,565,198 (46,689)
	G-Style Ltd.	"	"	"	20,000,000	84,135	20,000,000	200,000	-	-	(Note) 77,854)	-	40,000,000	206,281
	Freedom International Group Ltd.	"	Capital Reduction	The Company's subsidiary	138,057,477	4,918,240	299,750	36,462	10,000,000	-	(Note) 443,487)	-	128,357,227	4,511,215
								(Note)			(Note)			

Note: The amount includes the investment loss accounted for under the equity method and cumulative translation adjustment.

4) Accumulated additions or disposals of marketable securities exceeding NT\$100,000 or 20% of contributed capital:
(For the year ended 31st December 2009)

					(US\$)									
					(Unaudited-Note 2)									
Name of the company	Name of marketable securities	General ledger account	Counterparties	Relationship	Beginning balance		Additions		Disposals			Ending balance		
					Number of shares	Amount	Number of shares	Amount	Number of shares	Proceeds from disposal	Book value	Gain (loss) on disposal	Number of shares	Amount
Giga-Byte Technology Co., Ltd.	ING Taiwan Income Fund	Financial assets at fair value through profit or loss-current	NA	None	17,288,863	\$ 8,753	-	\$ -	17,288,863	\$ 8,846	\$ 8,753	\$ 94	-	\$ -
	ING Taiwan Select Bond Fund	"	"	"	-	-	62,894,904	23,038	37,391,378	13,707	13,692	15	25,503,526	9,347
	ING Taiwan Bond Fund	"	"	"	18,167,919	8,753	39,567,116	19,287	38,561,486	18,798	18,693	104	19,173,549	9,347
	Invesco ROC Bond Fund	"	"	"	-	-	19,256,906	9,222	19,256,906	9,228	9,222	6	-	-
	HSBC NTD Money Management Fund 2	"	"	"	-	-	20,533,623	9,315	20,533,623	9,318	9,315	3	-	-
	HSBC NTD Money Management Fund	"	"	"	19,802,383	9,438	-	-	19,802,383	9,500	9,438	61	-	-
	Prudential Financial Bond Fund	"	"	"	-	-	19,535,401	9,222	-	-	-	-	19,535,401	9,222
	Capital Income Fund	"	"	"	19,719,049	9,378	18,816,140	9,065	19,719,049	9,497	9,378	119	18,816,140	9,065
	ESITC Bond Fund	"	"	"	294,923	1,563	1,463,161	7,784	-	-	-	-	1,758,084	9,347
	Yuanta Wan Tai Bond Fund	"	"	"	21,011,888	9,378	-	-	21,011,888	9,499	9,378	121	-	-
	Shin Kong Chi-Shin Fund	"	"	"	-	-	19,942,371	9,222	-	-	-	-	19,942,371	9,222
	Polaris De-Li Fund	"	"	"	1,287,880	625	17,845,589	8,690	-	-	-	-	19,133,469	9,315
	Polaris De-Bao Fund	"	"	"	8,751,050	3,126	17,002,905	6,096	-	-	-	-	25,753,956	9,222
	Fubon Chi-Hsiang Fund	"	"	"	-	-	16,888,030	7,909	16,888,030	7,916	7,909	7	-	-
	JF (Taiwan) Bond Fund	"	"	"	-	-	18,709,807	9,222	-	-	-	-	18,709,807	9,222
	JF (Taiwan) First Bond Fund	"	"	"	-	-	17,903,232	8,128	-	-	-	-	17,903,232	8,128
	PCA Well Pool Fund	"	"	"	23,499,811	9,378	-	-	23,499,811	9,537	9,378	159	-	-
	Fuh-Hwa Bond Fund	"	"	"	7,466,428	3,174	13,778,999	5,939	21,245,427	9,169	9,114	56	-	-
	TIM Bond Fund	"	"	"	-	-	6,941,841	3,126	-	-	-	-	6,941,841	3,126
	TLG Solomon Bond Fund	"	"	"	-	-	24,811,429	9,347	-	-	-	-	24,811,429	9,347
	Mega Diamond Bond Fund	"	"	"	-	-	24,776,104	9,222	-	-	-	-	24,776,104	9,222
	Manulife Wan Li Bond Fund	"	"	"	-	-	22,523,555	9,300	-	-	-	-	22,523,555	9,300
	Tashin Lucky Fund	"	"	"	-	-	27,803,075	9,222	-	-	-	-	27,803,075	9,222
	Credit-linked investments of Bank SinoPac issued by Chinatrust commercial Bank	Investment in bonds without active market -current	NA	None	-	-	-	3,126	-	-	-	-	-	3,126
	Credit-linked investments of FPC issued by Chinatrust Commercial Bank	"	"	"	-	3,126	-	-	-	3,126	-	-	-	-
	Credit-linked investments of AUO issued by Citibank	"	"	"	-	6,252	-	-	-	6,252	-	-	-	-
	Credit-linked investments of Evergreen Marine Bank	Investment in bonds without active market -current	NA	None	-	-	-	3,751	-	3,751	-	-	-	-
	Giga-Byte Communications Inc.	Long-term equity investments accounted for under the equity method	Additional investment	The Company's subsidiary	107,130,395	(1,966)	28,000,000	9,144	53,565,197	-	8,637	-	81,565,198	(1,459)
	G-Style Ltd.	"	"	"	-	-	-	(Note)	-	-	(Note)	-	40,000,000	6,448
	Freedom International Group Ltd.	"	Capital Reduction	The Company's subsidiary	138,057,477	153,743	299,750	1,140	10,000,000	-	(13,863)	-	128,357,227	141,020
								(Note)			(Note)			

Note: The amount includes the investment loss accounted for under the equity method and cumulative translation adjustment.

- 5) Real estate acquired exceeding NT\$100,000 or 20% of contributed capital: None.
6) Proceeds from disposal of real estate exceeding NT\$100,000 or 20% of contributed capital: None.
7) Purchases from and sales to related parties exceeding NT\$100,000 or 20% of contributed capital:
(For the year ended 31st December 2009)

(NT\$)

Name of the Company	Name of the counterparty	Relationship with the counterparty	Description of the transactions				Disclosure of non-standard transaction terms		Accounts or notes receivable (payable)	
			Purchases (sales)	Amount	% of total purchases (sales)	Credit terms	Price	Terms	Balance	% of total accounts or notes receivable (payable)
			Giga-Byte Technology Co., Ltd.	Giga-Byte Technology B.V.	A wholly-owned subsidiary	Sales	\$ 11,234,414	26%	30 days after receipt of goods	The price was based on the contract price
	Giga Advance (Labuan) Limited	"	"	8,152,071	19%	14 days after receipt of goods	"	"	-	-
	G.B.T. Inc.	"	"	3,525,703	8%	75 days after receipt of goods	"	"	654,949	17%
	Giga-Byte Technology (India) Pvt. Ltd.	"	"	1,050,531	2%	"	"	"	214,727	6%
	G.B.T. LBN. Inc.	"	"	101,483	-	30 days after receipt of goods	"	"	40,901	1%
	G-Style Co., Ltd.	"	"	444,681	1%	90 days after receipt of goods	"	"	136,025	3%
	Giga Advance (Labuan) Limited	"	Purchases	156,409	1%	60 days after receipt of goods	"	"	(38,008)	1%
	G.B.T. LBN. Inc.	"	"	1,450,962 (Note)	3%	"	"	"	(364,960) (Note)	5%

Note: The purchase include the processing costs that was indirectly paid to the China processing factory.

(US\$)
(Unaudited-Note 2)

Name of the Company	Name of the counterparty	Relationship with the counterparty	Description of the transactions				Disclosure of non-standard transaction terms		Accounts or notes receivable (payable)	
			Purchases (sales)	Amount	% of total purchases (sales)	Credit terms	Price	Terms	Balance	% of total accounts or notes receivable (payable)
			Giga-Byte Technology Co., Ltd.	Giga-Byte Technology B.V.	A wholly-owned subsidiary	Sales	\$ 351,185	26%	30 days after receipt of goods	The price was based on the contract price
	Giga Advance (Labuan) Limited	"	"	254,832	19%	14 days after receipt of goods	"	"	-	-
	G.B.T. Inc.	"	"	110,213	8%	75 days after receipt of goods	"	"	20,474	17%
	Giga-Byte Technology (India) Ltd.	"	"	32,839	2%	"	"	"	6,712	6%
	G.B.T. LBN. Inc.	"	"	3,172	-	30 days after receipt of goods	"	"	1,279	1%
	G-Style Co., Ltd.	"	"	13,901	1%	90 days after receipt of goods	"	"	4,252	3%
	Giga Advance (Labuan) Limited	"	Purchases	4,889	1%	60 days after receipt of goods	"	"	(1,188)	1%
	G.B.T. LBN. Inc.	"	"	45,357 (Note)	3%	"	"	"	(11,409) (Note)	5%

Note: The purchase include the processing costs that was indirectly paid to the China processing factory.

8) Receivables from related parties exceeding NT\$100,000,000 or 20% of the contributed capital:
(31st December 2009)

(NT\$)

Name of the Company	Name of the counterparty	Relationship with the counterparty	Balance of receivables from related parties at 31st December 2009	Turnover rate	Overdue receivables		Subsequent collections	Bad debts allowance provided
					Amount	Action adopted for overdue accounts		
Giga-Byte Technology Co., Ltd.	Giga-Byte Technology B.V.	A wholly-owned subsidiary	Accounts receivable \$ 965,002	10.91	-	-	\$ 965,002	-
	G-Style Co., Ltd.	"	Accounts receivable 136,025	4.56	-	-	136,025	-
	Giga-Byte Technology (India) Pvt. Ltd.	"	Accounts receivable 214,727	5.57	-	-	214,727	-
	G.B.T. Inc.	"	Accounts receivable 654,949	8.93	-	-	654,949	-

(US\$)

(Unaudited-Note 2)

Name of the Company	Name of the counterparty	Relationship with the counterparty	Balance of receivables from related parties at 31st December 2009	Turnover rate	Overdue receivables		Subsequent collections	Bad debts allowance provided
					Amount	Action adopted for overdue accounts		
Giga-Byte Technology Co., Ltd.	Giga-Byte Technology B.V.	A wholly-owned subsidiary	Accounts receivable \$ 30,166	10.91	-	-	\$ 30,166	-
	G-Style Co., Ltd.	"	Accounts receivable 4,252	4.56	-	-	4,252	-
	Giga-Byte Technology (India) Pvt. Ltd.	"	Accounts receivable 6,712	5.57	-	-	6,712	-
	G.B.T. Inc.	"	Accounts receivable 20,474	8.93	-	-	20,474	-

9) Transaction of financial instruments: See Note 4(2).

B. Related information of investment

1) Related information of investee companies:
(31st December 2009)

Name of the company	Name of the investee company	Address	Major operating activities	(NT\$)		Holding Status			Net income (loss) of investee company	Investment income (loss) recognized by the Company	Relationship with the Company
				Accumulated capital infusion as of 31st December		Shares	Percentage	Book value			
				2009	2008						
Giga-Byte Technology Co., Ltd.	Freedom International Group Ltd.	Drake Chambers, Tortola, British Virgin Islands	Holding company	US\$ 128,357	US\$ 138,057	128,357,227	100.00%	\$ 4,511,215	\$ 27,271	\$ 27,271	The Company's subsidiary
	Chi-Ga Investments Corp.	Taipei, Taiwan, R.O.C.	"	\$ 1,775,000	\$ 1,775,000	177,500,000	100.00%	1,972,984	275,837	260,594	"
	G-Style Co., Ltd.	Hsin-Tien Taipei Taiwan, R.O.C.	Manufacturing and selling of notebooks	400,000	200,000	40,000,000	100.00%	206,281	(77,854)	(77,854)	"
	Giga-Byte Communication Inc.	"	Manufacturing and selling of communications	1,362,990	1,082,990	81,565,198	93.03%	(46,689)	(263,792)	(276,299)	"
	Giga-Zone International Co., Ltd.	Taipei, Taiwan, R.O.C.	Selling of PC peripherals	14,965	14,965	3,621,326	51.00%	50,897	22,690	11,632	"
	Giga-Byte Technology B.V.	Eindhoven, Netherlands	Selling of motherboards	25,984	25,984	8,500	100.00%	(34,657)	26,221	26,221	"
	G.B.T. Technology Co. Ltd.	London, UK	"	47,488	47,488	800,000	100.00%	7,580	3,158	3,158	"
	Nippon Giga-Byte Corp.	Tokyo, Japan	"	3,495	3,495	1,000	100.00%	3,849	1,368	1,368	"
	Gigabyte Technology ESPANA S.L.U.	Spain	"	241	-	5,000	100.00%	2,094	1,865	1,865	"
	G.B.T. Technology Trading GmbH	Hamburg, Germany	"	26,012	26,012	-	100.00%	31,099	3,572	3,572	"
	Giga-Byte Technology Pty Ltd.	Victoria AUS	Repairing of motherboards	9,345	9,345	400,000	100.00%	14,449	343	343	"
	Giga-Byte Technology (India) Pvt. Ltd.	Goa State, India	Selling of motherboards	US\$ 3,995	US\$ 3,995	4,600,000	100.00%	51,127	29,711	29,711	"
	eRiver Precision Machining Co., Ltd.	Pinglhen, Taoyuan Taiwan, R.O.C.	Metalwork	\$ 90,001	\$ 90,001	9,000,100	100.00%	14,947	(1,906)	(1,906)	"
	Giga Advance (Labuan) Limited	FT Labuan, Malaysia	Selling of motherboards	12,924	12,924	10,000	100.00%	14,133	(186)	(186)	"
	Gigabyte Global Business Corporation	California, U.S.A.	ODM	317	-	990	99.00%	317	-	-	"
	G.B.T., Inc.	California, U.S.A.	Selling of motherboards	3,938	3,938	10,000	48.63%	20,922	4,469	4,469	Long-term equity investments accounted for under the equity method
Giga -Byte Technology B.V.	Gigabyte Technology France	Paris, France	"	US\$ 250	US\$ 250	200,000	100.00%	US\$ 370	EUR 7	NA	The Company's indirect subsidiary
G.B.T. Technology Trading GmbH	Gigabyte Technology Poland	Wroclaw, Poland	Repairing of motherboards	EUR 11	-	-	100.00%	EUR -	(PLN 49)	"	"
Freedom International Group Ltd.	Charleston Investments Limited	Grand Cayman, Cayman Islands	Holding company	US\$ 45,658	US\$ 45,358	45,657,677	100.00%	US\$ 53,435	US\$ 1,289	US\$ 1,289	"
	G.B.T. LBN Inc.	FT Labuan, Malaysia	Selling of motherboards	-	-	-	100.00%	US\$ 3,393	(US\$ 274)	"	"
	G.B.T., Inc.	California, U.S.A.	"	US\$ 965	US\$ 965	10,564	51.37%	US\$ 633	US\$ 140	"	"
	Giga Future Limited	Drake Chambers, Tortola, British Virgin Islands	Holding company	US\$ 77,700	US\$ 77,700	77,699,550	100.00%	US\$ 72,323	US\$ 574	"	"
	Best Quick Profits Limited	"	"	US\$ 3,778	US\$ 3,778	3,778,198	100.00%	US\$ 2,180	(US\$ 431)	"	"
	Gigabyte Singapore PTE Ltd.	Singapore	Selling of motherboards	US\$ 1,871	US\$ 1,871	3,073,000	100.00%	US\$ 994	(US\$ 13)	"	"
	Leby Technology Co., Ltd.	Drake Chambers, Tortola, British Virgin Islands	Holding company	US\$ 15,030	US\$ 15,030	50,000	50.00%	US\$ 15,553	-	"	Subsidiary's investee company accounted for under the equity method
	Advance Goal International Limited	"	"	US\$ 2,849	US\$ 2,849	2,849,000	44.45%	-	-	"	"
	Gigabyte International Operation (Labuan) Limited	FT Labuan, Malaysia	Selling of motherboards	US\$ -	US\$ 1,255	-	-	(US\$ -)	(US\$ 10)	"	"
Charleston Investments Ltd.	Dongguan Giga-Byte Electronics Co., Ltd.	Dong Guan, Guang Dong Province, P.R.C.	Manufacturing of motherboards	US\$ 29,806	US\$ 29,526	-	100.00%	US\$ 41,761	US\$ 1,217	"	"
	Ningbo Giga-Byte International Trade Co., Ltd.	Ningbo Zhejiang Province, P.R.C.	Selling of motherboards	US\$ 8,000	US\$ 8,000	-	100.00%	US\$ 10,926	US\$ 793	"	"
	Ningbo Best Yield Technology Services Co., Ltd.	"	Repairing of motherboards	US\$ 2,000	US\$ 2,000	-	100.00%	US\$ 1,533	US\$ 80	"	"
Giga Future Limited	Ningbo Giga-Byte Technology Co., Ltd.	"	Manufacturing of motherboards	US\$ 81,000	US\$ 81,000	-	100.00%	US\$ 70,448	US\$ 63	"	The Company's indirect subsidiary
Ningbo Giga-Byte International Trade Co., Ltd.	Ningbo Zhongnia Technology Co., Ltd.	Ningbo, Zhejiang Province, P.R.C.	Selling of motherboards	RMB 28,000	RMB 28,000	-	100.00%	RMB 31,653	RMB 5,033	"	"
Leby Technology Co., Ltd.	Leby Technology (HK) Limited	Leby Technology (H.K.) Limited	Holding company	HKD 10	HKD 10	10,000	100.00%	HKD 5,322	-	"	The Company's indirect subsidiary
Chi-Ga Investments Corp.	Gigatrend Technology Co., Ltd.	Hsin-Tien Taipei Taiwan, R.O.C.	Manufacturing and selling of semiconductor components	\$ 175,000	\$ 100,000	175,000,000	100.00%	\$ 201,860	64,948	"	The Company's indirect subsidiary
	Kuangshen Investment Corporation	Taipei-Taiwan R.O.C.	Holding Company	200,000	200,000	20,000,000	100.00%	220,924	26,864	"	"
	Giga-Trend International Management Group Ltd.	Hsin-Tien Taipei Taiwan, R.O.C.	Venture capital management consulting company	6,250	6,250	625,000	62.50%	17,717	902	"	"
	Zonelan International IP Consulting Co., Ltd.	Taipei-Taiwan R.O.C.	Management and consulting company	-	9,000	-	-	-	(38)	"	"
	Giga Win International Venture Investment Group Ltd.	Taipei-Taiwan R.O.C.	Venture capital management and consulting company	220,000	220,000	22,000,000	40.00%	213,727	(5,527)	"	Subsidiary's investee company accounted for under the equity method
Giga-Byte Communication Inc.	G-Smart Holding Limited	Drake Chambers, Tortola, British Virgin Islands	Holding Company	3,227	3,227	20,000	100.00%	3,998	US\$ 1	"	The Company's indirect subsidiary
G Smart Holding Limited	Giga win Limited	Mauritius	Selling of VGA Cards	US\$ 100	US\$ 100	100,000	100.00%	US\$ 124	US\$ 1	"	"

B. Related information of investment

1) Related information of investee companies:
(31st December 2009)

Name of the company	Name of the investee company	Address	Major operating activities	(US\$)		Holding Status			Net income (loss) of investee company	Investment income (loss) recognized by the Company	Relationship with the Company
				(Unaudited-Note 2)		Shares	Percentage	Book value			
				Accumulated capital infusion as of 31st December							
2009	2008										
Giga-Byte Technology Co., Ltd.	Freedom International Group Ltd.	Drake Chambers, Tortola, British Virgin Islands	Holding company	\$ 128,357	US\$ 138,057	138,057,477	100.00%	\$ 141,020	\$ 852	\$ 852	The Company's subsidiary
	Chi-Ga Investments Corp.	Taipei, Taiwan, R.O.C.	"	55,486	55,486	177,500,000	100.00%	61,675	8,623	8,146	"
	G-Style Co., Ltd.	Hsin-Tien Taipei Taiwan, R.O.C.	Manufacturing and selling of notebooks	12,504	6,252	20,000,000	100.00%	6,448	(2,434)	(2,434)	"
	Giga-Byte Communication Inc.	"	Manufacturing and selling of communications	42,607	33,854	81,565,198	93.03%	(1,459)	(8,246)	(8,637)	"
	Giga-Zone International Co., Ltd.	Taipei, Taiwan, R.O.C.	Selling of PC peripherals	468	468	3,621,326	51.00%	1,591	709	364	"
	Giga-Byte Technology B.V.	Eindhoven, Netherlands	Selling of motherboards	812	812	8,500	100.00%	(1,083)	820	820	"
	G.B.T. Technology Co. Ltd.	London, UK	"	1,484	1,484	800,000	100.00%	237	99	99	"
	Nippon Giga-Byte Corp.	Tokyo, Japan	"	109	109	1,000	100.00%	120	43	43	"
	Gigabyte Technology ESPANA S.L.U.	Spain	"	8	-	5,000	100.00%	65	58	58	"
	G.B.T. Technology Trading GmbH	Hamburg, Germany	"	813	813	-	100.00%	972	112	112	"
	Giga-Byte Technology Pty Ltd.	Victoria AUS	Repairing of motherboards	292	292	400,000	100.00%	452	11	11	"
	Giga-Byte Technology (India) Pvt. Ltd.	Goa State, India	Selling of motherboards	3,995	3,995	4,600,000	100.00%	1,598	929	929	"
	eRiver Precision Machining Co., Ltd.	Pinglhen, Taoyuan Taiwan, R.O.C.	Metalwork	2,813	2,813	9,000,100	100.00%	467	(60)	(60)	"
	Giga Advance (Labuan) Limited	FT Labuan, Malaysia	Selling of motherboards	404	404	10,000	100.00%	442	(6)	(6)	"
	Gigabyte Global Business Corporation	California, U.S.A.	ODM	10	-	990	99.00%	10	-	-	"
	G.B.T., Inc.	California, U.S.A.	Selling of motherboards	123	123	10,000	48.63%	654	140	140	Long-term equity investments accounted for under the equity method
Giga-Byte Technology B.V.	Gigabyte Technology France	Paris, France	"	250	250	200,000	100.00%	349	EUR 7	NA	The Company's indirect subsidiary
G.B.T. Technology Trading GmbH	Gigabyte Technology Poland	Wroclaw, Poland	Repairing of motherboards	EUR 11	-	-	100.00%	EUR -	(PLN 49)	"	"
Freedom International Group Ltd.	Charleston Investments Limited	Grand Cayman, Cayman Islands	Holding company	45,658	45,358	45,657,677	100.00%	53,435	1,289	"	"
	G.B.T. LBN Inc.	FT Labuan, Malaysia	Selling of motherboards	-	-	-	100.00%	3,393	274	"	"
	G.B.T., Inc.	California, U.S.A.	"	965	965	10,564	51.37%	633	140	"	"
	Giga Future Limited	Drake Chambers, Tortola, British Virgin Islands	Holding company	77,700	77,700	77,699,550	100.00%	72,323	574	"	"
	Best Quick Profits Limited	"	"	3,778	3,778	3,778,198	100.00%	2,180	431	"	"
	Gigabyte Singapore PTE Ltd.	Singapore	Selling of motherboards	1,871	1,871	3,073,000	100.00%	994	13	"	"
	Leby Technology Co., Ltd.	Drake Chambers, Tortola, British Virgin Islands	Holding company	15,030	15,030	50,000	50.00%	15,553	-	-	Subsidiary's investee company accounted for under the equity method
	Advance Goal International Limited	"	"	2,849	2,849	2,849,000	44.45%	-	-	"	"
	Gigabyte International Operation (Labuan) Limited	FT Labuan, Malaysia	Selling of motherboards	-	1,255	-	-	-	10	"	"
Charleston Investments Ltd.	Dongguan Giga-Byte Electronics Co., Ltd.	Dong Guan, Guang Dong Province, P.R.C.	Manufacturing of motherboards	29,806	29,526	-	100.00%	41,761	1,217	"	"
	Ningbo Giga-Byte International Trade Co., Ltd.	Ningbo Zhejiang Province, P.R.C.	Selling of motherboards	8,000	8,000	-	100.00%	10,926	793	"	"
	Ningbo Best Yield Technology Services Co., Ltd.	"	Repairing of motherboards	2,000	2,000	-	100.00%	1,533	80	"	"
Giga Future Limited	Ningbo Giga-Byte Technology Co., Ltd.	"	Manufacturing of motherboards	81,000	81,000	-	100.00%	70,448	63	"	The Company's indirect subsidiary
Ningbo Giga-Byte International Trade Co., Ltd.	Ningbo Zhongnia Technology Co., Ltd.	Ningbo, Zhejiang Province, P.R.C.	Selling of motherboards	RMB 28,000	RMB 28,000	-	100.00%	RMB 31,653	RMB 5,033	"	"
Leby Technology Co., Ltd.	Leby Technology (HK) Limited	Leby Technology (H.K.) Limited	Holding company	HKD 10	HKD 10	10,000	100.00%	HKD 5,322	-	"	The Company's indirect subsidiary
Chi-Ga Investments Corp.	Gigatrend Technology Co., Ltd.	Hsin-Tien Taipei Taiwan, R.O.C.	Manufacturing and selling of semiconductor components	\$ 5,470	\$ 3,126	175,000,000	100.00%	\$ 6,310	2,030	"	The Company's indirect subsidiary
	Kuangshen Investment Corporation	Taipei-Taiwan R.O.C.	Holding Company	6,252	6,252	20,000,000	100.00%	6,906	840	"	"
	Giga-Trend International Management Group Ltd.	Hsin-Tien Taipei Taiwan, R.O.C.	Venture capital management consulting company	195	195	625,000	62.50%	554	28	"	"
	Zonelan International IP Consulting Co., Ltd.	Taipei-Taiwan R.O.C.	Management and consulting company	-	281	-	-	-	(1)	"	"
	Giga Win International Venture Investment Group Ltd.	Taipei-Taiwan R.O.C.	Venture capital management and consulting company	6,877	6,877	22,000,000	40.00%	6,681	(173)	"	Subsidiary's investee company accounted for under the equity method
Giga-Byte Communication Inc.	G-Smart Holding Limited	Drake Chambers, Tortola, British Virgin Islands	Holding Company	101	101	20,000	100.00%	125	1	"	The Company's indirect subsidiary
G Smart Holding Limited	Giga win Limited	Mauritius	Selling of VGA Cards	100	100	100,000	100.00%	124	1	"	"

2) The related information of the investee companies in which the Company has direct or indirect control is as follows:

(1) Lending to others:

Number	Creditor	Borrower	General ledger account	Maximum outstanding balance during the year ended		Balance at 31st December		Interest rate	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note B)	Ceiling on total loans granted (Note B)			
				31st December 2009	2009	Item	Value												
0	Ningbo Giga-Byte International Trade Co., Ltd.	Ningbo Best Yield Technology Services Co., Ltd.	Other receivables	RMB	1,402	RMB	1,402	-	(Note A)	\$	-	-	-	\$	-	RMB	7,338	RMB	22,015
1	Freedom International Group Ltd.	Giga Future Limited	"	US\$	3,900	-	-	-	-	-	-	-	-	-	US\$	14,102	US\$	28,204	
2	Giga Future Limited	Ningbo Giga-byte Technology Co., Ltd.	"	US\$	5,500	-	-	-	-	-	-	-	-	-	US\$	7,232	US\$	14,465	

Note A: In accordance with JIN-GUAN-ZHENG (6) No. 0960011409, the overdue receivables should be regarded as loans to the related parties and reclassified to other receivables, if the credit terms of the related parties are obviously longer than the normal credit terms of the third parties.

Note B: The credit limit for all borrowers from the lending company is 30% of the lending company's net worth. However, if it is for short-term financing, the credit limit for all borrowers from the lending company is 20% of the lending company's net worth, and the credit limit for each individual borrower is 10% of the lending company's net worth.

(2) Endorsements and guarantees for others: None.

(3) Marketable securities held at 31st December 2009:

			(NT\$)	31st December 2009				
Name of the company	Name of marketable securities	Relationship of the issuers with the Company	General ledger account	Number of shares	Book value	Percentage	Market value	
Chi-Ga Investment Corp.	Walsin Technology Corporation	None	Financial assets at fair value through profit or loss-current	9,039,801	\$ 198,644	1.36%	\$ 182,604	
	Jih Sun Bond Fund	"	"	10,255,968	144,000	-	144,782	
	FSITC Bond Fund	"	"	369,940	63,000	-	63,000	
	FSITC Taiwan Bond Fund	"	"	13,069,752	187,519	-	190,828	
							\$ 581,214	
				Loss on valuation of financial assets		(11,949)		
							\$ 581,214	
	Info-Tek Corp.	"	Available-for-sale financial assets-current	9,406,586	\$ 127,033	8.17%	\$ 119,464	
	Leadtrend Technology Corp.	"	"	815,412	16,450	3.97%	167,567	
				Gain on valuation of financial assets		143,483		\$ 287,031
						143,548		
						\$ 287,031		
	Gigatrend Technology Co., Ltd.	The Company's subsidiary	Long-term equity investments accounted for under the equity method	17,500,000	201,860	100.00%	201,860	
	Kuangung Investment Corporation	"	"	20,000,000	220,924	100.00%	220,924	
	Giga-Trend International Management Group Ltd.	"	"	625,000	17,717	62.50%	17,717	
	Giga Win International Venture Investment Group Ltd.	Investee company accounted for under the equity method	"	22,000,000	213,727	40.00%	213,727	
							\$ 1,371,773	
	Hui Yang Venture Capital Co., Ltd.	None	Financial assets carried at cost-non-current	15,000,000	\$ 150,000	7.69%	None	
	Giga-Trend International Venture Investment Corp. etc.	"	"	-	217,155	0.11%~10.89%	-	
							\$ 367,155	
Kuangung Investment Corp.	Tahan Precision Technology Co., Ltd. etc.	None	Available-for-sale financial assets-current	None	\$ 27,960	-	\$ 38,151	
			Gain on valuation of financial assets		10,191			
							\$ 38,151	
	Chia-Chang Co., Ltd. etc.	-	Financial assets carried at cost non-current	-	\$ 109,257	-	None	
Ningbo Giga-Byte International Trade Co., Ltd.	Ningbo Zhongjia Technology Co., Ltd.	The Company's subsidiary	Long-term equity investments accounted for under the equity method	-	RMB 31,653	100%	RMB 31,653	
G.B.T. Technology Trading GmbH	Gigabyte Technology Poland	"	"	-	EUR -	100%	EUR -	
Gigatrend Technology Co., Ltd.	FSITC Bond Fund	"	Financial assets at fair value through profit or loss-current	469,384	\$ 80,000	-	\$ 84,602	
			Gain on valuation of financial assets		4,602			
							\$ 84,602	
	ASMedia Technology Inc.		Financial assets carried at cost-non-current		\$ 75,000	7.5%	None	
Giga-Byte Technology B.V.	Gigabyte Technology France	"	Long-term equity investments accounted for under the equity method	200,000	US\$ 370	100%	US\$ 370	
Freedom International Group Ltd.	Charleston Investments Limited	"	"	45,657,677	US\$ 53,435	100%	US\$ 53,435	
	Giga Future Limited	"	"	77,699,550	US\$ 72,323	100%	US\$ 72,323	
	Best Quick Profits Limited	"	"	3,778,198	US\$ 2,180	100%	US\$ 2,180	
	Leby Technology Co., Ltd.	"	"	50,000	US\$ 15,553	50%	US\$ 15,553	
	G.B.T. LBN Inc.	"	"	-	US\$ 3,393	100%	US\$ 3,393	
	G.B.T. Inc etc.	"	"	-	US\$ 1,627	44.45%~100%	US\$ 1,627	
							US\$ 148,511	
Charleston Investments Limited	Dongguan Giga-Byte Electronics Co., Ltd.	The Company's subsidiary	Long-term equity investments accounted for under the equity method	-	US\$ 41,761	100%	US\$ 41,761	
	Ningbo Giga-Byte International Trade Co., Ltd. etc.	"	"	-	US\$ 10,926	100%	US\$ 10,926	
	Ningbo Best Yield Technology Services Co., Ltd.	"	"		US\$ 1,533	100%	US\$ 1,533	
							US\$ 54,220	
Giga Future Limited	Ningbo Giga-Byte Technology Co., Ltd.	The Company's subsidiary	Long-term equity investments accounted for under the equity method		US\$ 70,448	100%	US\$ 70,448	
Leby Technology Co., Ltd.	Leby Technology (HK) Limited	"	"	10,000	HKD 5,322	100%	HKD 5,322	
Giga-Byte Communication Inc.	G-Smart Holding Limited	"	"	20,000	\$ 3,998	100%	3,988	
G-Smart Holding Limited	Giga Win Limited	"	Long-term equity investments accounted for under the equity method	100,000	US\$ 124	100%	US\$ 124	

(2) Endorsements and guarantees for others: None.

(3) Marketable securities held at 31st December 2009:

(US\$)			31st December 2009					
(Unaudited-Note 2)								
Name of the company	Name of marketable securities	Relationship of the issuers with the Company	General ledger account	Number of shares	Book value	Percentage	Market value	
Chi-Ga Investment Corp.	Walsin Technology Corporation	None	Financial assets at fair value through profit or loss-current	9,039,801	\$ 6,210	1.36%	\$ 5,708	
	Jih Sun Bond Fund	"	"	10,255,968	4,501	-	4,526	
	FSITC Bond Fund	"	"	369,940	1,969	-	1,969	
	FSITC Taiwan Bond Fund	"	"	13,069,752	5,862	-	5,965	
							<u>18,542</u>	<u>\$ 18,169</u>
				Loss on valuation of financial assets		(374)		
							<u>\$ 18,169</u>	
		Info-Tek Corp.	"	Available-for-sale financial assets-current	9,406,586	\$ 3,971	8.17%	\$ 3,734
		Leadtrend Technology Corp.	"	"	815,412	514	3.97%	5,238
								<u>4,485</u>
			Gain on valuation of financial assets		<u>4,487</u>		<u>\$ 8,973</u>	
							<u>\$ 8,973</u>	
	Gigatrend Technology Co., Ltd.	The Company's subsidiary	Long-term equity investments accounted for under the equity method	17,500,000	6,310	100.00%	6,310	
	Kuangung Investment Corporation	"	"	20,000,000	6,906	100.00%	6,906	
	Giga-Trend International Management Group Ltd.	"	"	625,000	554	62.50%	554	
	Giga Win International Venture Investment Group Ltd.	Investee company accounted for under the equity method	"	22,000,000	6,681	40.00%	6,681	
							<u>\$ 42,881</u>	
	Hui Yang Venture Capital Co., Ltd.	None	Financial assets carried at cost-non-current	15,000,000	\$ 4,689	7.69%	None	
	Giga-Trend International Venture Investment Corp. etc.	"	"	-	6,788	0.11%-10.89%	-	
							<u>\$ 11,477</u>	
Kuangung Investment Corp.	Tahan Precision Technology Co., Ltd. etc.	None	Available-for-sale financial assets-current	None	\$ 874	-	\$ 1,193	
			Gain on valuation of financial assets		<u>319</u>			
							<u>\$ 1,193</u>	
	Chia-Chang Co., Ltd. etc.	-	Financial assets carried at cost non-current	-	\$ 3,415	-	None	
							<u>\$ 3,415</u>	
Ningbo Giga-Byte International Trade Co., Ltd.	Ningbo Zhongjia Technology Co., Ltd.	The Company's subsidiary	Long-term equity investments accounted for under the equity method	-	RMB 31,653	100%	RMB 31,653	
G.B.T. Technology Trading GmbH	Gigabyte Technology Poland	"	"	-	EUR -	100%	EUR -	
Gigatrend Technology Co., Ltd.	FSITC Bond Fund	"	Financial assets at fair value through profit or loss-current	469,384	\$ 2,501	-	\$ 84,602	
			Gain on valuation of financial assets		<u>144</u>			
							<u>\$ 2,645</u>	
	ASMedia Technology Inc.		Financial assets carried at cost-non-current		<u>\$ 2,344</u>	7.5%	None	
Giga-Byte Technology B.V.	Gigabyte Technology France	"	Long-term equity investments accounted for under the equity method	200,000	\$ 370	100%	\$ 370	
Freedom International Group Ltd.	Charleston Investments Limited	"	"	45,657,677	\$ 53,435	100%	53,435	
	Giga Future Limited	"	"	77,699,550	72,323	100%	72,323	
	Best Quick Profits Limited	"	"	3,778,198	2,180	100%	2,180	
	Leby Technology Co., Ltd.	"	"	50,000	15,553	50%	15,553	
	G.B.T. LBN Inc.	"	"	-	3,393	100%	3,393	
	G.B.T. Inc etc.	"	"	-	1,627	44.45%-100%	1,627	
							<u>\$ 148,511</u>	
Charleston Investments Limited	Dongguan Giga-Byte Electronics Co., Ltd.	The Company's subsidiary	Long-term equity investments accounted for under the equity method	-	\$ 41,761	100%	\$ 41,761	
	Ningbo Giga-Byte International Trade Co., Ltd. etc.	"	"	-	10,926	100%	10,926	
	Ningbo Best Yield Technology Services Co., Ltd.	"	"		<u>1,533</u>	100%	1,533	
							<u>\$ 54,220</u>	
Giga Future Limited	Ningbo Giga-Byte Technology Co., Ltd.	The Company's subsidiary	Long-term equity investments accounted for under the equity method		<u>\$ 70,448</u>	100%	\$ 70,448	
Leby Technology Co., Ltd.	Leby Technology (HK) Limited	"	"	10,000	HKD 5,322	100%	HKD 5,322	
Giga-Byte Communication Inc.	G-Smart Holding Limited	"	"	20,000	\$ 125	100%	\$ 125	
G-Smart Holding Limited	Giga Win Limited	"	Long-term equity investments accounted for under the equity method	100,000	\$ 124	100%	\$ 124	

4) Accumulated additions and disposals of marketable securities exceeding NTS\$100,000 or 20% of contributed capital.

					(NT\$)										
					Beginning balance		Additions		Disposals				Ending balance		
Name of the company	Name of marketable securities	General ledger account	Counterparties	Relationship	Number of shares	Amount	Number of shares	Amount	Number of shares	Proceeds from disposal	Book value	Other adjustment	Gain (loss) on disposal	Number of shares	Amount
Chi-Ga Investment Corp.	FSITC Bond Fund	Financial assets at fair value through profit or loss-current	NA	None	-	\$ -	1,250,417	\$ 213,000	880,777,000	\$ 150,075	\$ 150,000	-	\$ 75	369,640	\$ 63,000
	Info-Tek Corp.	Available-for-sale financial assets-current	"	"	24,406,586	389,788	-	(60,185) (Note)	15,000,000	127,500	202,570 (Note)	-	(42,228)	9,406,586	127,033
Gigatrend Technology Co., Ltd	Lead Trend Technology Corp. FSITC Bond Fund	Financial assets at fair value through profit or loss-current	NA	None	1,965,295	42,027	92,117	-	1,242,000	180,319	25,576	-	153,960	815,412	16,450
					-	-	469,384	80,000	-	-	-	-	-	469,384	80,000

Note: The amount includes the investment loss accounted for under the equity method and cumulative translation adjustments.

5) Real estate acquired exceeding NTS\$100,000 or 20% of contributed capital: None.

- 6) Proceeds from disposals of real estate exceeding NT\$100,000 or 20% of contributed capital: None
 7) Purchases from and sales to related parties exceeding NT\$100,000 or 20% of contributed capital:
 (For the year ended 31st December 2009)

(NT\$)

Name of the Company	Name of the counterparty	Relationship with the counterparty	Description of the transactions				Disclosure of non-standard transaction terms		Accounts or notes receivable (payable)		Note
			Purchases (sales)	Amount (Note)	% of total purchases (sales)	Credit terms	Price	Terms	Balance (Note 1)	% of total accounts or notes receivable (payable)	
Giga-Byte Technology B.V.	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	US\$ 354,590	99%	30 days after receipt of goods	The sales price was based on the contract price	Normal	(US\$ 61,404)	97%	
Gigabyte Technology (India) Pvt. Ltd.	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	US\$ 32,122	87%	75 days after receipt of goods	"	"	(US\$ 9,824)	96%	
G.B.T., Inc.	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	US\$ 108,202	98%	"	"	"	(US\$ 26,912)	99%	
G-Style Co., Ltd.	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	\$ 426,750	51%	90 days after receipt of goods	"	"	(\$ 145,045)	70%	
Giga Advance (Labuan) Limited	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	US\$ 259,488	98%	14 days after receipt of goods	"	"	(US\$ 16,558)	80%	
"	G.B.T. LBN Inc.	Affiliates	"	US\$ 4,734	2%	60 days after billing	"	"	(US\$ 1,120)	5%	
"	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Sales	US\$ 5,323	2%	60 days after receipt of goods	"	"	US\$ 4,201	20%	
"	Ningbo Zhongjia Technology Co., Ltd.	Affiliates	"	US\$ 258,644	98%	14 days after receipt of goods	"	"	US\$ 16,493	79%	
G.B.T. LBN Inc.	Ningbo Giga-Byte Technology Co., Ltd.	Affiliates	Purchases	US\$ 22,789	51%	60 days after billing	"	"	(US\$ 7,071)	37%	
"	Dongguan Giga-Byte Electronic Co., Ltd.	"	"	US\$ 19,777	45%	"	"	"	(US\$ 1,397)	7%	
"	Gigabyte Advance (Labuan) Limited	"	Sales	US\$ 4,734	10%	"	"	"	US\$ 1,120	9%	
"	Giga-Byte Technology Co., Ltd.	"	Purchases	US\$ 3,059	7%	30 days after receipt of goods	"	"	US\$ 454	2%	
"	"	"	Sales	US\$ 44,919	90%	60 days after receipt of goods	"	"	US\$ 10,800	88%	
Ningbo Zhongjia Technology Co., Ltd.	Gigabyte Advance (Labuan) Limited	Affiliates	Purchases	(Note 2) RMB 1,755,626	98%	14 days after receipt of goods	"	"	(Note 2) US\$ 1,120	91%	
Ningbo Giga-Byte Technology Co., Ltd.	G.B.T., LBN Inc.	Affiliates	Sales	RMB 181,850	92%	60 days after billing	"	"	RMB 48,274	98%	
Dongguan Giga-Byte Electronic Co., Ltd.	G.B.T., LBN Inc.	Affiliates	Sales	RMB 135,107	100%	"	"	"	RMB 9,537	100%	

Note 1: The balances are not adjusted in accordance with the rules prescribed in the Tai-Tsai-Tseng (Chi) Letter No. 01644 issued by the Securities and Futures Bureau, Financial Supervisory Commission, Executive Yuan.

Note 2: Include the processing fee of China factory that was paid through G.B.T. LBN Inc.

- 6) Proceeds from disposals of real estate exceeding NT\$100,000 or 20% of contributed capital: None
7) Purchases from and sales to related parties exceeding NT\$100,000 or 20% of contributed capital:
(For the year ended 31st December 2009)

		(US\$) (Unaudited-Note 2)					Disclosure of non-standard transaction terms		Accounts or notes receivable (payable)		
Name of the Company	Name of the counterparty	Relationship with the counterparty	Description of the transactions		% of total purchases (sales)	Credit terms	Price	Terms	Balance (Note 1)	% of total accounts or notes receivable (payable)	Note
			Purchases (sales)	Amount (Note)							
Giga-Byte Technology B.V.	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	354,590	99%	30 days after receipt of goods	The sales price was based on the contract price	Normal	(61,404)	97%	
Gigabyte Technology (India) Pvt. Ltd.	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	32,122	87%	75 days after receipt of goods	"	"	(9,824)	96%	
G.B.T., Inc.	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	108,202	98%	"	"	"	(26,912)	99%	
G-Style Co., Ltd.	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	13,340	51%	90 days after receipt of goods	"	"	(4,534)	70%	
Giga Advance (Labuan) Limited	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Purchases	259,488	98%	14 days after receipt of goods	"	"	(16,558)	80%	
"	G.B.T. LBN Inc.	Affiliates	"	4,734	2%	60 days after billing	"	"	(1,120)	5%	
"	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Sales	5,323	2%	60 days after receipt of goods	"	"	4,201	20%	
"	Ningbo Zhongjia Technology Co., Ltd.	Affiliates	"	258,644	98%	14 days after receipt of goods	"	"	16,493	79%	
G.B.T. LBN Inc.	Ningbo Giga-Byte Technology Co., Ltd.	Affiliates	Purchases	22,789	51%	60 days after billing	"	"	7,071	37%	
"	Dongguan Giga-Byte Electronic Co., Ltd.	"	"	19,777	45%	"	"	"	(1,397)	7%	
"	Gigabyte Advance (Labuan) Limited	"	Sales	4,734	10%	"	"	"	(1,120)	9%	
"	Giga-Byte Technology Co., Ltd.	"	Purchases	3,059	7%	30 days after receipt of goods	"	"	454	2%	
"	"	"	Sales	44,919	90%	60 days after receipt of goods	"	"	10,800	88%	
Ningbo Zhongjia Technology Co., Ltd.	Gigabyte Advance (Labuan) Limited	Affiliates	Purchases	RMB 1,755,626	98%	14 days after receipt of goods	"	"	(Note 2) 1,120	91%	
Ningbo Giga-Byte Technology Co., Ltd.	G.B.T., LBN Inc.	Affiliates	Sales	RMB 181,850	92%	60 days after billing	"	"	RMB 48,274	98%	
Dongguan Giga-Byte Electronic Co., Ltd.	G.B.T., LBN Inc.	Affiliates	Sales	RMB 135,107	100%	"	"	"	RMB 9,537	100%	

Note 1: The balances are not adjusted in accordance with the rules prescribed in the Tai-Tsai-Tseng (Chi) Letter No. 01644 issued by the Securities and Futures Bureau, Financial Supervisory Commission, Executive Yuan.

Note 2: Include the processing fee of China factory that was paid through G.B.T. LBN Inc.

8) Receivables from related parties exceeding NT\$100,000 or 20% of the contributed capital:

Name of the Company	Name of the counterparty	Relationship with the counterparty	Balance of receivables from related parties at 31st December 2009 (Note)		Turnover rate	Overdue receivables		Subsequent collections	Bad debts allowance provided
						Amount	Action adopted for overdue accounts		
Giga Advance (Labuan) Limited	Ningbo Zhongjia Technology Co., Ltd.	Affiliates	Accounts receivable	US\$ 16,493	20.73	-	-	US\$ 16,493	-
"	Giga-Byte Technology Co., Ltd.	The company's subsidiary	Accounts receivable	US\$ 4,201	2.29	-	-	US\$ 4,196	-
Ningbo Giga-Byte Technology Co., Ltd.	G.B.T. LBN Inc.	Affiliates	Accounts receivable	RMB 48,274	3.91	-	-	RMB 44,106	-
G.B.T. LBN Inc.	Giga-Byte Technology Co., Ltd.	Affiliates	Accounts receivable	US\$ 10,800	5.29	-	-	US\$ 6,566	-

Note: The balances are not adjusted in accordance with the rules prescribed in the Tai-Tsai-Tseng (Chi) Letter No. 01644 issued by the Securities and Futures Bureau, Financial Supervisory Commission, Executive Yuan.

9) Transaction of financial instruments: None.

C. Disclosure of investment in Mainland China:

1. Basic information as of and for the year ended 31st December 2009:

Name of the investee company in Mainland China	Main activities of investee company	Capital	Investment method	Accumulated amount remitted out from Taiwan at the beginning of the year	Transactions during the year		Accumulated amount remitted out from Taiwan at the end of the year	Percentage directly or indirectly owned by the Company	Investment income (loss) recognized during the year (Note 2)	Book value of investment at the end of the year	Investment income collected as of the end of the year
					Remitted amount	Collected amount					
Dongguan Gigabyte Electronics Co., Ltd.	Manufacturing of motherboards	US\$ 29,806	(Note A)	US\$ 29,526	US\$ 280	-	US\$ 29,806	100%	US\$ 1,217	US\$ 41,761	-
Ningbo Giga-Byte Technology Co., Ltd.	Manufacturing of motherboards	US\$ 81,000	"	US\$ 81,000	-	-	US\$ 81,000	"	US\$ 63	US\$ 70,448	-
Ningbo Giga-Byte International Trade Co., Ltd.	Selling of motherboards	US\$ 8,000	"	US\$ 8,000	-	-	US\$ 8,000	"	US\$ 793	US\$ 10,926	-
Ningbo Best Yield Technology Services Co., Ltd.	Repairing of motherboards	US\$ 2,000	"	US\$ 2,000	-	-	US\$ 2,000	"	US\$ 80	US\$ 1,533	-
Accumulated amount wired out from Taiwan to Mainland China as of the end of the year	Investment amount approved by FIC of MOEA										
US\$ 120,806	US\$ 150,406										
											\$ 12,282,856

Note A: Invested by Charleston Investments Limited and Giga Future Limited, which are subsidiaries of Freedom International Group Ltd.

Note B: Investment income (loss) recognized was based on the audited financial statements of the investee companies.

2. Processing factory

Investment in subcontractors in Mainland China

As of 31st December 2009, the Company had invested in Best Quick Profits Limited through subsidiaries with machinery and equipment as paid-in capital. Best Quick Profits Limited leased a factory, which is not a legal entity, in Dongguan for the manufacture and processing of motherboards. However, as of December 31, 2009, it had been liquidated and obtained the approval of the Investment Commission of Ministry of Economic Affairs, R.O.C. to revoke corporate charters. (Note)

Note: Such information was disclosed in narrative as no forms were provided applicable for this type of operations.

3. Material transactions directly between the Company and its mainland investees and material transactions indirectly between the Company and its mainland investees via entities in other areas:

(1) Purchases for the year ended 31st December 2009, its percentage over total purchases and the balance of related payables as of 31st December 2009: Note (5).

(2) Sales for the year ended 31st December 2009, its percentage over total sales and the balance of related receivables as of 31st December 2009:

Name of the sellers	Name of the mainland investees	Sales amount between the Company and its mainland investees via entities in other areas (Note)	% of total sales of the Company	Credit term	Accounts receivable		Unrealized gain
					Balance	% of total accounts receivable of the Company	
G.B.T. LBN Inc. and Gigabyte Advance (Labuan) Limited	Ningbo Giga-Byte Technology Co., Ltd.	\$ 8,456 (US\$ 264)	-	60 days after billing	\$ 13,177 (US\$ 412)	-	\$ -
"	Ningbo Giga-Byte International Trade Co., Ltd.	45,121 (US\$ 1,410)	-	60 days after billing	1,029 (US\$ 32)	-	-
"	Ningbo Zhongjia Technology Co., Ltd.	8,588,229 (US\$ 268,466)	19%	14 days after receipt of goods	532,720 (US\$ 16,653)	14%	-
"	Dongguan Gigabyte Electronics Co., Ltd.	35,474 (US\$ 1,109)	-	60 days after billing	24,525 (US\$ 767)	1%	-
"	Ningbo Best Yield Technology Services Co., Ltd.	12,934 (US\$ 404)	-	"	2,170 (US\$ 68)	-	-

Note: The balances are not adjusted in accordance with the rules prescribed in the Tai-Tsai-Tseng (Chi) Letter No. 01644 issued by the Securities and Futures Bureau, Financial Supervisory Commission, Executive Yuan.

(3) Disposal or selling price of asset transactions and related gains or losses recognized during the year ended 31st December 2009: None.

(4) The purpose and the balance of endorsement, guarantee or collateral provided as of 31st December 2009: None.

(5) The maximum balance for the year ended 31st December 2009, the ending balance as of 31st December 2009, the range of interest rate and interest income recognized during the year ended 31st December 2009 resulting from financing activities: None.

(6) Other significant direct transactions of the Company with the investee companies in Mainland China.

The Company agreed to pay a processing fee of NT\$1,299,752 (US\$40,630) to G.B.T. LBN Inc. and Gigabyte International Operation (Labuan) Limited for the year ended 31st December 2009, within 60 days after the month of billing, of which US\$15,486, and US\$19,777 were paid to Ningbo Giga-Byte Technology Co., Ltd., and Dongguan Gigabyte Electronics Co., Ltd., respectively.

4. Materials transactions occurred between the Company and its subsidiaries

(1) Subsidiaries included in the consolidated financial statements:

For the year ended 31st December 2008

(NT\$)

Number	Name of the Company	Name of the counterparty	Relationship with the counterparty	Account	Amount	Terms	% of total sales or total assets
0	Giga-Byte Technology Co., Ltd.	Giga-Byte Technology B.V.	Parent company to its subsidiary	Sales	\$ 13,017,825	Note A	26%
		Giga Advance (Labuan) Limited	"	"	6,040,020	Note C	12%
		Giga-Byte Technology (India) Ltd.	"	"	785,328	Note A	2%
		G-Style Co., Ltd.	"	"	145,008	"	-
		G.B.T. LBN Inc.	"	"	76,505	"	-
		Giga-Byte Communications Inc.	"	"	60,180	"	-
		G.B.T., Inc.	Parent company to its indirect subsidiary	"	2,538,692	"	5%
		Giga-Byte Communications Inc.	Parent company to its subsidiary	Processing revenues	57,601	Note B	-
		Giga-Byte Internation Operation Labuan Limited	Parent company to its indirect subsidiary	Processing expenses	454,648	Note A	1%
		G.B.T. LBN Inc.	"	"	761,131	"	2%
		Giga Advance (Labuan) Limited	Parent company to its subsidiary	Purchases	225,700	"	-
		Giga-Zone International Co., Ltd.	"	"	60,128	"	-
		G.B.T. LBN Inc. etc.	Parent company to its indirect subsidiary	"	104,827	"	-
		Giga-Byte Technology B.V.	Parent company to its subsidiary	Accounts receivable	1,094,954	"	4%
		Giga Advance (Labuan) Limited	"	"	229,630	"	1%
		G.B.T., Inc.	"	"	134,975	"	-
		Giga-Byte Technology (India) Ltd.	"	"	162,664	"	1%
		G-Style Co., Ltd.	"	"	60,922	"	-
		G.B.T. LBN Inc.	Parent company to its indirect subsidiary	Other current liability	355,310	"	1%
		Giga Advance (Labuan) Limited	Parent company to its subsidiary	"	74,867	"	-
		Giga-Byte Singapore PTE Ltd.	Parent company to its indirect subsidiary	"	29,190	"	-
		G.B.T. LBN Inc.	"	Accounts payable	192,157	"	1%
		Giga-Byte Internation Operation Labuan Limited	"	"	68,493	"	-
Giga Advance (Labuan) Limited etc.	Parent company to its subsidiary	"	42,532	"	-		
Ningbo Zhongjia Technology Co., Ltd.	Parent company to its indirect subsidiary	"	63,145	"	-		
1	Giga-Byte Technology B.V.	G.B.T. Technology Trading GmbH	Subsidiary to subsidiary	Commission	90,001	"	-
		G.B.T. Technology Co., Ltd. etc.	"	"	78,773	"	-
		Giga-Zone International Co., Ltd.	"	Purchases	103,837	"	-
		"	"	Accounts payable	37,826	"	-
2	Ningbo Zhongjia Technology Co., Ltd.	Ningbo Best Yield Technology services Co., Ltd.	Indirect subsidiary to indirect subsidiary	Warranty expenses	119,966	Note B	-
		Ningbo Giga-Byte Technology Co., Ltd.	"	Purchases	54,800	"	-
3	Giga Advance (Labuan) Limited	Ningbo Zhongjia Technology Co., Ltd.	Subsidiary to indirect subsidiary	Sales	5,915,911	Note A	12%
		"	"	Accounts receivable	277,530	"	1%

(NT\$)

Number	Name of the Company	Name of the counterparty	Relationship with the counterparty	Account	Amount	Terms	% of total sales or total assets
4	G.B.T. LBN Inc.	Ningbo Giga-Byte Technology Co., Ltd.	Indirect subsidiary to indirect subsidiary	Purchases	\$ 719,805	Note A	1%
		Dongguan Gigabyte Electronics Co., Ltd	"	"	521,092	"	1%
		Giga Advance (Labuan) Limited	"	Sales	228,629	"	-
		Ningbo Giga-Byte Technology Co., Ltd.	"	Accounts payable	215,594	"	1%
		Ningbo Best Yield Technology services Co., Ltd.	Subsidiary to subsidiary	Purchases	61,029	"	-
5	Giga Future Limited	Ningbo Giga-Byte Technology Co., Ltd.	Indirect subsidiary to indirect subsidiary	Other accounts receivable	181,759	Short-term loans	1%
6	Freedom International Group Ltd.	Giga Future Limited	Subsidiary to indirect subsidiary	"	128,884	"	-

Note A: Credit terms were 60 days after billing or 90 days upon receipt of goods.

Note B: Credit terms were 45 days after billings.

Note C: Credit terms were 30 days after billing.

Note D: Regarding the ratio of transaction amount to consolidated total operating revenues or total assets, it is computed based on the ending balance to consolidated total assets for balance sheet accounts and based on accumulated amount in the interim to consolidated total operating revenues for income statement accounts.

Note E: The transaction amount were disclosed if percentage of consolidated total assets exceed 0.1% or consolidated total revenues exceed 0.1%.

For the year ended 31st December 2009

(NT\$)

Number	Name of the Company	Name of the counterparty	Relationship with the counterparty	Account	Amount	Terms	% of total sales or total assets
0	Giga-Byte Technology Co., Ltd.	Giga-Byte Technology B.V.	Parent company to its subsidiary	Sales	\$ 11,234,414	Note A	24%
		Giga Advance (Labuan) Limited	"	"	8,152,070	Note C	17%
		Giga-Byte Technology (India) Ltd.	"	"	1,050,531	Note A	2%
		G-Style Co., Ltd.	"	"	444,681	"	1%
		G.B.T. LBN Inc.	Parent company to its indirect subsidiary	"	101,483	"	-
		Giga-Byte Communications Inc.	Parent company to its subsidiary	"	40,189	"	-
		G.E.T., Inc.	"	"	3,525,703	"	7%
		Giga-Byte Communications Inc.	Parent company to its subsidiary	Processing revenues	4,901	Note B	-
		G.B.T. LBN Inc.	"	Processing expense	1,299,752	"	3%
		G.B.T. LBN Inc.	"	Warranty expenses	55,666	Note A	-
		Giga Advance (Labuan) Limited	Parent company to its subsidiary	Purchases	156,409	"	-
		eRiver Precision Maching Co., Ltd.	"	"	66,829	"	-
		G.B.T. LBN Inc. etc.	Parent company to its indirect subsidiary	"	151,210	"	-
		Giga-Byte Technology B.V.	Parent company to its subsidiary	Accounts receivable	965,002	"	3%
		G.E.T., Inc.	"	"	654,949	Note A	2%
		Giga-Byte Technology (India) Ltd.	"	"	214,727	"	1%
		G-Style Co., Ltd.	"	"	136,025	"	-
		G.B.T. LBN Inc.	Parent company to its indirect subsidiary	Other current liability	6,960	"	1%
		Giga Advance (Labuan) Limited	Parent company to its subsidiary	"	98,753	"	-
		Giga-Byte Singapore PTE Ltd.	Parent company to its indirect subsidiary	"	29	"	-
		G.E.T. LBN Inc.	"	Accounts payable	364,960	"	1%
		Giga Advance (Labuan) Limited etc.	Parent company to its subsidiary	"	38,008	"	-
		G.B.T. LBN Inc.	Parent company to its indirect subsidiary	Accrued expenses	11,139	"	-
1	Giga-Byte Technology B.V.	G.B.T. Technology Trading GmbH	Subsidiary to subsidiary	Commission	91,612	"	-
		G.B.T. Technology Co., Ltd. etc.	"	"	87,707	"	-
		Giga-Zone International Co., Ltd.	"	Purchases	95,686	"	-
		"	"	Accounts payable	32,917	"	-
2	Ningbo Zhongjia Technology Co., Ltd.	Ningbo Best Yield Technology services Co., Ltd.	Indirect subsidiary to indirect subsidiary	Warranty expenses	144,072	Note B	-
		Ningbo Giga-Byte Technology Co., Ltd.	"	Purchases	76,494	"	-
3	Giga Advance (Labuan) Limited	Ningbo Zhongjia Technology Co., Ltd.	Subsidiary to indirect subsidiary	Sales	8,490,580	Note A	18%
		"	"	Accounts receivable	475,864	"	2%

(NT\$)

Number	Name of the Company	Name of the counterparty	Relationship with the counterparty	Account	Amount	Terms	% of total sales or total assets
4	G.B.T. LBN Inc.	Ningbo Giga-Byte Technology Co., Ltd.	Indirect subsidiary to indirect subsidiary	Purchases	\$ 475,246	Note A	1%
		Dongguan Gigabyte Electronics Co., Ltd	"	"	653,448	"	1%
		Giga Advance (Labuan) Limited	"	Sales	156,423	"	-
		Ningbo Giga-Byte Technology Co., Ltd.	"	Sales	35,661	"	1%
		Dongguan Gigabyte Electronics Co., Ltd	Indirect subsidiary to indirect subsidiary	Accrued expenses	310,312	"	1%

Note A: Credit terms were 60 days after billing or 90 days upon receipt of goods.

Note B: Credit terms were 45 days after billings.

Note C: Credit terms were 30 days after billing.

Note D: Regarding the ratio of transaction amount to consolidated total operating revenues or total assets, it is computed based on the ending balance to consolidated total assets for balance sheet accounts and based on accumulated amount in the interim to consolidated total operating revenues for income statement accounts.

Note E: The transaction amount were disclosed if percentage of consolidated total assets exceed 0.1% or consolidated total revenues exceed 0.1%.

For the year ended 31st December 2009

(US\$)
(Unaudited-Note 2)

Number	Name of the Company	Name of the counterparty	Relationship with the counterparty	Account	Amount	Terms	% of total sales or total assets		
0	Giga-Byte Technology Co., Ltd.	Giga-Byte Technology B.V.	Parent company to its subsidiary	Sales	\$ 351,185	Note A	24%		
		Giga Advance (Labuan) Limited	"	"	254,832	Note C	17%		
		Giga-Byte Technology (India) Ltd.	"	"	32,839	Note A	2%		
		G-Style Co., Ltd.	"	"	13,901	"	1%		
		G.B.T. LBN Inc.	Parent company to its indirect subsidiary	"	3,172	"	-		
		Giga-Byte Communications Inc.	Parent company to its subsidiary	"	1,256	"	-		
		G.B.T., Inc.	"	"	110,213	"	7%		
		Giga-Byte Communications Inc.	Parent company to its subsidiary	Processing revenues	153	Note B	-		
		G.B.T. LBN Inc.	"	Processing expense	40,630	"	3%		
		G.B.T. LBN Inc.	"	Warranty expenses	1,740	Note A	-		
		Giga Advance (Labuan) Limited	Parent company to its subsidiary	Purchases	4,889	"	-		
		eRiver Precision Maching Co., Ltd.	"	"	2,089	"	-		
		G.B.T. LBN Inc. etc.	Parent company to its indirect subsidiary	"	4,727	"	-		
		Giga-Byte Technology B.V.	Parent company to its subsidiary	Accounts receivable	30,166	"	3%		
		G.B.T., Inc.	"	"	20,474	Note A	2%		
		Giga-Byte Technology (India) Ltd.	"	"	6,712	"	1%		
		G-Style Co., Ltd.	"	"	4,252	"	-		
		G.B.T. LBN Inc.	Parent company to its indirect subsidiary	Other current liability	218	"	1%		
		Giga Advance (Labuan) Limited	Parent company to its subsidiary	"	3,087	"	-		
		Giga-Byte Singapore PTE Ltd.	Parent company to its indirect subsidiary	"	1	"	-		
		G.B.T. LBN Inc.	"	Accounts payable	11,409	"	1%		
		Giga Advance (Labuan) Limited etc.	Parent company to its subsidiary	"	1,188	"	-		
		G.B.T. LBN Inc.	Parent company to its indirect subsidiary	Accrued expenses	348	"	-		
		1	Giga-Byte Technology B.V.	G.B.T. Technology Trading GmbH	Subsidiary to subsidiary	Commission	2,864	"	-
				G.B.T. Technology Co., Ltd. etc.	"	"	2,742	"	-
				Giga-Zone International Co., Ltd.	"	Purchases	2,991	"	-
2	Ningbo Zhongjia Technology Co., Ltd.	"	"	Accounts payable	1,029	"	-		
		Ningbo Best Yield Technology services Co., Ltd.	Indirect subsidiary to indirect subsidiary	Warranty expenses	4,504	Note B	-		
3	Giga Advance (Labuan) Limited	Ningbo Giga-Byte Technology Co., Ltd.	"	Purchases	2,391	"	-		
		Ningbo Zhongjia Technology Co., Ltd.	Subsidiary to indirect subsidiary	Sales	265,414	Note A	18%		
		"	"	Accounts receivable	14,875	"	2%		

(US\$)
(Unaudited-Note 2)

Number	Name of the Company	Name of the counterparty	Relationship with the counterparty	Account	Amount	Terms	% of total sales or total assets
4	G.B.T. LBN Inc.	Ningbo Giga-Byte Technology Co., Ltd.	Indirect subsidiary to indirect subsidiary	Purchases	\$ 14,856	Note A	1%
		Dongguan Gigabyte Electronics Co., Ltd	"	"	20,427	"	1%
		Giga Advance (Labuan) Limited	"	Sales	4,890	"	-
		Ningbo Giga-Byte Technology Co., Ltd.	"	Sales	1,115	"	1%
		Dongguan Gigabyte Electronics Co., Ltd	Indirect subsidiary to indirect subsidiary	Accrued expenses	9,700	"	1%

Note A: Credit terms were 60 days after billing or 90 days upon receipt of goods.

Note B: Credit terms were 45 days after billings.

Note C: Credit terms were 30 days after billing.

Note D: Regarding the ratio of transaction amount to consolidated total operating revenues or total assets, it is computed based on the ending balance to consolidated total assets for balance sheet accounts and based on accumulated amount in the interim to consolidated total operating revenues for income statement accounts.

Note E: The transaction amount were disclosed if percentage of consolidated total assets exceed 0.1% or consolidated total revenues exceed 0.1%.

12. SEGMENT INFORMATION

A. Operation in different geographic areas: Not applicable as the Company and its consolidated subsidiaries are mainly engaged in a single segment, the manufacture and sale of motherboards and graphics cards.

B. Informations by geographic area:

	2008				
	NT\$				
	Domestic	Holland	Other foreign operations	Adjustment and elimination	Total
Operating revenues-external	\$ 30,582,788	\$ 13,578,438	\$ 4,903,077	\$ -	\$ 49,064,303
Operating revenues-internal	23,633,662	6,656	1,215,779	(24,856,097)	-
Total operating revenues	<u>\$ 54,216,450</u>	<u>\$ 13,585,094</u>	<u>\$ 6,118,856</u>	<u>(\$ 24,856,097)</u>	<u>\$ 49,064,303</u>
Segment income	<u>\$ 485,921</u>	<u>\$ 7,859</u>	<u>\$ 2,809</u>	<u>\$ 1,285,215</u>	<u>\$ 1,781,804</u>
Identifiable assets	<u>\$ 28,471,080</u>	<u>\$ 1,710,814</u>	<u>\$ 7,316,328</u>	<u>(\$ 10,259,646)</u>	<u>\$ 27,238,576</u>
	2009				
	NT\$				
	Domestic	Holland	Other foreign operations	Adjustment and elimination	Total
Operating revenues-external	\$ 21,415,528	\$ 11,869,485	\$ 14,198,036	\$ -	\$ 47,483,049
Operating revenues-internal	24,795,821	8,347	1,963,153	(26,767,321)	-
Total operating revenues	<u>\$ 46,211,349</u>	<u>\$ 11,877,832</u>	<u>\$ 16,161,189</u>	<u>(\$ 26,767,321)</u>	<u>\$ 47,483,049</u>
Segment income	<u>\$ 2,387,311</u>	<u>\$ 27,554</u>	<u>\$ 120,217</u>	<u>(\$ 48,163)</u>	<u>\$ 2,486,919</u>
Identifiable assets	<u>\$ 33,795,219</u>	<u>\$ 2,062,548</u>	<u>\$ 7,575,655</u>	<u>(\$ 11,351,325)</u>	<u>\$ 32,082,097</u>
	2009				
	US\$ (Unaudited-Note 2)				
	Domestic	Holland	Other foreign operations	Adjustment and elimination	Total
Operating revenues-external	\$ 669,444	\$ 371,037	\$ 443,827	\$ -	\$ 1,484,309
Operating revenues-internal	775,112	261	61,368	(836,740)	-
Total operating revenues	<u>\$ 1,444,556</u>	<u>\$ 371,298</u>	<u>\$ 505,195</u>	<u>(\$ 836,740)</u>	<u>\$ 1,484,309</u>
Segment income	<u>\$ 74,627</u>	<u>\$ 861</u>	<u>\$ 3,758</u>	<u>(\$ 1,506)</u>	<u>\$ 77,741</u>
Identifiable assets	<u>\$ 1,056,431</u>	<u>\$ 64,475</u>	<u>\$ 236,813</u>	<u>(\$ 354,840)</u>	<u>\$ 1,002,879</u>

C. Export sales:

Export sales of the Company and its consolidated subsidiaries in 2008 and 2009 were as follows:

	For the years ended 31st December		
	2008	2009	2009
	NT\$	NT\$	US\$
			(Unaudited- Note 2)
<u>Area</u>			
Asia	\$ 19,986,906	\$ 22,093,417	\$ 690,635
Europe	17,199,789	12,953,461	404,922
North America	4,974,355	4,857,701	151,851
Others	<u>2,443,407</u>	<u>2,972,471</u>	<u>92,919</u>
	<u>\$ 44,604,457</u>	<u>\$ 42,877,050</u>	<u>\$ 1,340,327</u>

D. Information on major customers:

No single customers accounted for more than 10% of consolidated operating revenue in 2008 and 2009.