



奇景光電公佈自結 2012 年第三季合併財務報表 及第四季展望

第三季營收、毛利率及每 ADS 盈餘均符合預期 第四季營收持平或下跌、毛利率持平

- 2012 年第三季營收淨額為 19,040 萬美元，較 2011 年同期成長 17.5%，創 2009 年第四季以來新高
- 2012 年第三季中小尺寸驅動 IC 產品營收淨額為 8,730 萬美元，較 2011 年同期成長 9.5%，創歷史新高
- 非驅動 IC 產品營收為 2,660 萬美元，較 2011 年同期成長 30.2%
- 2012 年第三季毛利率達 23.3%，較 2011 年同期 18.5% 上升 4.8 個百分點，較第二季 23.1% 上升 0.2 個百分點
- 2012 年第三季稅後淨利為 1,650 萬美元，較 2011 年同期 480 萬美元成長 244.1%；2012 年第三季每 ADS 盈餘為 9.7 美分(約新台幣 2.90 元)，較 2011 年同期 2.7 美分(約新台幣 0.78 元)成長 259.3%
- 扣除固定於第三季分配的股票酬勞及購併相關費用後，2012 年第三季稅後淨利為 1,040 萬美元，較 2011 年同期 60 萬美元成長 1521.7%；2012 年第三季每 ADS 盈餘為 6.1 美分(約新台幣 1.82 元)，較 2011 年同期 0.4 美分(約新台幣 0.11 元)成長 1425%
- 預估 2012 年第四季，營收較第三季持平或下跌，毛利率持平，每 ADS 盈餘為 7.0 至 8.5 美分(約新台幣 2.09 至 2.54 元)之間；預估全年毛利率 23.1%，每 ADS 盈餘為 28.6 至 30.1 美分(約新台幣 8.54 至 9.0 元)之間

[台南，2012 年 11 月 8 日] 奇景光電(納斯達克代號: HIMX) 今日公佈自結 2012 年第三季合併財務報表，及第四季的展望。奇景光電第三季營收淨額、毛利率及每 ADS 盈餘，均符合預期。

奇景光電 2012 年第三季營收淨額合計一億九千零四十萬美元(約新台幣五十六億八千五百萬元*)，較 2011 年同期一億六千二百一十萬美元(約新台幣四十六億九千萬元**)成長 17.5%，並較第二季一億八千九百五十萬美元(約新台幣五十五億九千九百萬元**)增加 0.5%。第三季毛利率為 23.3%，較 2011 年同期 18.5% 上升 4.8 個百分點，較第二季 23.1% 上升 0.2 個百分點。

2012 年第三季稅後淨利為一千六百五十萬美元(約新台幣四億九千二百萬元*)，較 2011 年同期四百八十萬美元(約新台幣一億四千萬元**)成長 244.1%。2012 年第三季每 ADS 盈餘為 9.7 美分(約新台幣 2.90 元*)，較 2011 年同期 2.7 美分(約新台幣 0.78 元**)成長 259.3%。

扣除奇景固定於第三季分配的股票酬勞及購併相關費用後，2012 年第三季稅後淨利為一千零四十萬美元(約新台幣三億一千一百萬元*)，較 2011 年同期六十萬美元(約新台幣一千九百萬元**)成長 1521.7%，較第二季一千五百一十萬美元(約新台幣四億四千六百萬元**)減少 31.1%。2012 年第三季每 ADS 盈餘為 6.1 美分(約新台幣 1.82 元*)，2011 年同期為 0.4 美分(約新台幣 0.11 元**)，2012 年第二季為 8.9 美分(約新台幣 2.63 元**)。

奇景光電表示，2012 年第三季營收為 2009 年第四季以來最高水準。第三季毛利率則為 2008 年第四季以來最高，也是連續第四季持續成長。毛利率提高的主要原因，是來自高毛利產品組合的貢獻，例如非驅動 IC 產品。在驅動 IC 方面，奇景目前更專注在較高技術門檻的高附加價值及高階產品市場。持續改善毛利率仍將是奇景未來經營管理的主要重點。

中小尺寸驅動 IC，已是奇景營收比重最大的產品。由於技術及產品競爭力均領先業界，奇景中小尺寸驅動 IC 產品已持續一段相當長的快速成長動能，不僅有效提升整體的營收額，也讓產品組合更多元化。中小尺寸驅動 IC 產品，2012 年第三季營收淨額為八千七百三十萬美元(約新台幣二十六億零六百萬元*)，較 2011 年同期增加 9.5%，較第二季增加 4.1%，創歷史新高，占營收比例亦提高至 45.8%。奇景中小尺寸驅動 IC 產品最近兩、三年飛快成長，以 2009 年第四季為例，當時營收僅為三千七百七十萬美元(約新台幣十一億二千六百萬元*)，只占營收 21.1%。第三季中小尺寸產品中，平板電腦及車用顯示器成長最為快速，奇景目前正與多家國際品牌客戶合作研發新產品，預計將在 2013 年配合下一代平板電腦及車用顯示器量產出貨。

如上次法說會預期，奇景智慧型手機驅動 IC 產品營收，在 2012 年第二季成長趨緩，主要原因是，奇景在中國大陸的一線品牌客戶經營的高階市場，面臨二線及白牌手機廠大量推出平價智能機的殺價競爭，也連帶影響奇景在 2012 年第三季智慧型手機的成長。即使短期市場波動劇烈，但奇景仍然看好智慧型手機驅動 IC 產品的未來前景。自 2011 年第三季起，奇景在中國大陸的一線品牌客戶，其智慧型手機驅動 IC 產品快速成長，未來除了中國大陸品牌客戶的帶動，奇景更進一步成功導入其他國際品牌手機大廠，將在第四季開始量產出貨。奇景預期中國大陸及國際市場的強勁需求，智慧型手機驅動 IC 產品將持續成長動能。奇景在第三季也看到經營智慧型手機二線品牌的成果，將努力擴大在各級手機市場的佔有率。然而，由於季節性因素，整體中小尺寸驅動 IC 產品在第四季成長有限。

2012 年第三季，大尺寸驅動 IC 產品營收淨額為七千六百五十萬美元(約新台幣二十二億八千六百萬元*)，較 2011 年同期成長 23.4%，但較第二季略減 4.0%。這是奇景大尺寸驅動 IC 產品營收在連續三季成長後的首次回落，主要原因是今年初期開始出貨的 TV 機種需求減緩。大尺寸 2012 年第三季占總營收比例為 40.2%，2011 年同期為 38.3%，第二季為 42.1%。大尺寸驅動 IC 仍然是奇景重要的產品，占今年前三季營收比例 41.7%，較 2011 年前三季大尺寸營收成長 11.9%，主要是中國大陸面板廠的產能增加。由於新一代的高速傳輸介面及超高解析度面板(4KX2K)的技術領先業界，此高技術門檻將是奇景繼續保持市場有利地位的優勢，奇景仍會持續致力研發以保持領先，並努力提高大尺寸驅動 IC 產品的市占率。

不過，受到監視器及筆記型電腦市場需求減緩的影響，奇景大尺寸驅動 IC 產品在第四季營收將較上季微幅減少。

非驅動 IC 產品是奇景未來長期發展的重點。2012 年第三季，非驅動 IC 產品包括 CMOS 影像感測器、LCOS 微投影解決方案、觸控 IC、電源管理 IC、白光 LED 驅動 IC、晶圓級光學鏡頭、時序控制 IC、客製化 IC 及提供矽智權授權等，營收淨額合計為二千六百六十萬美元(約新台幣七億九千三百萬元*)，占總營收比例為 14.0%，較 2011 年同期成長 30.2%，但僅較第二季成長 2.3%。如奇景在上次法說會提示，非驅動 IC 產品業務預期在第三季成長趨緩，主要是 CMOS 影像感測器出貨延後，以及 LCOS 微投影業務轉型。第三季非驅動 IC 產品中，以觸控 IC、電源管理 IC、白光 LED 驅動 IC、晶圓級光學鏡頭等產品表現最好，都有兩位數的營收成長。

非驅動 IC 產品中的 CMOS 影像感測器，由於 Windows 8 從第三季延遲到第四季問世，因此奇景搭配 Windows 8 使用的一百萬畫素產品，在第三季的出貨受到影響。然而，由於奇景已成功導入數家一線筆記型電腦大廠，預期此需求在第四季將開始恢復。除了筆記型電腦，奇景亦開發更廣泛的客戶群，將 CMOS 影像感測器成功導入多種智慧型手機、平板電腦及安防監控的應用產品。奇景在第三季，亦推出以智慧型手機市場為目標的五百萬畫素產品，預計將在第四季開始出貨。

除了在既有的微型投影產品上繼續開發新的設計外，奇景 LCOS 微投影業務目前主力聚焦在未來前景看好的頭戴式顯示器。奇景與一線品牌客戶共同研發的頭戴式顯示器，已在第四季開始小量出貨，提供客戶進行小批量試產。

*以 2012 年第三季平均匯率 1US\$=NT\$29.856 換算，若有差異，是因美金尾數或四捨五入造成。

**以 2012 年第二季平均匯率 1US\$=NT\$ 29.530 換算，若有差異，是因美金尾數或四捨五入造成。

***以 2011 年第三季平均匯率 1US\$=NT\$28.939 換算，若有差異，是因美金尾數或四捨五入造成。

非驅動IC產品中的電容式多點觸控IC，在第三季快速成長，奇景除了持續出貨給既有智慧型手機品牌客戶外，也開始供貨給中國大陸手機新客戶。奇景將努力開發智慧型手機品牌及平板電腦新客戶，以及有觸控功能的Windows 8 桌上型電腦等市場。奇景相信觸控IC將有長期成長前景。

非驅動IC產品中的晶圓級光學鏡頭，在第三季有兩位數的成長。由於三十萬畫素的VGA鏡頭產品良率穩定，奇景開始提升產品規格，製作一百萬畫素的產品。奇景相信，此產品在智慧型手機前端相機市場中，具有極大的市場潛能。奇景預期一百萬畫素晶圓級光學鏡頭，在2013年初期將開始量產出貨。

在非驅動IC產品中，時序控制IC的營收，依然是最大的貢獻者。奇景的eDP 時序控制IC解決方案，為目前市場領導者之一。新eDP介面已經開始供應給高解析度筆記型電腦及平板電腦產品，相較於現有的LVDS介面，新eDP介面可提供終端產品更輕薄、高解析度及高能效的優勢。奇景的eDP 1.1 及1.2已有良好的出貨記錄，eDP1.3預計在2013年初期開始量產。隨著eDP被市場採用，奇景正處於此新興市場最有利位置。

奇景在客製化IC及矽智權授權業務，也於第三季持續有好的進展。在客製化IC方面，奇景在第三季新增一線品牌客戶新開發案，因此收取的開發收入，亦對奇景第三季毛利率產生正面貢獻。

2012年第三季，奇景發放年度員工限制型股份獎勵立即費用化部份共六百三十萬美元(約新台幣一億八千八百萬元*)，並對員工適度調高薪資。

奇景光電預計第四季營收將較第三季持平或小跌，毛利率持平，每ADS盈餘為7.0至8.5美分(約新台幣2.09至2.54元*)之間。預估全年毛利率23.1%，每ADS盈餘為28.6至30.1美分(約新台幣8.54至9.0元)之間。

奇景光電在2011年6月20日宣布總金額二千五百萬美元的股票買回計劃，在2012年第三季，總計買回總金額四十萬美元，股數為三十萬單位ADS。截至2012年9月30日止，累積奇景已經買回總金額一千二百七十萬美元，股數為九百一十萬單位ADS。奇景未來仍將繼續執行此買回計劃。

*本季依美國會計準則，(不含股票酬勞費用及購併相關費用)毛利率、營業利益率及淨利率之調節表，以及每ADS盈餘之調節表請參考本新聞稿後之附件。

線上法說會細節

網路 www.himax.com.tw 及電話收聽重播，將自線上法說會結束後兩小時開始，至台灣時間2012年11月16日星期五下午1點(美國東岸標準時間11月15日午夜12點)結束，重播電話專線為+1-877-870-5176(美國本土)或+1-858-384-5517(美國以外)。重播確認ID號碼為402099。至台灣時間2013年11月7日為止，線上法說會的網路線上收聽連結，可透過ViaVid網路廣播連結<http://public.viaavid.com/index.php?id=102174>，或是<http://www.viaavid.net> 收聽。

*以2012年第三季平均匯率1US\$=NT\$29.856換算，若有差異，是因美金尾數或四捨五入造成。

**以2012年第二季平均匯率1US\$=NT\$29.530換算，若有差異，是因美金尾數或四捨五入造成。

***以2011年第三季平均匯率1US\$=NT\$28.939換算，若有差異，是因美金尾數或四捨五入造成。

關於奇景光電

奇景光電股份有限公司（納斯達克代號：HIMX）為一個專注於影像顯示處理技術之 IC 設計公司。本公司係全球顯示器驅動 IC 與時序控制 IC 領先廠商，產品應用於電視、筆記型電腦、桌上型電腦、手機、平板電腦、數位相機、汽車導航以及其他多種消費性電子產品。奇景光電的其他產品並包含觸控面板控制 IC、手持式與頭戴式矽控液晶光閥(LCOS)微型投影解決方案、LED 驅動 IC、電源管理 IC、監視器及投影機控制晶片、客製化影像處理晶片解決方案及提供矽智權的授權等。奇景光電亦提供數位相機解決方案，包括 CMOS 影像感測 IC 及晶圓級光學鏡頭，這些產品已被廣泛地應用在手機、平板電腦、筆記型電腦、電視、網路攝影機、汽車、保全及醫療器材等。奇景光電設立於 2001 年，總部位於台灣台南，目前員工人數約 1,400 人，分布於台南、新竹、台北、中國、韓國、日本與美國。至 2012 年 9 月 30 日為止，奇景光電在全球已取得 1,657 項專利，尚有 1,504 項專利正在申請中，產品應用於全球各種消費性電子品牌產品，技術領先並維持影像顯示處理技術半導體解決方案領導廠商的地位。

新聞聯絡人：

林佳慧 / Penny Lin
投資人關係 專案副理
奇景光電股份有限公司
Himax Technologies, Inc.
+886-2-2370-3999 分機 22320
penny_lin@himax.com.tw

黃華珮 / Jessica Huang
媒體關係 專案經理
奇景光電股份有限公司
Himax Technologies, Inc.
+886-3-516-3276 分機 38817
jessica_huang@himax.com.tw

Investor Relations
MZ North America
John Mattio, SVP
Tel: +1-212-301-7130
john.mattio@mzgroup.us

風險說明：

本新聞稿的部分展望未來的陳述，特別是有關於財務、產業預測與台灣上市計畫，含有風險及不確定性，可能會導致實際結果與本新聞稿的描述不同，可能造成差異的因素包括但不限於整體市場與經濟的狀況、半導體產業的狀況、市場對本公司驅動 IC 產品及非驅動 IC 產品之接受度、產品競爭力、市場競爭、終端市場需求、對少數主要客戶的依賴度、持續創新的技術、新面板技術發展、發展與維護智慧財產權的能力、價格壓力如平均售價下滑或客戶訂單模式改變、全年有效稅率預估的改變、面板其他關鍵零組件短缺、政策法規改變、匯率波動、子公司新投資案、對客戶應收帳款的回收與存貨的管理、維護及吸引人才、股東對台灣上市的支持度、台灣及美國主管機關政策的改變、台灣證券交易所對於本公司上市的接受度、台灣及美國資本市場的變動、資本市場對於本公司股票發行的接受度、本公司普通股及 ADS 雙向轉換的狀況以及其他本公司在美國證交所申報的文件中提到的相關風險，包括本公司為 2011 年度所申報的 20-F 文件中「風險因素」標題項下的該等風險。不論是否有其他新的訊息或事件，本公司皆無義務公開更新或修改此風險說明。

– Tables Attached –

*以 2012 年第三季平均匯率 1US\$=NT\$29.856 換算，若有差異，是因美金尾數或四捨五入造成。

**以 2012 年第二季平均匯率 1US\$=NT\$ 29.530 換算，若有差異，是因美金尾數或四捨五入造成。

***以 2011 年第三季平均匯率 1US\$=NT\$28.939 換算，若有差異，是因美金尾數或四捨五入造成。

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Income
(These interim financials do not fully comply with US GAAP because they omit all interim disclosure required by US GAAP)
(Amounts in Thousands of U.S. Dollars, Except Per Share Data)

	Three Months Ended September 30,		Three Months Ended June 30,
	2012	2011	2012
Revenues			
Revenues from third parties, net	\$ 125,671	\$ 98,404	\$ 126,164
Revenues from related parties, net	64,742	63,717	63,346
	190,413	162,121	189,510
Costs and expenses:			
Cost of revenues	146,113	132,134	145,794
Research and development	21,494	21,292	15,717
General and administrative	5,056	5,146	4,066
Sales and marketing	4,588	4,072	3,728
Total costs and expenses	177,251	162,644	169,305
Operating income (loss)	13,162	(523)	20,205
Non operating income (loss):			
Interest income	58	126	100
Equity in losses of equity method investees	(30)	(82)	(12)
Foreign exchange gains (losses), net	(63)	759	185
Interest expense	(77)	(131)	(97)
Other income (loss), net	502	(271)	(17)
	390	401	159
Earnings (loss) before income taxes	13,552	(122)	20,364
Income tax expense (benefit)	3,388	(31)	5,447
Net income (loss)	10,164	(91)	14,917
Net loss attributable to noncontrolling interests	247	733	188
Net income attributable to Himax stockholders	\$ 10,411	\$ 642	\$ 15,105
Basic earnings per ordinary share attributable to Himax stockholders	\$ 0.031	\$ 0.002	\$ 0.044
Diluted earnings per ordinary share attributable to Himax stockholders	\$ 0.031	\$ 0.002	\$ 0.044
Basic earnings per ADS attributable to Himax stockholders	\$ 0.061	\$ 0.004	\$ 0.089
Diluted earnings per ADS attributable to Himax stockholders	\$ 0.061	\$ 0.004	\$ 0.089
Basic Weighted Average Outstanding ADS	169,782	176,698	170,283
Diluted Weighted Average Outstanding ADS	169,929	176,876	170,586

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Income
(Amounts in Thousands of U.S. Dollars, Except Per Share Data)

	Nine Months Ended September 30,	
	2012	2011
Revenues		
Revenues from third parties, net	\$ 355,308	\$ 264,947
Revenues from related parties, net	191,308	198,846
	546,616	463,793
Costs and expenses:		
Cost of revenues	420,484	375,599
Research and development	53,910	60,376
General and administrative	12,811	13,172
Sales and marketing	11,580	9,216
Total costs and expenses	498,785	458,363
Operating income	47,831	5,430
Non operating income (loss):		
Interest income	243	396
Equity in losses of equity method investees	(114)	(275)
Foreign exchange gains (losses), net	(219)	776
Interest expense	(273)	(330)
Other income (loss), net	694	(27)
	331	540
Earnings before income taxes	48,162	5,970
Income tax expense	12,040	1,492
Net income	36,122	4,478
Net loss attributable to noncontrolling interests	707	2,511
Net income attributable to Himax stockholders	\$ 36,829	\$ 6,989
Basic earnings per ordinary share attributable to Himax stockholders	\$ 0.108	\$ 0.020
Diluted earnings per ordinary share attributable to Himax stockholders	\$ 0.108	\$ 0.020
Basic earnings per ADS attributable to Himax stockholders	\$ 0.216	\$ 0.039
Diluted earnings per ADS attributable to Himax stockholders	\$ 0.216	\$ 0.039
Basic Weighted Average Outstanding ADS	170,691	177,107
Diluted Weighted Average Outstanding ADS	170,702	177,197

Himax Technologies, Inc.
Unaudited Supplemental Financial Information
(Amounts in Thousands of U.S. Dollars)

The amount of share-based compensation included in applicable statements of income categories is summarized as follows:	Three Months Ended September 30,		Three Months Ended June 30,
	2012	2011	2012
Share-based compensation			
Cost of revenues	\$ 150	\$ 96	\$ 6
Research and development	4,570	3,139	366
General and administrative	1,009	554	62
Sales and marketing	1,004	684	76
Income tax benefit	(1,118)	(744)	(87)
Total	\$ 5,615	\$ 3,729	\$ 423

The amount of acquisition-related charges included in applicable statements of income categories is summarized as follows:

Acquisition-related charges			
Research and development	\$ 305	\$ 259	\$ 240
Sales and marketing	289	289	290
Income tax benefit	(125)	(125)	(125)
Total	\$ 469	\$ 423	\$ 405

Himax Technologies, Inc.
Unaudited Supplemental Financial Information
(Amounts in Thousands of U.S. Dollars)

The amount of share-based compensation included in applicable statements of income categories is summarized as follows:

	Nine Months Ended September 30,	
	2012	2011
Share-based compensation		
Cost of revenues	\$ 161	\$ 118
Research and development	5,309	4,874
General and administrative	1,133	839
Sales and marketing	1,157	963
Income tax benefit	(1,291)	(1,099)
Total	\$ 6,469	\$ 5,695

The amount of acquisition-related charges included in applicable statements of income categories is summarized as follows:

Acquisition-related charges		
Research and development	\$ 786	\$ 775
Sales and marketing	868	868
Income tax benefit	(375)	(375)
Total	\$ 1,279	\$ 1,268

Himax Technologies, Inc.
GAAP Unaudited Condensed Consolidated Balance Sheets
(Amounts in Thousands of U.S. Dollars, Except Per Share Data)

	September 30, 2012	June 30, 2012	December 31, 2011
Assets			
Current assets:			
Cash and cash equivalents	\$ 88,822	\$ 102,992	\$ 106,164
Restricted cash and cash equivalents	73,000	63,000	84,200
Investments in marketable securities available-for-sale	171	167	165
Accounts receivable, less allowance for doubtful accounts, sales returns and discounts	136,284	129,045	101,280
Accounts receivable from related parties, less allowance for sales returns and discounts	82,019	83,832	79,833
Inventories	128,339	139,158	112,985
Deferred income taxes	16,760	16,432	16,217
Prepaid expenses and other current assets	15,012	15,108	14,865
Total current assets	\$ 540,407	\$ 549,734	\$ 515,709
Investment securities, including securities measured at fair value	\$ 12,926	\$ 24,619	\$ 24,506
Equity method investments	295	322	439
Property, plant and equipment, net	53,119	54,173	57,150
Deferred income taxes	5,785	13,830	13,649
Goodwill	30,923	26,846	26,846
Intangible assets, net	6,557	3,431	4,494
Other assets	2,427	2,434	2,185
	<u>112,032</u>	<u>125,655</u>	<u>129,269</u>
Total assets	\$ 652,439	\$ 675,389	\$ 644,978
Liabilities and Equity			
Current liabilities:			
Short-term debt	\$ 73,000	\$ 63,000	\$ 84,200
Accounts payable	129,959	159,407	134,353
Income taxes payable	8,687	12,753	3,644
Other accrued expenses and other current liabilities	22,688	31,082	23,163
Total current liabilities	\$ 234,334	\$ 266,242	\$ 245,360
Other liabilities	3,860	5,018	4,560
Total liabilities	\$ 238,194	\$ 271,260	\$ 249,920
Equity			
Himax stockholders' equity:			
Ordinary shares, US\$0.3 par value, 1,000,000,000 shares authorized; 356,699,482 shares issued and 339,834,778, 339,047,694 and 349,279,556 outstanding at September 30, 2012, June 30, 2012, and December 31, 2011, respectively	\$ 107,010	\$ 107,010	\$ 107,010
Additional paid-in capital	104,700	104,580	103,051
Treasury shares, at cost (16,864,704 ordinary shares, 17,651,788 ordinary shares and 7,419,926 ordinary shares at September 30, 2012, June 30, 2012, and December 31, 2011, respectively)	(11,805)	(12,213)	(4,502)
Accumulated other comprehensive income	(488)	137	166
Unappropriated retained earnings	213,861	203,450	187,712
Himax stockholders' equity	\$ 413,278	\$ 402,964	\$ 393,437
Noncontrolling interests	967	1,165	1,621
Total equity	\$ 414,245	\$ 404,129	\$ 395,058
Total liabilities and equity	\$ 652,439	\$ 675,389	\$ 644,978

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(Amounts in Thousands of U.S. Dollars)

	Three Months Ended September 30, 2012	2011	Three Months Ended June 30, 2012
Cash flows from operating activities:			
Net income (loss)	\$ 10,164	\$ (91)	\$ 14,917
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:			
Depreciation and amortization	3,152	3,162	3,165
Share-based compensation expenses	451	1,600	510
Loss on disposal of property, plant and equipment	30	114	---
Loss (gain) on disposal of marketable securities, net	(635)	36	11
Unrealized loss on conversion option	62	298	62
Interest income from amortization of discount on investment in corporate bonds	(18)	(41)	(41)
Equity in losses of equity method investees	30	82	12
Deferred income tax expense	7,587	2,020	257
Inventories write downs	3,241	1,813	4,115
Changes in operating assets and liabilities:			
Accounts receivable	(7,239)	(1,921)	(25,956)
Accounts receivable from related parties	1,811	6,542	2,077
Inventories	7,579	17,873	(24,758)
Prepaid expenses and other current assets	(320)	1,890	424
Accounts payable	(29,448)	(12,224)	24,476
Income taxes payable	(4,067)	(2,431)	4,967
Other accrued expenses and other current liabilities	1,568	(316)	(1,066)
Other liabilities	(1,039)	(980)	36
Net cash provided by (used in) operating activities	<u>(7,091)</u>	<u>17,426</u>	<u>3,208</u>
Cash flows from investing activities:			
Purchase of property and equipment	(1,746)	(7,128)	(1,009)
Proceeds from disposal of property and equipment	---	7	---
Purchase of available-for-sale marketable securities	(3,351)	(5,193)	(5,526)
Disposal of available-for-sale marketable securities	7,984	5,158	5,515
Proceeds from disposal of equity method investment	---	371	---
Cash acquired in acquisition	546	---	---
Release (pledge) of restricted cash equivalents and marketable securities	(3)	9	2
Decrease (increase) in other assets	585	65	(132)
Net cash provided by (used in) investing activities	<u>4,015</u>	<u>(6,711)</u>	<u>(1,150)</u>

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(Amounts in Thousands of U.S. Dollars)

	Three Months Ended September 30,		Three Months Ended June 30,
	2012	2011	2012
Cash flows from financing activities:			
Distribution of cash dividends	\$ (10,680)	\$ (21,224)	\$ ---
Proceeds from issuance of new shares by subsidiaries	33	10	86
Payments to repurchase ordinary shares	(511)	(2,062)	(1,147)
Proceeds from disposal of subsidiary shares to noncontrolling interests by Himax Technologies Limited	---	---	97
Proceeds from disposal of subsidiary shares to noncontrolling interests by Himax Imaging, Inc.	78	720	1
Purchase of subsidiary shares from noncontrolling interests	(9)	(1,383)	(3)
Release (pledge) of restricted cash equivalents and marketable securities (for borrowing of short-term debt)	(10,000)	(27,200)	21,200
Proceeds from borrowing of short-term debt	73,000	27,200	146,800
Repayment of short-term debt	(63,000)	---	(168,000)
Net cash used in financing activities	(11,089)	(23,939)	(966)
Effect of foreign currency exchange rate changes on cash and cash equivalents	(5)	(9)	(12)
Net increase (decrease) in cash and cash equivalents	(14,170)	(13,233)	1,080
Cash and cash equivalents at beginning of period	102,992	103,887	101,912
Cash and cash equivalents at end of period	\$ 88,822	\$ 90,654	\$ 102,992
 Supplemental disclosures of cash flow information:			
Cash paid during the period for:			
Interest expense	\$ 77	\$ 188	\$ 97
Income taxes	\$ 174	\$ 95	\$ 123
 Supplemental disclosures of non-cash investing and financing activities:			
Dividend Payable	\$ ---	\$ ---	\$ 10,680
Fair value of ordinary shares issued by Himax Display, Inc. in the acquisition of Spatial Photonics, Inc.	\$ 541	\$ ---	\$ ---

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(Amounts in Thousands of U.S. Dollars)

	Nine Months Ended September 30,	
	2012	2011
Cash flows from operating activities:		
Net income	\$ 36,122	\$ 4,478
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation and amortization	9,630	9,613
Share-based compensation expenses	1,478	3,921
Loss on disposal of property, plant and equipment	30	114
Gain on disposal of equity method investment	---	(313)
Gain on disposal of marketable securities, net	(631)	(351)
Unrealized loss (gain) on conversion option	(28)	902
Interest income from amortization of discount on investment in corporate bonds	(101)	(130)
Equity in losses of equity method investees	114	275
Deferred income tax expense	6,938	1,279
Inventories write downs	9,973	6,381
Changes in operating assets and liabilities:		
Accounts receivable	(35,004)	(14,071)
Accounts receivable from related parties	(2,191)	15,587
Inventories	(25,326)	6,943
Prepaid expenses and other current assets	(566)	1,465
Accounts payable	(4,394)	(2,376)
Income taxes payable	5,042	(6,291)
Other accrued expenses and other current liabilities	(1,029)	625
Other liabilities	(334)	(1,897)
Net cash provided by (used in) operating activities	(277)	26,154
Cash flows from investing activities:		
Purchase of property and equipment	(4,361)	(17,653)
Proceeds from disposal of property and equipment	---	7
Purchase of available-for-sale marketable securities	(15,124)	(14,047)
Disposal of available-for-sale marketable securities	19,753	22,392
Proceeds from disposal of equity method investment	---	371
Purchase of investment securities	(3)	---
Cash acquired in acquisition	546	---
Release (pledge) of restricted cash equivalents and marketable securities	(5)	1,007
Decrease in other assets	429	34
Net cash provided by (used in) investing activities	1,235	(7,889)

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(Amounts in Thousands of U.S. Dollars)

	Nine Months Ended September 30,	
	2012	2011
Cash flows from financing activities:		
Distribution of cash dividends	\$ (10,680)	\$ (21,224)
Proceeds from issuance of new shares by subsidiaries	116	41
Payments to repurchase ordinary shares	(8,222)	(2,129)
Proceeds from disposal of subsidiary shares to noncontrolling interests by Himax Technologies Limited	97	---
Proceeds from disposal of subsidiary shares to noncontrolling interests by Himax Imaging, Inc.	411	720
Purchase of subsidiary shares from noncontrolling interests	(13)	(1,911)
Release (pledge) of restricted cash equivalents and marketable securities (for borrowing of short-term debt)	11,200	(27,200)
Proceeds from borrowing of short-term debt	304,000	27,200
Repayment of short-term debt	(315,200)	---
Net cash used in financing activities	(18,291)	(24,503)
Effect of foreign currency exchange rate changes on cash and cash equivalents	(9)	50
Net decrease in cash and cash equivalents	(17,342)	(6,188)
Cash and cash equivalents at beginning of period	106,164	96,842
Cash and cash equivalents at end of period	\$ 88,822	\$ 90,654
 Supplemental disclosures of cash flow information:		
Cash paid during the period for:		
Interest expense	\$ 273	\$ 364
Income taxes	\$ 360	\$ 6,280
 Supplemental disclosures of non-cash investing activities:		
Fair value of ordinary shares issued by Himax Display, Inc. in the acquisition of Spatial Photonics, Inc.	\$ 541	\$ ---

Himax Technologies, Inc.
Non-GAAP Unaudited Supplemental Data – Reconciliation Schedule
(Amounts in Thousands of U.S. Dollars)

Gross Margin, Operating Margin and Net Margin Excluding Share-based Compensation and Acquisition-Related Charges:

	Three Months Ended September 30,		Three Months Ended June 30,
	2012	2011	2012
Revenues	\$ 190,413	\$ 162,121	\$ 189,510
Gross profit	44,300	29,987	43,716
Add: Share-based compensation – Cost of revenues	150	96	6
Gross profit excluding share-based compensation	44,450	30,083	43,722
Gross margin excluding share-based compensation	23.3%	18.6%	23.1%
Operating income (loss)	13,162	(523)	20,205
Add: Share-based compensation	6,733	4,473	510
Operating income excluding share-based compensation	19,895	3,950	20,715
Add: Acquisition-related charges –Intangible assets amortization	594	548	530
Operating income excluding share-based compensation and acquisition-related charges	20,489	4,498	21,245
Operating margin excluding share-based compensation and acquisition-related charges	10.8%	2.8%	11.2%
Net income attributable to Himax stockholders	10,411	642	15,105
Add: Share-based compensation, net of tax	5,615	3,729	423
Add: Acquisition-related charges, net of tax	469	423	405
Net income attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	16,495	4,794	15,933
Net margin attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	8.7%	3.0%	8.4%

*Gross margin excluding share-based compensation equals gross profit excluding share-based compensation divided by revenues

*Operating margin excluding share-based compensation and acquisition-related charges equals operating income excluding share-based compensation and acquisition-related charges divided by revenues

*Net margin attributable to Himax stockholders excluding share-based compensation and acquisition-related charges equals net income attributable to Himax stockholders excluding share-based compensation and acquisition-related charges divided by revenues

Himax Technologies, Inc.
Non-GAAP Unaudited Supplemental Data – Reconciliation Schedule
(Amounts in Thousands of U.S. Dollars)

Gross Margin, Operating Margin and Net Margin Excluding Share-based Compensation and Acquisition-Related Charges:

	Nine Months Ended September 30,	
	2012	2011
Revenues	\$ 546,616	\$ 463,793
Gross profit	126,132	88,194
Add: Share-based compensation – Cost of revenues	161	118
Gross profit excluding share-based compensation	126,293	88,312
Gross margin excluding share-based compensation	23.1%	19.0%
Operating income	47,831	5,430
Add: Share-based compensation	7,760	6,794
Operating income excluding share-based compensation	55,591	12,224
Add: Acquisition-related charges –Intangible assets amortization	1,654	1,643
Operating income excluding share-based compensation and acquisition-related charges	57,245	13,867
Operating margin excluding share-based compensation and acquisition-related charges	10.5%	3.0%
Net income attributable to Himax stockholders	36,829	6,989
Add: Share-based compensation, net of tax	6,469	5,695
Add: Acquisition-related charges, net of tax	1,279	1,268
Net income attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	44,577	13,952
Net margin attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	8.2%	3.0%

*Gross margin excluding share-based compensation equals gross profit excluding share-based compensation divided by revenues

*Operating margin excluding share-based compensation and acquisition-related charges equals operating income excluding share-based compensation and acquisition-related charges divided by revenues

*Net margin attributable to Himax stockholders excluding share-based compensation and acquisition-related charges equals net income attributable to Himax stockholders excluding share-based compensation and acquisition-related charges divided by revenues

Diluted Earnings Per ADS Attributable to Himax stockholders Excluding Share-based Compensation and Acquisition-Related Charges:

	Three Months Ended September 30, 2012	Nine Months Ended September 30, 2012
Diluted GAAP earning per ADS attributable to Himax stockholders	\$0.061	\$0.216
Add: Share-based compensation per ADS	\$0.033	\$0.038
Add: Acquisition-related charges per ADS	\$0.003	\$0.007
 Diluted non-GAAP earning per ADS attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	 \$0.097	 \$0.261

Numbers do not add up due to rounding