

ELAN MICROELECTRONICS CORPORATION

Balance Sheets

March 31, 2000

(Expressed in thousands of New Taiwan Dollars)

Assets	Amount	Liabilities & Shareholders Equity	Amount
Current Assets:		Current Liabilities	483,480
Cash & cash equivalents	96,137	Long- term Liabilities	-
Short-term investments	1,309,658	Other Liabilities	13,420
Notes & accounts receivable	269,940	Total Liabilities	496,900
Inventory(net)	284,739		
Other current assets	123,049	Capital (Common stock)	1,648,540
	2,083,523	Capital Surplus	26,896
		Retained Earnings	
Long-term Equity Investments:	513,539	Legal reserve & Special reserve	96,665
		Unappropriated retained earnings	987,041
Net Properties	510,845	Cumulative Translation Adjustment	7,268
		Unrealized Profit on Investment	0
Other Assets	155,403	Treasury Stock	0
		Total Shareholders' Equity	2,766,410
Total Assets	3,263,310	Total liabilities & Shareholders' Equity	3,263,310

ELAN MICROELECTRONICS CORPORATION**Income Statements****From January 1 to March 31, 2000 and 1999**

(Expressed in thousands of New Taiwan Dollars, except earning per share)

ITEM	2000	1999	YOY
Operating Revenue	758,493	390,249	94%
Unrealized(Realized) Intercompany	0	0	
Operating Costs	445,325	217,373	
Gross Profit	313,168	172,876	81%
Operating Expenses			
Selling expenses	14,500	15,527	
G&A expenses	23,015	11,860	
R&D expenses	71,643	57,657	
Total Operating Expenses	109,158	85,044	28%
Income from Operations	204,010	87,832	
Non-operating Income	14,231	10,273	
Non-operating Expenses	4,760	21,797	
Income before Income Tax	213,481	76,308	180%
Income Tax Benefit(Expenses)	(12,528)	(615)	
Net Income	200,953	75,693	165%
Earning Per Share	1.22	0.51	

** based on outstanding 164,854K and 147,140K shares on March 31, 2000 and 1999

ELAN MICROELECTRONICS CORPORATION

Statements of Cash Flows

March 31, 2000 and 1999

(Expressed in thousands of New Taiwan Dollars)

ITEM	2000	1999
Cash Flow from Operating Activities	58,583	8,184
Cash Flow from Investing Activities	(53,146)	(48,836)
Cash Flow from Financing Activities	(2,872)	(2,175)
Net Increase(Decrease) in Cash and Cash Equivalents	2,565	(42,827)
Cash and Cash Equivalents at Beginning of Period	93,572	141,067
Cash and Cash Equivalents at Ended of Period	96,137	98,240

Spokesman: Dennis Liu

Tel. +886-3-5639977 ext. 6101

Fax.+886-3-5781623

E-mail: dennis_liu@emc.com.tw