

ELAN MICROELECTRONICS CORPORATION

Balance Sheets

June 30, 2000

(Expressed in thousands of New Taiwan Dollars)

Assets	Amount	Liabilities & Shareholders Equity	Amount
Current Assets:		Current Liabilities	660,145
Cash & cash equivalents	65,652	Long- term Liabilities	-
Short-term investments	423,315	Other Liabilities	14,726
Notes & accounts receivable	346,570	Total Liabilities	674,871
Inventory(net)	304,047		
Other current assets	99,311	Capital (Common stock)	2,208,102
	1,238,895	Capital Surplus	26,895
		Retained Earnings	
Long-term Equity Investments:	1,535,782	Leagal reserve & Special reserve	168,955
		Unappropriated retained earnings	508,442
Net Properties	645,539	Cumulative Translation Adjustment	9,610
		Unrealized Profit on Investment	0
Other Assets	176,659	Treasury Stock	0
		Total Shareholders' Equity	2,922,004
Total Assets	3,596,875	Total liabilities & Shareholders' Equity	3,596,875

ELAN MICROELECTRONICS CORPORATION**Income Statements****From January 1 to June 30, 2000 and 1999**

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

ITEM	2000	1999	YOY
Operating Revenue	1,694,834	1,001,273	69%
Unrealized(Realized) Intercompany	0	0	
Operating Costs	1,018,873	551,791	
Gross Profit	675,961	449,482	50%
Operating Expenses			
Selling expenses	33,788	44,445	
G&A expenses	39,534	24,573	
R&D expenses	151,317	123,101	
Total Operating Expenses	224,639	192,119	17%
Income from Operations	451,322	257,363	
Non-operating Income	41,441	43,891	
Non-operating Expenses	28,902	27,889	
Income before Income Tax	463,861	273,365	70%
Income Tax Benefit(Expenses)	(16,196)	(1,871)	
Net Income	447,665	271,494	65%
Earning Per Share	2.03	1.65	

** based on outstanding 220,810K and 164,854 shares on June 30, 2000 and 1999

ELAN MICROELECTRONICS CORPORATION

Statements of Cash Flows

June 30, 2000 and 1999

(Expressed in thousands of New Taiwan Dollars)

ITEM	2000	1999
Cash Flow from Operating Activities	351,347	264,470
Cash Flow from Investing Activities	(388,108)	(240,499)
Cash Flow from Financing Activities	8,841	(2,269)
Net Increase(Decrease) in Cash and Cash Equivalents	(27,920)	21,702
Cash and Cash Equivalents at Beginning of Period	93,572	141,067
Cash and Cash Equivalents at Ended of Period	65,652	162,769

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