

**ELAN MICROELECTRONICS CORPORATION**

**Balance Sheets**

**September 30, 2000**

(Expressed in thousands of New Taiwan Dollars)

<b>Assets</b>	<b>Amount</b>	<b>Liabilities &amp; Shareholders Equity</b>	<b>Amount</b>
Current Assets:		Current Liabilities	622,920
Cash & cash equivalents	157,947	Long- term Liabilities	-
Short-term investments	329,555	Other Liabilities	18,470
Notes & accounts receivable	436,488	Total Liabilities	641,390
Inventory(net)	332,667		
Other current assets	121,813	Capital (Common stock)	2,208,102
	1,378,470	Capital Surplus	26,895
		Retained Earnings	
Long-term Equity Investments:	1,538,485	Legal reserve & Special reserve	168,955
		Unappropriated retained earnings	790,756
Net Properties	732,503	Cumulative Translation Adjustment	12,371
		Unrealized Profit on Investment	0
Other Assets	199,011	Treasury Stock	0
		Total Shareholders' Equity	3,207,079
Total Assets	3,848,469	Total liabilities & Shareholders' Equity	3,848,469

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

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

ITEM	2000	1999	YOY
Operating Revenue	2,787,378	1,739,929	60%
Unrealized(Realized) Intercompany	0	0	
Operating Costs	1,668,272	948,828	
Gross Profit	1,119,106	791,101	41%
Operating Expenses			
Selling expenses	52,217	60,587	
G&A expenses	62,120	41,450	
R&D expenses	239,924	192,942	
Total Operating Expenses	354,261	294,979	20%
Income from Operations	764,845	496,122	
Non-operating Income	53,683	67,308	
Non-operating Expenses	59,982	55,982	
Income before Income Tax	758,546	507,448	49%
Income Tax Benefit(Expenses)	(28,567)	(1,862)	
Net Income	729,979	505,586	44%
Earning Per Share	3.31	3.07	

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

**ELAN MICROELECTRONICS CORPORATION**

**Statements of Cash Flows**

**September 30, 2000 and 1999**

(Expressed in thousands of New Taiwan Dollars)

<b>ITEM</b>	<b>2000</b>	<b>1999</b>
Cash Flow from Operating Activities	504,832	544,715
Cash Flow from Investing Activities	(347,510)	(389,974)
Cash Flow from Financing Activities	(92,947)	(153,753)
Net Increase(Decrease) in Cash and Cash Equivalents	64,375	988
Cash and Cash Equivalents at Beginning of Period	93,572	141,067
Cash and Cash Equivalents at Ended of Period	157,947	142,055

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