

ELAN MICROELECTRONICS CORPORATION

Balance Sheets

March 31, 2001

(Expressed in thousands of New Taiwan Dollars)

Assets	Amount	Liabilities & Shareholders Equity	Amount
Current Assets:		Current Liabilities	678,915
Cash & cash equivalents	103,423	Long- term Liabilities	-
Short-term investments	366,057	Other Liabilities	21,663
Notes & accounts receivable	471,064	Total Liabilities	700,578
Inventory(net)	496,566		
Other current assets	120,357	Capital (Common stock)	2,208,102
	1,557,467	Capital Surplus	40,115
		Retained Earnings	
Long-term Equity Investments:	1,540,009	Legal reserve & Special reserve	168,955
		Unappropriated retained earnings	1,229,390
Net Properties	968,616	Cumulative Translation Adjustment	20,780
		Unrealized Profit on Investment	0
Other Assets	301,828	Treasury Stock	0
		Total Shareholders' Equity	3,667,342
Total Assets	4,367,920	Total liabilities & Shareholders' Equity	4,367,920

ELAN MICROELECTRONICS CORPORATION**Income Statements****From January 1 to March 31, 2001 and 2000**

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

ITEM	2001	2000	YOY
Operating Revenue	754,452	758,493	-1%
Unrealized(Realized) Intercompany	0	0	
Operating Costs	452,299	445,325	
Gross Profit	302,153	313,168	-4%
Operating Expenses			
Selling expenses	23,981	14,500	
G&A expenses	19,136	23,015	
R&D expenses	97,440	71,643	
Total Operating Expenses	140,557	109,158	29%
Income from Operations	161,596	204,010	
Non-operating Income	15,318	14,231	
Non-operating Expenses	52,233	4,760	
Income before Income Tax	124,681	213,481	-42%
Income Tax Benefit(Expenses)	12,883	(12,528)	
Net Income	137,564	200,953	-32%
Earning Per Share	0.62	1.22	

** based on outstanding 220,810K and 164,854K shares on March 31, 2001 and 2000

ELAN MICROELECTRONICS CORPORATION

Statements of Cash Flows

March 31, 2001 and 2000

(Expressed in thousands of New Taiwan Dollars)

ITEM	2001	2000
Cash Flow from Operating Activities	(35,271)	58,583
Cash Flow from Investing Activities	(326,116)	(53,146)
Cash Flow from Financing Activities	12,329	(2,872)
Net Increase(Decrease) in Cash and Cash Equivalents	(349,058)	2,565
Cash and Cash Equivalents at Beginning of Period	452,481	93,572
Cash and Cash Equivalents at Ended of Period	103,423	96,137

Spokesman: Dennis Liu

Tel. +886-3-5639977 ext. 6101

Fax.+886-3-5781623

E-mail: dennis_liu@emc.com.tw