

ELAN MICROELECTRONICS CORPORATION

Balance Sheets

September 30, 2001

(Expressed in thousands of New Taiwan Dollars)

Assets	Amount	Liabilities & Shareholders Equity	Amount
Current Assets:		Current Liabilities	517,615
Cash & cash equivalents	201,568	Long- term Liabilities	-
Short-term investments	76,304	Other Liabilities	26,803
Notes & accounts receivable	567,165	Total Liabilities	544,418
Inventory(net)	501,584		
Other current assets	79,098	Capital (Common stock)	2,950,383
	1,425,719	Capital Surplus	40,114
		Retained Earnings	
Long-term Equity Investments:	1,710,642	Legal reserve & Special reserve	272,060
		Unappropriated retained earnings	748,403
Net Properties	1,058,145	Cumulative Translation Adjustment	28,768
		Unrealized Profit on Investment	0
Other Assets	389,640	Treasury Stock	0
		Total Shareholders' Equity	4,039,728
Total Assets	4,584,146	Total liabilities & Shareholders' Equity	4,584,146

ELAN MICROELECTRONICS CORPORATION**Income Statements****From January 1 to September 30, 2001 and 2000**

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

ITEM	2001	2000	YOY
Operating Revenue	2,822,915	2,787,378	1%
Unrealized(Realized) Intercompany	0	0	
Operating Costs	1,671,279	1,668,272	
Gross Profit	1,151,636	1,119,106	3%
Operating Expenses			
Selling expenses	67,471	52,217	
G&A expenses	68,413	62,120	
R&D expenses	311,877	239,924	
Total Operating Expenses	447,761	354,261	26%
Income from Operations	703,875	764,845	
Non-operating Income	24,881	53,683	
Non-operating Expenses	115,248	59,982	
Income before Income Tax	613,508	758,546	-19%
Income Tax Benefit(Expenses)	30,619	(28,567)	
Net Income	644,127	729,979	-12%
Earning Per Share	2.18	3.31	

** based on outstanding 295,038K and 220,810K shares on September 30, 2001 and 2000

ELAN MICROELECTRONICS CORPORATION

Statements of Cash Flows

September 30, 2001 and 2000

(Expressed in thousands of New Taiwan Dollars)

ITEM	2001	2000
Cash Flow from Operating Activities	409,897	504,832
Cash Flow from Investing Activities	(523,744)	(347,510)
Cash Flow from Financing Activities	(137,066)	(92,947)
Net Increase(Decrease) in Cash and Cash Equivalents	(250,913)	64,375
Cash and Cash Equivalents at Beginning of Period	452,481	93,572
Cash and Cash Equivalents at Ended of Period	201,568	157,947

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