

ELAN MICROELECTRONICS CORPORATION

Balance Sheets

September 30, 2002

(Expressed in thousands of New Taiwan Dollars)

Assets	Amount	Liabilities & Shareholders Equity	Amount
Current Assets:		Current Liabilities	544,499
Cash & cash equivalents	211,105	Long- term Liabilities	-
Short-term investments	-	Other Liabilities	30,069
Notes & accounts receivable	463,817	Total Liabilities	574,568
Inventory(net)	454,556		
Other current assets	166,897	Capital (Common stock)	3,292,391
	1,296,375	Capital Surplus	40,114
		Retained Earnings	
Long-term Equity Investments:	1,819,768	Legal reserve & Special reserve	340,984
		Unappropriated retained earnings	574,079
Net Properties	1,083,737	Cumulative Translation Adjustment	10,402
		Unrealized Profit on Investment	0
Other Assets	311,476	Treasury Stock	(321,182)
		Total Shareholders' Equity	3,936,788
Total Assets	4,511,356	Total liabilities & Shareholders' Equity	4,511,356

ELAN MICROELECTRONICS CORPORATION**Income Statements****From January 1 to September 30, 2002 and 2001**

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

ITEM	2002	2001	YOY
Operating Revenue	3,101,910	2,822,915	10%
Unrealized(Realized) Intercompany	0	0	
Operating Costs	1,959,670	1,671,279	
Gross Profit	1,142,240	1,151,636	-1%
Operating Expenses			
Selling expenses	76,355	67,471	
G&A expenses	79,307	68,413	
R&D expenses	361,646	311,877	
Total Operating Expenses	517,308	447,761	16%
Income from Operations	624,932	703,875	
Non-operating Income	31,746	24,881	
Non-operating Expenses	134,964	115,248	
Income before Income Tax	521,714	613,508	-15%
Income Tax Benefit(Expenses)	5,575	30,619	
Net Income	527,289	644,127	-18%
Earning Per Share	1.63	2.18	

** based on outstanding 323,304K and 295,038K shares on September 30, 2002 and 2001

ELAN MICROELECTRONICS CORPORATION

Statements of Cash Flows

September 30, 2002 and 2001

(Expressed in thousands of New Taiwan Dollars)

ITEM	2002	2001
Cash Flow from Operating Activities	864,266	409,897
Cash Flow from Investing Activities	(350,632)	(523,744)
Cash Flow from Financing Activities	(590,965)	(137,066)
Net Increase(Decrease) in Cash and Cash Equivalents	(77,331)	(250,913)
Cash and Cash Equivalents at Beginning of Period	288,436	452,481
Cash and Cash Equivalents at Ended of Period	211,105	201,568

Spokesman: Dennis Liu

Tel. +886-3-5639977 ext. 6101

Fax.+886-3-5781623

E-mail: dennis_liu@emc.com.tw