

ELAN MICROELECTRONICS CORPORATION

Balance Sheets

September 30, 2005

(Expressed in thousands of New Taiwan Dollars)

| Assets | Amount | Liabilities & Shareholders Equity | Amount |
|-------------------------------|-----------|------------------------------------------|-----------|
| Current Assets: | | Current Liabilities | 1,581,217 |
| Cash & cash equivalents | 433,214 | Long- term Liabilities | - |
| Short-term investments | 1,110,735 | Other Liabilities | 112,487 |
| Notes & accounts receivable | 684,532 | Total Liabilities | 1,693,704 |
| Inventory(net) | 684,920 | | |
| Other current assets | 260,694 | Capital (Common stock) | 3,678,760 |
| | 3,174,095 | Capital Surplus-CB | 314,123 |
| | | Retained Earnings | |
| Long-term Equity Investments: | 1,356,189 | Legal reserve & Special reserve | 535,616 |
| | | Unappropriated retained earnings | 351,010 |
| Net Properties | 874,650 | Cumulative Translation Adjustment | (1,370) |
| | | Unrealized Profit on Investment | 0 |
| Other Assets | 344,332 | Treasury Stock | (822,577) |
| | | Total Shareholders' Equity | 4,055,562 |
| | | | |
| Total Assets | 5,749,266 | Total liabilities & Shareholders' Equity | 5,749,266 |

ELAN MICROELECTRONICS CORPORATION**Income Statements****From January 1 to September 30, 2005 and 2004**

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

| ITEM | 2005 | 2004 | YOY |
|-----------------------------------|-----------|-----------|------|
| Operating Revenue | 3,327,231 | 4,376,468 | -24% |
| Unrealized(Realized) Intercompany | (15,186) | 0 | |
| Operating Costs | 2,142,881 | 2,775,220 | |
| Gross Profit | 1,169,164 | 1,601,248 | -27% |
| Operating Expenses | | | |
| Selling expenses | 116,040 | 102,064 | |
| G&A expenses | 111,895 | 103,514 | |
| R&D expenses | 596,598 | 620,316 | |
| Total Operating Expenses | 824,533 | 825,894 | 0% |
| Income from Operations | 344,631 | 775,354 | |
| Non-operating Income | 241,545 | 66,250 | |
| Non-operating Expenses | 247,634 | 183,229 | |
| Income before Income Tax | 338,542 | 658,375 | -49% |
| Income Tax Benefit(Expenses) | (28,392) | (5,283) | |
| Net Income | 310,150 | 653,092 | -53% |
| Earning Per Share | 0.93 | 2.00 | |

** based on outstanding 334,303K and 326,192K shares on September 30, 2005 and 2004

ELAN MICROELECTRONICS CORPORATION

Statements of Cash Flows

September 30, 2005 and 2004

(Expressed in thousands of New Taiwan Dollars)

| ITEM | 2005 | 2004 |
|-----------------------------------------------------|-----------|-----------|
| Cash Flow from Operating Activities | 415,008 | 593,633 |
| Cash Flow from Investing Activities | (32,447) | (302,903) |
| Cash Flow from Financing Activities | (143,960) | 3,394 |
| Net Increase(Decrease) in Cash and Cash Equivalents | 238,601 | 294,124 |
| Cash and Cash Equivalents at Beginning of Period | 194,613 | 200,293 |
| Cash and Cash Equivalents at Ended of Period | 433,214 | 494,417 |

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