

# ELAN MICROELECTRONICS CORPORATION

## Balance Sheets

March 31, 2008

(Expressed in thousands of New Taiwan Dollars)

Assets	Amount	Liabilities & Shareholders Equity	Amount
Current Assets:		Current Liabilities	618,390
Cash & cash equivalents	980,779	Long- term Liabilities	-
Short-term investments	847,130	Other Liabilities	119,939
Notes & accounts receivable	561,567	Total Liabilities	738,329
Inventory(net)	637,250		
Other current assets	216,238	Capital (Common stock)	3,617,848
	3,242,964	Capital Surplus-CB	361,867
		Retained Earnings	
Long-term Equity Investments:	1,620,040	Leagal reserve & Special reserve	600,180
		Unappropriated retained earnings	489,166
Net Properties	696,891	Cumulative Translation Adjustment	4,521
		Unrealized Profit on Investment	3,504
Other Assets	255,520	Treasury Stock	0
		Total Shareholders' Equity	5,077,086
Total Assets	5,815,415	Total liabilities & Shareholders' Equity	5,815,415

# ELAN MICROELECTRONICS CORPORATION

## Income Statements

From January 1 to March 31, 2008 and 2007

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

ITEM	2008	2007	YOY
Operating Revenue	912,305	936,860	-3%
Unrealized(Realized) Intercompany	-	-	
Operating Costs	612,770	635,986	
Gross Profit	299,535	300,874	0%
Operating Expenses			
Selling expenses	25,551	31,232	
G&A expenses	22,930	51,296	
R&D expenses	149,703	167,663	
Total Operating Expenses	198,184	250,191	-21%
Income from Operations	101,351	50,683	
Non-operating Income	25,004	22,590	
Non-operating Expenses	90,767	33,867	
Income before Income Tax	35,588	39,406	-10%
Income Tax Benefit(Expenses)	(290)	(8,885)	
New Accounting Rule Article 34 Impact	-	-	
Net Income	35,298	30,521	16%
Earning Per Share	0.10	0.08	

\*\* based on outstanding 361,785K and 359,253K shares on March 31, 2008 and 2007

1

**ELAN MICROELECTRONICS CORPORATION**

**Statements of Cash Flows**

**March 31, 2008 and 2007**

(Expressed in thousands of New Taiwan Dollars)

<b>ITEM</b>	<b>2008</b>	<b>2007</b>
Cash Flow from Operating Activities	217,155	6,830
Cash Flow from Investing Activities	(280,454)	(3,544)
Cash Flow from Financing Activities	(3,778)	1,305
Net Increase(Decrease) in Cash and Cash Equivalents	(67,077)	4,591
Cash and Cash Equivalents at Beginning of Period	1,047,856	455,798
Cash and Cash Equivalents at Ended of Period	980,779	460,389

Spokesman: Dennis Liu

Tel. +886-3-5639977 ext. 6101

Fax.+886-3-5781623

E-mail: dennis\_liu@emc.com.tw