

ELAN MICROELECTRONICS CORPORATION

Balance Sheets

September 30, 2008

(Expressed in thousands of New Taiwan Dollars)

Assets	Amount	Liabilities & Shareholders Equity	Amount
Current Assets:		Current Liabilities	556,641
Cash & cash equivalents	1,377,732	Long- term Liabilities	-
Short-term investments	358,731	Other Liabilities	122,665
Notes & accounts receivable	620,185	Total Liabilities	679,306
Inventory(net)	511,047		
Other current assets	180,372	Capital (Common stock)	3,617,848
	3,048,067	Capital Surplus	351,376
		Retained Earnings	
Long-term Equity Investments:	1,551,410	Leagal reserve & Special reserve	644,690
		Unappropriated retained earnings	190,207
Net Properties	667,145	Cumulative Translation Adjustment	4,212
		Unrealized Profit on Investment	9,765
Other Assets	230,782	Treasury Stock	0
		Total Shareholders' Equity	4,818,098
Total Assets	5,497,404	Total liabilities & Shareholders' Equity	5,497,404

ELAN MICROELECTRONICS CORPORATION

Income Statements

From January 1 to September 30, 2008 and 2007

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

ITEM	2008	2007	YOY
Operating Revenue	3,134,229	3,702,883	-15%
Unrealized(Realized) Intercompany	0	(4,500)	
Operating Costs	2,089,067	2,455,434	
Gross Profit	1,045,162	1,242,949	-16%
Operating Expenses			
Selling expenses	94,074	113,004	
G&A expenses	120,842	129,661	
R&D expenses	489,241	484,089	
Total Operating Expenses	704,157	726,754	-3%
Income from Operations	341,005	516,195	
Non-operating Income	110,278	95,139	
Non-operating Expenses	237,669	80,048	
Income before Income Tax	213,614	531,286	-60%
Income Tax Benefit(Expenses)	(23,580)	(79,935)	
New Accounting Rule Article 34 Impact	-	-	
Net Income	190,034	451,351	-58%
Earning Per Share	0.53	1.33	

** based on outstanding 361,785K shares on September 30, 2008

ELAN MICROELECTRONICS CORPORATION

Statements of Cash Flows

September 30, 2008 and 2007

(Expressed in thousands of New Taiwan Dollars)

ITEM	2008	2007
Cash Flow from Operating Activities	1,019,438	683,783
Cash Flow from Investing Activities	(318,834)	(401,632)
Cash Flow from Financing Activities	(370,728)	(57,060)
Net Increase(Decrease) in Cash and Cash Equivalents	329,876	225,091
Cash and Cash Equivalents at Beginning of Period	1,047,856	455,798
Cash and Cash Equivalents at Ended of Period	1,377,732	680,889

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