

Alpha Networks Inc. Second Quarter 2011 Results

Hsinchu, Taiwan, August 26, 2011 -- Alpha Networks Inc. (Taiwan: 3380.TW) today announced its consolidated financial results for the first half and the second quarter of 2011.

The consolidated revenue for the first half of 2011 was NT\$11,927 million, down 3% YoY. The net income after tax was NT\$307 million, down 36% YoY, and EPS after tax was NT\$0.65. 1H11's revenue by product categories: LAN/MAN accounted for 50% of 1H11 consolidated revenue, followed by Wireless at 27%, Broadband at 9%, Digital Multimedia at 13%, and Others at 1%.

The consolidated revenue for 2Q11 was NT\$6,260 million, up 10% from 1Q11. The net income after tax was NT\$229 million, up 194% QoQ, and EPS after tax of 2Q11 was NT\$0.48. 2Q11's revenue by product categories: LAN/MAN accounted for 47% of 2Q11 consolidated revenue, followed by Wireless at 30%, Broadband at 9%, Digital Multimedia at 12%, and Others at 2%.

Alpha Networks Inc. 1H11 Results and YoY comparison: (Unit: NT\$ million)

	1H11	%	1H10	%	YoY Change %
Net Sales	11,927	100.0	12,299	100.0	-3%
Gross Profit	1,707	14.3	1,845	15.0	-7%
Operating Income	373	3.1	507	4.1	-26%
Income before Tax	374	3.1	564	4.6	-34%
Net Income	307	2.6	477	3.9	-36%
EPS after Tax (NT\$)	0.65		1.02		

*2011 figures have been reviewed.

Alpha Networks Inc. Second Quarter 2011 Results and QoQ comparison: (Unit: NT\$ million)

	2Q11	%	1Q11	%	QoQ Change %
Net Sales	6,260	100.0	5,667	100.0	10%
Gross Profit	875	14.0	832	14.7	5%
Operating Income	246	3.9	127	2.2	94%
Income before Tax	284	4.5	90	1.6	216%
Net Income	229	3.7	78	1.4	194%
EPS after Tax (NT\$)	0.48		0.17		

*2011 figures have been reviewed.

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