

Alpha Networks Inc. Reports Second Quarter 2014 Results

Hsinchu, Taiwan, August 11, 2014 -- Alpha Networks Inc. (TWSE: 3380) today announced its consolidated financial results for the second quarter of 2014.

The consolidated revenue for the first half of 2014 was NT\$11,434 million, up 4.7% on a year-over-year basis. The operating margin was up 7.5% YoY because of a decrease in operating expenses. The net income after tax was NT\$146 million, down 41.7% year over year due to the non-operating loss, and EPS after tax was NT\$0.30. 1H14's revenue by product categories: LAN/MAN accounted for 51% of 1H14 consolidated revenue, followed by Wireless at 28%, Mobile & Broadband at 8%, and Digital Multimedia at 13%.

The consolidated revenue for 2Q14 was NT\$5,997 million, up 10.3% QoQ. Net income was NT\$97 million, up 98.6% QoQ. EPS after tax for 2Q14 was NT\$0.20. 2Q14's revenue by product categories: LAN/MAN accounted for 53% of 2Q14 consolidated revenue, followed by Wireless at 25%, Mobile & Broadband at 7%, and Digital Multimedia at 15%.

Alpha Networks Inc. 1H14 Results and YoY comparison: (Unit: NT\$ million)

	1H14	%	1H13	%	YoY Change %
Net Sales	11,434	100.0	10,924	100.0	4.7%
Gross Profit	1,618	14.1	1,673	15.3	-3.3%
Operating Income	240	2.1	223	2.0	7.5%
Income before Tax	162	1.4	293	2.7	-44.6%
Net Income	146	1.3	249	2.3	-41.7%
EPS after Tax (NT\$)	0.30		0.51		

Alpha Networks Inc. 2Q14 Results and QoQ comparison: (Unit: NT\$ million)

	2Q14	%	1Q14	%	QoQ Change %
Net Sales	5,997	100.0	5,437	100.0	10.3%
Gross Profit	863	14.4	755	13.9	14.4%
Operating Income	171	2.9	69	1.3	150.1%
Income before Tax	105	1.8	57	1.0	83.2%
Net Income	97	1.6	49	0.9	98.6%
EPS after Tax (NT\$)	0.20		0.10		

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