

## Alpha Networks Inc. Reports Third Quarter 2010 Results

Hsinchu, Taiwan, October 28, 2010 -- Alpha Networks Inc. (Taiwan: 3380.TW) today announced its unaudited consolidated financial results for the third quarter of 2010.

The unaudited consolidated revenue for 3Q10 was NT\$7,207 million, a decrease of 4% from 2Q10. The unaudited net income after tax was NT\$333 million, an increase of 3% QoQ, and EPS after tax of 3Q10 was NT\$0.72. 3Q10's revenue by product categories: LAN/MAN accounted for 49% of 3Q10 consolidated revenue, followed by Wireless at 25%, Broadband & VoIP at 12%, Digital Multimedia at 12%, and Others at 2%.

The unaudited consolidated revenue for the nine months ended September 30, 2010 was NT\$19,506 million, an increase of 57% YoY. The unaudited net income after tax was NT\$810 million, an increase of 58% YoY, and EPS after tax was NT\$1.74. The revenue by product categories: LAN/MAN accounted for 46%, followed by Wireless at 31%, Broadband & VoIP at 13%, Digital Multimedia at 9%, and Others at 1%.

Alpha Networks Inc. 3Q10 Financial Results and QoQ comparison : (Unit: NT\$ million)

	3Q10	%	2Q10	%	QoQ Change %
Net Sales	7,207	100.0	7,506	100.0	-4%
Gross Profit	1,208	16.8	1,053	14.0	15%
Operating Income	366	5.1	350	4.7	5%
Income before Tax	375	5.2	385	5.1	-3%
Net Income	333	4.6	324	4.3	3%
EPS after Tax (NT\$)	0.72		0.69		

\*2010 figures are unaudited

Alpha Networks Inc. 1Q-3Q'10 Financial Results and YoY comparison : (Unit: NT\$ million)

	1Q-3Q'10	%	1Q-3Q'09	%	YoY Change %
Net Sales	19,506	100.0	12,394	100.0	57%
Gross Profit	3,053	15.7	2,423	19.5	26%
Operating Income	873	4.5	476	3.8	83%
Income before Tax	939	4.8	603	4.9	56%
Net Income	810	4.2	512	4.1	58%
EPS after Tax (NT\$)	1.74		1.12		

\*2010 figures are unaudited

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