

Alpha Networks Inc. Third Quarter 2011 Results

Hsinchu, Taiwan -- October 28, 2011 -- Alpha Networks Inc. (Taiwan: 3380.TW) today announced its unaudited consolidated financial results for the third quarter of 2011.

The consolidated revenue for 3Q11 was NT\$6,383 million, up 2% from 2Q11. The net income after tax was NT\$319 million, up 39% QoQ, and EPS after tax of 3Q11 was NT\$0.68. 3Q11's revenue by product categories: LAN/MAN accounted for 47% of 3Q11 consolidated revenue, followed by Wireless at 31%, Broadband at 8%, Digital Home at 13%, and Others at 1%.

The consolidated revenue for the nine months ended September 30, 2011 was NT\$18,310 million, down 6% YoY, mainly due to the appreciation of NT dollar. The net income after tax was NT\$626 million, down 23% YoY, and EPS after tax was NT\$1.33. The revenue by product categories: LAN/MAN accounted for 49%, followed by Wireless at 28%, Broadband at 9%, Digital Home at 13%, and Others at 1%.

Alpha Networks Inc. 3Q11 Results and QoQ comparison: (Unit: NT\$ million)

	3Q11	%	2Q11	%	QoQ Change %
Net Sales	6,383	100.0	6,260	100.0	2%
Gross Profit	1,060	16.6	875	14.0	21%
Operating Income	272	4.3	246	3.9	11%
Income before Tax	393	6.2	284	4.5	38%
Net Income	319	5.0	229	3.7	39%
EPS after Tax (NT\$)	0.68		0.48		

*2011 figures have not been audited

Alpha Networks Inc. 1Q-3Q' 11 Results and YoY comparison: (Unit: NT\$ million)

	1Q-3Q'11	%	1Q-3Q'10	%	YoY Change %
Net Sales	18,310	100.0	19,506	100.0	-6%
Gross Profit	2,767	15.1	3,053	15.7	-9%
Operating Income	645	3.5	873	4.5	-26%
Income before Tax	767	4.2	939	4.8	-18%
Net Income	626	3.4	810	4.2	-23%
EPS after Tax (NT\$)	1.33		1.74		

*2011 figures have not been audited

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