

Alpha Networks Inc. Reports Second Quarter 2012 Results

Hsinchu, Taiwan, August 24, 2012 -- Alpha Networks Inc. (TWSE: 3380) today announced its consolidated financial results for the first half and the second quarter of 2012.

The consolidated revenue for the first half of 2012 was NT\$13,161 million, up 10% on a year-over-year basis. The net income after tax was NT\$398 million, up 29% year over year, and EPS after tax was NT\$0.78. 1H12's revenue by product categories: LAN/MAN accounted for 49% of 1H12 consolidated revenue, followed by Wireless at 28%, Mobile & Broadband at 9%, Digital Multimedia at 12%, and Others at 2%.

The consolidated revenue for 2Q12 was NT\$6,839 million, up 8% from 1Q12. The net income after tax was NT\$261 million, up 91% quarter over quarter, and EPS after tax of 2Q12 was NT\$0.51. 2Q12's revenue by product categories: LAN/MAN accounted for 48% of 2Q12 consolidated revenue, followed by Wireless at 29%, Mobile & Broadband at 9%, Digital Multimedia at 12%, and Others at 2%.

Alpha Networks Inc. 1H12 Results and YoY comparison: (Unit: NT\$ million)

	1H12	%	1H11	%	YoY Change %
Net Sales	13,161	100.0	11,927	100.0	10%
Gross Profit	2,072	15.7	1,707	14.3	21%
Operating Income	638	4.8	373	3.1	71%
Income before Tax	573	4.4	374	3.1	53%
Net Income ¹	398	3.0	309	2.6	29%
EPS after Tax (NT\$)	0.78		0.65		

Alpha Networks Inc. 2Q12 Results and QoQ comparison: (Unit: NT\$ million)

	2Q12	%	1Q12 (Unaudited)	%	QoQ Change %
Net Sales	6,839	100.0	6,322	100.0	8%
Gross Profit	1,076	15.7	996	15.8	8%
Operating Income	396	5.8	242	3.8	64%
Income before Tax	401	5.9	172	2.7	133%
Net Income ¹	261	3.8	137	2.2	91%
EPS after Tax (NT\$)	0.51		0.27		

¹ Attributable to stockholders of parent company, excluding minority interest.

Contact:

Spokesperson

Mason Liu, Vice President
Tel: (03) 563-6666

Investor Relations

Claire Yu, Associate Project Manager
Tel: (03) 563-6666 Ext. 5096

Company website: <http://www.alphanetworks.com>

Email: IR@alphanetworks.com