

Alpha Networks Inc. Reports First Quarter 2016 Results

Hsinchu, Taiwan, May 6, 2016 -- Alpha Networks Inc. (TWSE: 3380) today announced its consolidated financial results for the first quarter of 2016.

The consolidated revenue in 1Q16 was NT\$5,190 million, down 3.4% from last quarter with increased gross margin 14.4% generated through better product mix. Operating income was NT\$646 million, down 2.7% year-over-year. Operating income was NT\$100 million, or 1.9% of net sales. Comparing to corresponding period last year, net income increased 16.4% to NT\$78 million, or NT\$0.18 per share.

1Q16's revenue by product categories: LAN/MAN accounted for 52% of 1Q16 consolidated revenue, followed by Wireless at 23%, Digital Multimedia at 19%, and Mobile & Broadband at 6%.

Alpha Networks Inc. 1Q16 Results and YoY comparison: (Unit: NT\$ million)

	1Q16	%	1Q15	%	QoQ Change
Net Sales	5,190	100.0	5,857	100.0	-11.4%
Gross Profit	746	14.4	806	13.8	-7.4%
Operating Expenses	646	12.4	664	11.3	-2.7%
Operating Income	100	1.9	142	2.4	-29.6%
Income before Tax	108	2.1	83	1.4	30.1%
Net Income	78	1.5	67	1.1	16.4%
Earnings Per Share (NT\$)	0.18		0.14		

Alpha Networks Inc. Sales Breakdown for 1Q16 and YoY comparison: (Unit: NT\$ million)

Product Categories	1Q16	%	1Q15	%
LAN/MAN	2,708	52%	3,060	52%
Wireless	1,193	23%	1,349	23%
Digital Multimedia	968	19%	945	16%
Mobile & Broadband	315	6%	501	9%
Others	6	0%	2	0%
Total	5,190	100%	5,857	100%

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