

## News Release

## Alpha Networks Inc. 2007 Third Quarter Report

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Alpha Networks Inc. (Taiwan: 3380.TW) today announced the results for the quarter ending September 30, 2007.

Consolidated revenue from January to September of 2007 was NT\$16,648 million, net income was NT\$904 million, and earnings per share was NT\$2.31. YoY comparison shows an increase in revenue, operating income and net income of 5%, 30%, and 30%, respectively. Revenue from January to September by product categories was as follows: LAN/MAN 39%, Broadband plus VoIP 30%, Wireless at 23%, Digital Multimedia 7% and Others 1%.

Consolidated revenue of 2007/Q3 was NT\$6,069 million, increased 9% QoQ, and 1% YoY. Net income was NT\$394 million, increased 59% QoQ, and 15% YoY. Revenue by product categories of 2007/Q3 was as follows: LAN/MAN 41%, Broadband plus VoIP 29%, Wireless 23%, Digital Multimedia 6% and Others 1%.

Alpha Networks Inc. 2007/Q1-Q3 Results: (Unit: NT\$ million)

	2007/Q1~Q3 2006/Q1~Q3		YoY Change %	
Net Sales	16,648	15,865	5%	
Gross Profit	3,022	2,500	21%	
Operating Income	1,221	936	30%	
Income before Tax	1,072	869	23%	
Net Income	904	698	30%	
EPS after Tax (NT\$)	2.31	2.10		

Alpha Networks Inc. 2007 Third Quarter Results: (Unit: NT\$ million)

	2007/Q3	2007/Q2	QoQ Change %	2006 Q3	YoY Change %
Net Sales	6,069	5,544	9%	6,009	1%
Gross Profit	1,044	1,014	3%	965	8%
Operating Income	453	417	9%	450	1%
Income before Tax	420	322	30%	426	-1%
Net Income	394	248	59%	342	15%
EPS after Tax (NT\$)	1.00	0.63		1.03	

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