



News Release

Alpha Networks Inc. 2009 Second Quarter Report

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Alpha Networks Inc. (Taiwan: 3380.TW) today announced the unaudited results for the first half and second quarter of 2009.

Total consolidated revenue in the first half of 2009 was NT\$7,544 million, decreased 34% on a YoY basis, net income was NT\$282 million, decreased 36% YoY, and EPS after tax was NT\$0.63. Revenue by product categories was as follows: LAN/MAN accounts for 40% of 1H09 revenue, Wireless at 32%, Broadband plus VoIP at 19%, Digital Multimedia at 7%, and Others at 2%.

Total consolidated revenue of 2Q09 was NT\$4,383 million, increased 39% QoQ, net income after tax was NT\$73 million, decreased 65% QoQ, and EPS after tax of 2Q09 was NT\$0.16. Revenue by product categories was as follows: LAN/MAN accounts for 38% of Q209 revenue, Wireless at 34%, Broadband plus VoIP at 18%, Digital Multimedia at 8%, and Others at 2%.

From next year, Alpha Networks will hold an investor conference once a year to release the financial results for the fourth quarter and will no longer hold an investor conference for the second quarter.

Alpha Networks Inc. 2009 First Half Results: (Unit: NT\$ million)

	2009 H1	%	2008 H1	%	YoY Change %
Net Sales	7,544	100.00	11,366	100.00	-34%
Gross Profit	1,528	20.25	2,051	18.05	-25%
Operating Income	243	3.22	638	5.61	-62%
Income before Tax	327	4.33	517	4.55	-37%
Net Income	282	3.74	442	3.89	-36%
EPS after Tax (NT\$)	0.63		1.06		

*2009 figures are non-auditing

Alpha Networks Inc. 2009 Second Quarter Results: (Unit: NT\$ million)

	2009 Q2	%	2009 Q1	%	QoQ Change %
Net Sales	4,383	100.00	3,161	100.00	39%
Gross Profit	772	17.61	756	23.92	2%
Operating Income	112	2.56	131	4.15	-15%
Income before Tax	84	1.92	243	7.69	-65%
Net Income	73	1.67	209	6.61	-65%
EPS after Tax (NT\$)	0.16		0.47		

*2009 figures are non-auditing

Spokesperson

Mason Liu, Vice President

Tel: (03) 563-6666

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

Investor Relations

Claire Yu, Associate Project Manager

Tel: (03) 563-6666 Ext. 5096

Email: IR@alphanetworks.com