

News Release

Alpha Networks Inc. Second Quarter 2010 Results

Hsinchu, Taiwan, August 25, 2010 -- Alpha Networks Inc. (Taiwan: 3380.TW) today announced its consolidated financial results for the first half and the second quarter of 2010.

The consolidated revenue for the first half of 2010 was NT\$12,299 million, an increase of 63% YoY. The net income after tax was NT\$477 million, an increase of 69% YoY, and EPS after tax was NT\$1.02. 1H10's revenue by product categories: LAN/MAN accounted for 43% of 1H10 consolidated revenue, followed by Wireless at 34%, Broadband & VoIP at 13%, Digital Multimedia at 8%, and Others at 2%.

The consolidated revenue for 2Q10 was NT\$7,506 million, an increase of 57% from 1Q10. The net income after tax was NT\$324 million, an increase of 112% QoQ, and EPS after tax of 2Q10 was NT\$0.69. 2Q10's revenue by product categories: LAN/MAN accounted for 45% of 2Q10 consolidated revenue, followed by Wireless at 34%, Broadband & VoIP at 11%, Digital Multimedia at 8%, and Others at 2%.

	2010 H1	%	2009 H1	%	YoY Change %
Net Sales	12,299	100.0	7,545	100.0	63%
Gross Profit	1,845	15.0	1,528	20.3	21%
Operating Income	507	4.1	225	3.0	125%
Income before Tax	564	4.6	327	4.3	72%
Net Income	477	3.9	282	3.7	69%
EPS after Tax (NT\$)	1.02		0.63		

Alpha Networks Inc. 2010H1 Financial Results and YoY comparison : (Unit: NT\$ million)

*2010 figures are reviewed.

Alpha Networks Inc. 2010Q2 Financial Results and QoQ comparison : (Unit: NT\$ million)

	2010 Q2	%	2010 Q1	%	QoQ Change %
Net Sales	7,506	100.0	4,793	100.0	57%
Gross Profit	1,053	14.0	792	16.5	33%
Operating Income	350	4.7	157	3.3	123%
Income before Tax	385	5.1	179	3.7	115%
Net Income	324	4.3	153	3.2	112%
EPS after Tax (NT\$)	0.69		0.33		

*2010 figures are reviewed.

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