

ASE Inc.

Q2 2012

Earnings Release

Presented by

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Jul. 27, 2012



Safe Harbor Notice



This presentation contains "forward-looking statements" within the meaning of Section 27A of the United States Securities Act of 1933, as amended, and Section 21E of the United States Securities Exchange Act of 1934, as amended, including statements regarding our future results of operations and business prospects. Although these forward-looking statements, which may include statements regarding our future results of operations, financial condition or business prospects, are based on our own information and information from other sources we believe to be reliable, you should not place undue reliance on these forward-looking statements, which apply only as of the date of this presentation. The words "anticipate", "believe", "estimate", "expect", "intend", "plan" and similar expressions, as they relate to us, are intended to identify these forward-looking statements in this presentation. Our actual results of operations, financial condition or business prospects may differ materially from those expressed or implied in these forward-looking statements for a variety of reasons, including risks associated with cyclicity and market conditions in the semiconductor industry; demand for the outsourced semiconductor packaging and testing services we offer and for such outsourced services generally; the highly competitive semiconductor industry; our ability to introduce new packaging, interconnect materials and testing technologies in order to remain competitive; our ability to successfully integrate pending and future mergers and acquisitions; international business activities; our business strategy; general economic and political conditions, including the recent global financial crisis; possible disruptions in commercial activities caused by natural or human-induced disasters; our future expansion plans and capital expenditures; the strained relationship between the Republic of China and the People's Republic of China; fluctuations in foreign currency exchange rates; and other factors. For a discussion of these risks and other factors, please see the documents we file from time to time with the Securities and Exchange Commission, including our 2011 Annual Report on Form 20-F filed on April 20, 2012.



IC ATM Consolidated Income Statement

Sequential Comparison



(NT\$ Million except EPS)	Q2 / 2012	%	Q1 / 2012	%	Change
Net Revenues:					
IC Packaging	26,054	80.2%	23,542	80.5%	11%
Testing	5,633	17.3%	5,077	17.4%	11%
Direct Material	733	2.3%	553	1.9%	33%
EMS	65	0.2%	64	0.2%	2%
Total Net Revenues	32,485	100.0%	29,236	100.0%	11%
Gross Profit	7,288	22.4%	5,656	19.3%	29%
Operating Income(Loss)	3,697	11.4%	2,424	8.3%	53%
Pretax Income(Loss)	3,539	10.9%	2,423	8.3%	46%
Income Tax Benefit(Expense)	(310)	-1.0%	(356)	-1.2%	
Minority Interest	(27)	-0.1%	(11)	0.0%	
Net Income(Loss)	3,202	9.9%	2,056	7.0%	56%
EPS¹	0.48		0.31		
EBITDA	9,096	28.0%	7,838	26.8%	16%

¹ All EPS figures are based on fully diluted number of shares



IC ATM Consolidated Income Statement

YoY Comparison

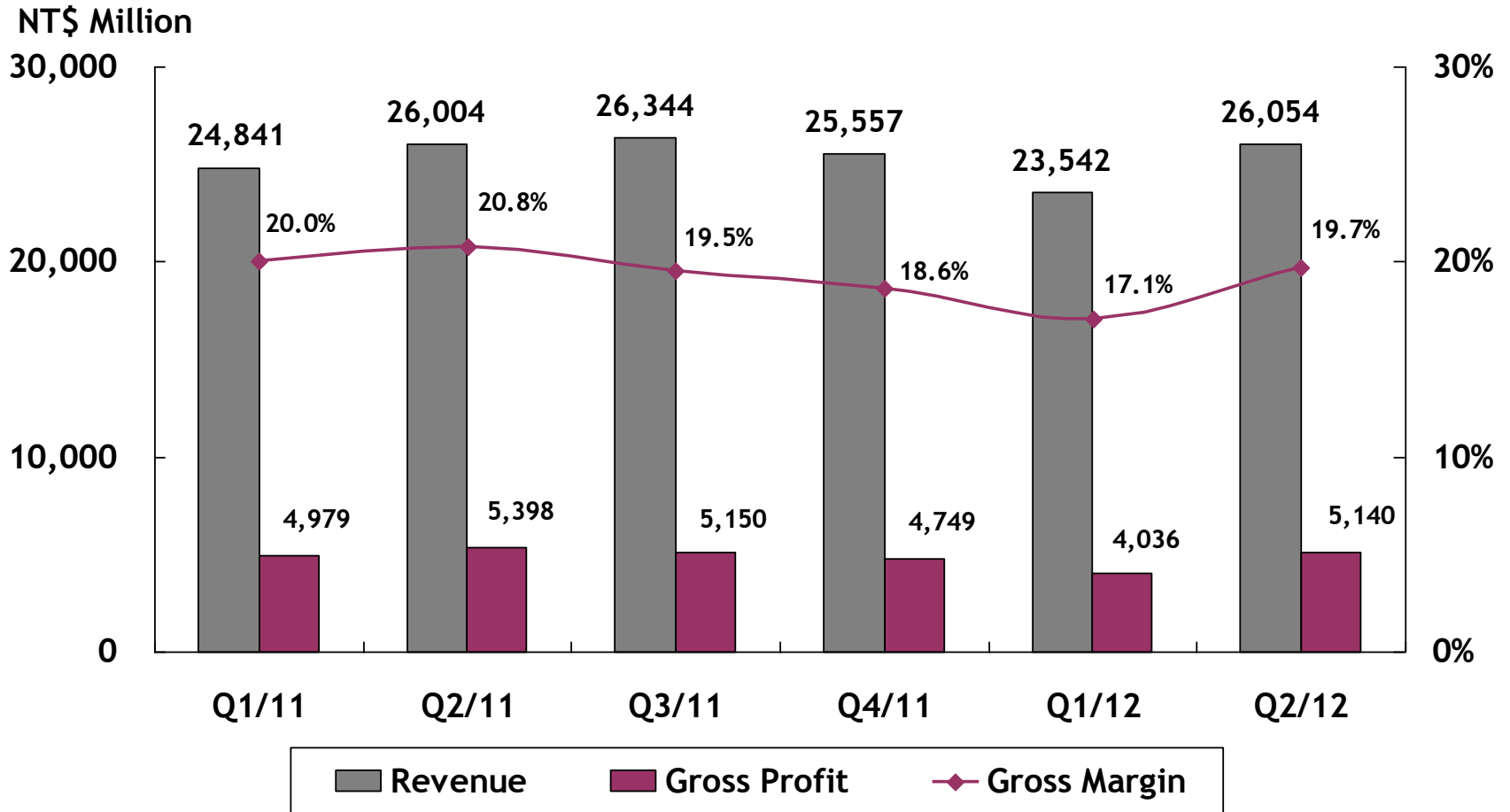


(NT\$ Million except EPS)	Q2 / 2012	%	Q2 / 2011	%	Change
Net Revenues:					
IC Packaging	26,054	80.2%	26,004	80.6%	0%
Testing	5,633	17.3%	5,495	17.0%	3%
Direct Material	733	2.3%	677	2.1%	8%
EMS	65	0.2%	79	0.2%	-18%
Total Net Revenues	32,485	100.0%	32,255	100.0%	1%
Gross Profit	7,288	22.4%	7,533	23.4%	-3%
Operating Income(Loss)	3,697	11.4%	4,334	13.4%	-15%
Pretax Income(Loss)	3,539	10.9%	4,580	14.2%	-23%
Income Tax Benefit(Expense)	(310)	-1.0%	(832)	-2.6%	
Minority Interest	(27)	-0.1%	(104)	-0.3%	
Net Income(Loss)	3,202	9.9%	3,644	11.3%	-12%
EPS¹	0.48		0.54		
EBITDA	9,096	28.0%	10,037	31.1%	-9%

¹ All EPS figures are based on fully diluted number of shares



Packaging Operations

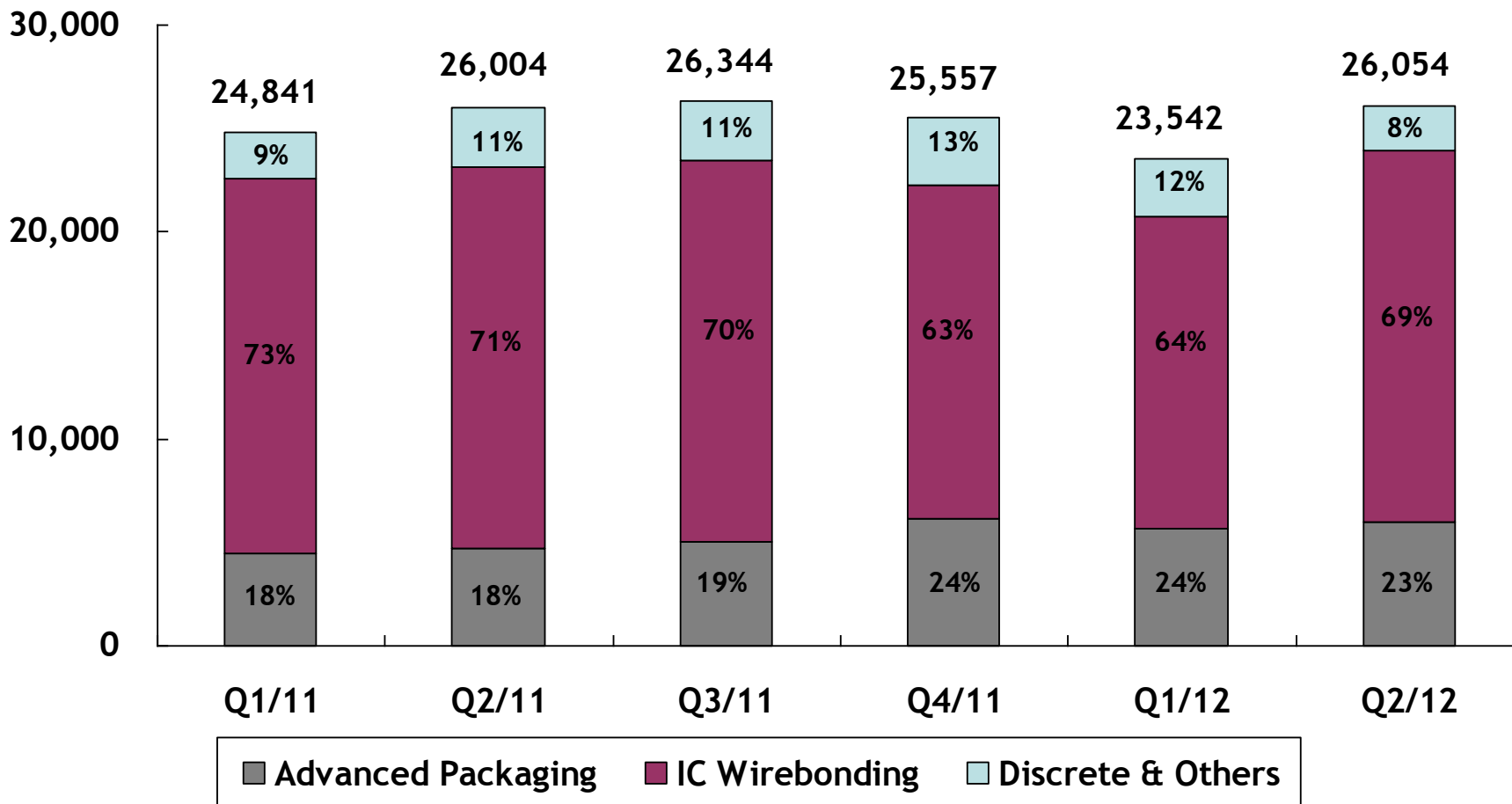


Packaging Operations

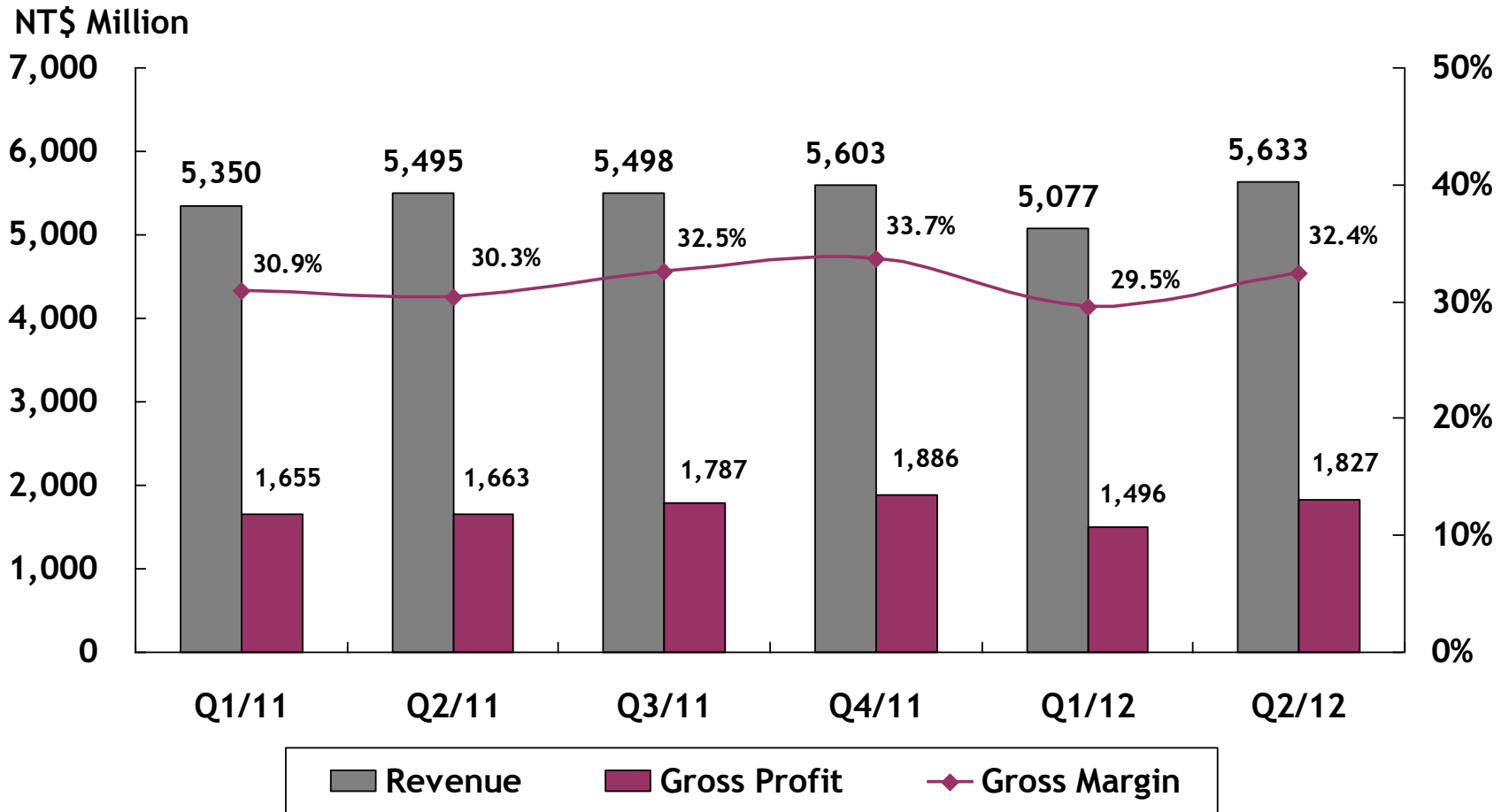
Package Revenue Breakdown



NT\$ Million

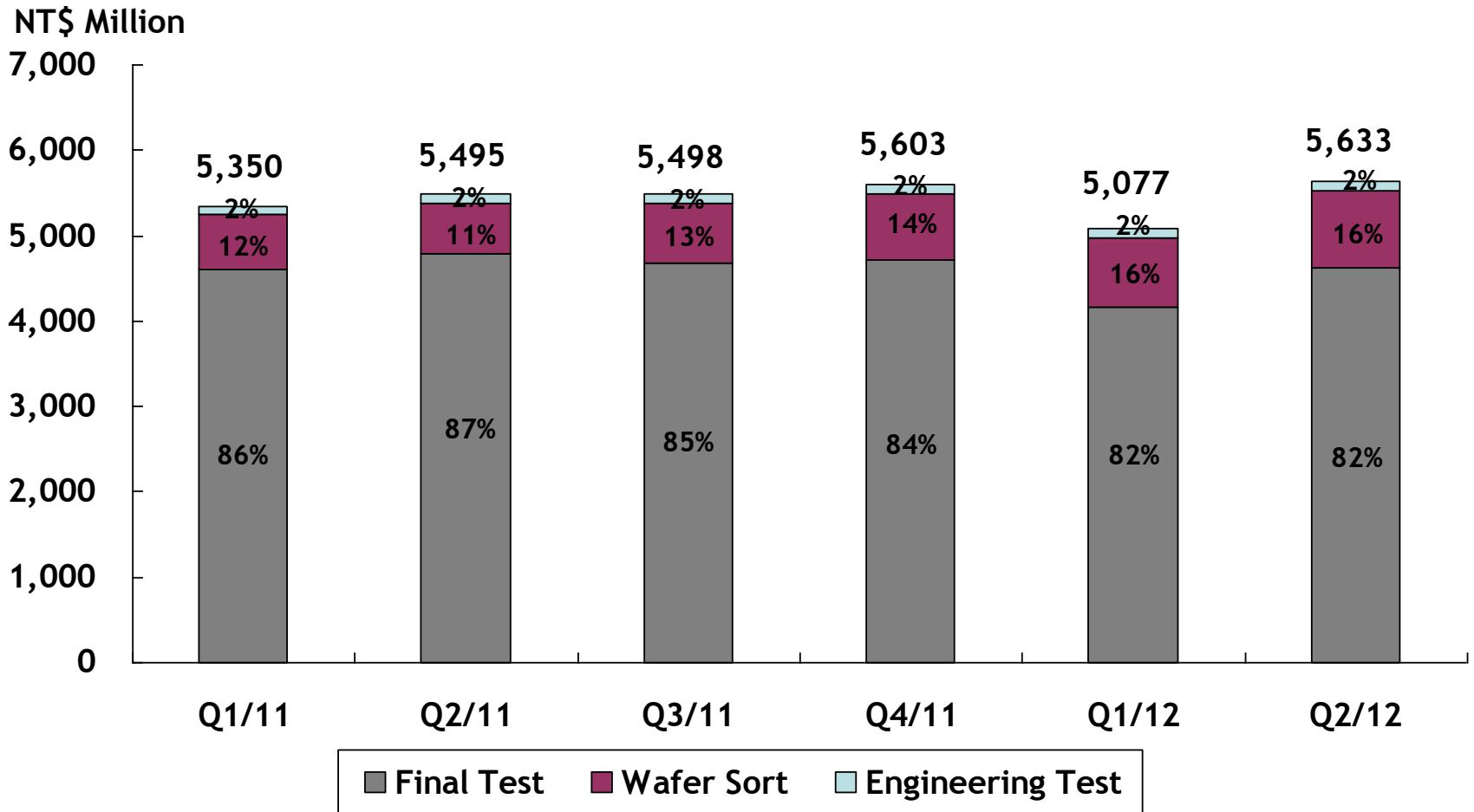


Testing Operations

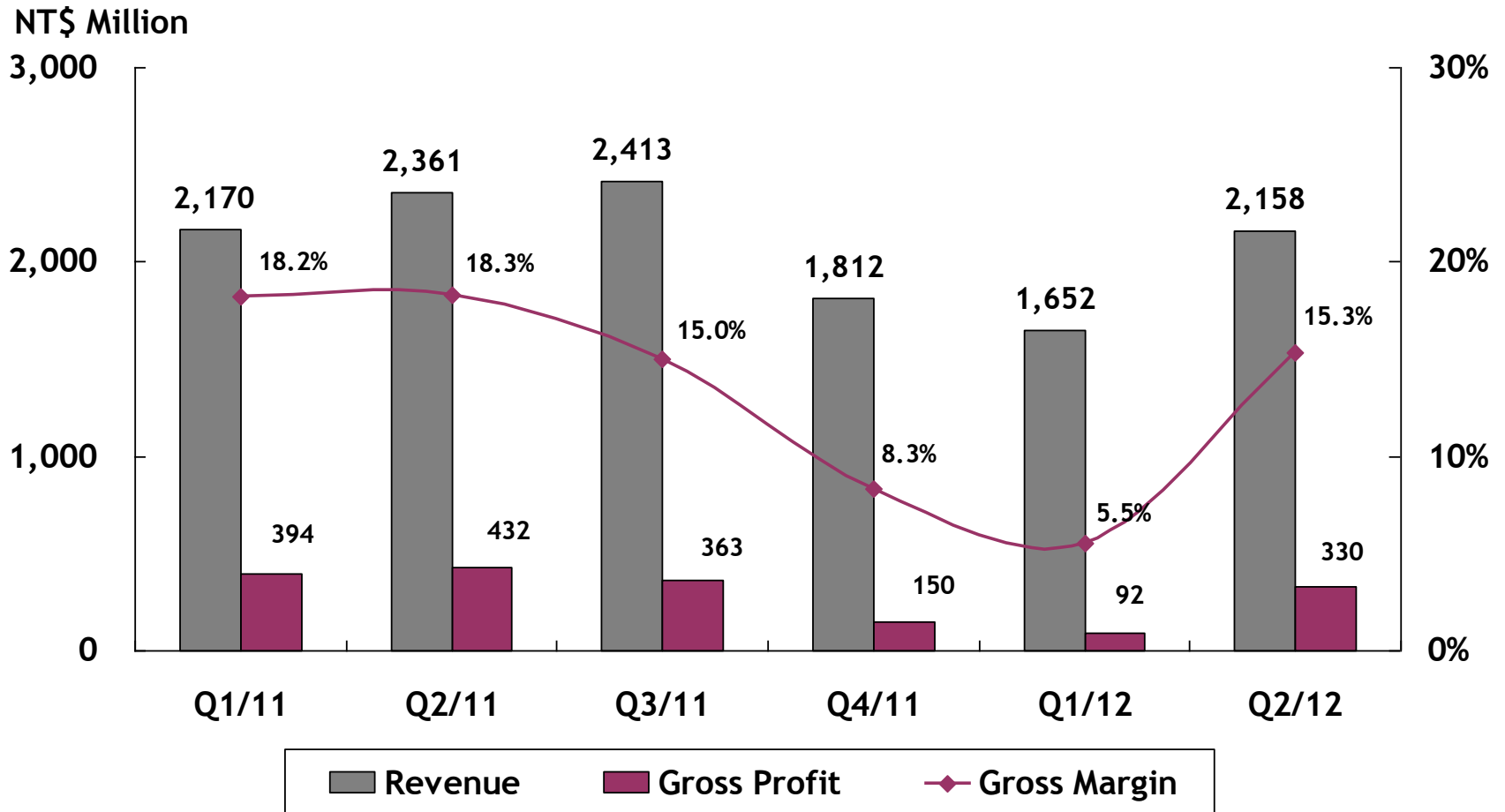


Testing Operations

Test Revenue Breakdown



Material Operations



USI Consolidated Income Statement

Sequential Comparison



(NT\$ Million)	Q2 / 2012	%	Q1 / 2012	%	Change
Net Revenues:					
Total Net Revenues	13,400	100.0%	13,825	100.0%	-3%
Gross Profit	1,710	12.8%	1,633	11.8%	5%
Operating Income(Loss)	637	4.8%	559	4.0%	14%
Pretax Income(Loss)	642	4.8%	643	4.7%	0%
Income Tax Benefit(Expense)	(136)	-1.0%	(105)	-0.8%	
Minority Interest	(68)	-0.5%	(52)	-0.4%	
Net Income(Loss)	438	3.3%	486	3.5%	-10%
EBITDA	914	6.8%	941	6.8%	-3%



USI Consolidated Income Statement

YoY Comparison



(NT\$ Million)	Q2 / 2012	%	Q2 / 2011	%	Change
Net Revenues:					
Total Net Revenues	13,400	100.0%	13,986	100.0%	-4%
Gross Profit	1,710	12.8%	1,515	10.8%	13%
Operating Income(Loss)	637	4.8%	415	3.0%	53%
Pretax Income(Loss)	642	4.8%	480	3.4%	34%
Income Tax Benefit(Expense)	(136)	-1.0%	(155)	-1.1%	
Minority Interest	(68)	-0.5%	(3)	0.0%	
Net Income(Loss)	438	3.3%	322	2.3%	36%
EBITDA	914	6.8%	770	5.5%	19%



Consolidated Income Statement

Sequential Comparison



(NT\$ Million except EPS)	Q2 / 2012	%	Q1 / 2012	%	Change
Net Revenues:					
IC Packaging	26,040	56.8%	23,531	54.6%	11%
Testing	5,633	12.3%	5,077	11.8%	11%
Direct Material	733	1.6%	553	1.3%	33%
EMS	13,466	29.4%	13,889	32.2%	-3%
Others	0	0.0%	51	0.0%	-100%
Total Net Revenues	45,872	100.0%	43,101	100.0%	6%
Gross Profit	8,857	19.3%	7,188	16.7%	23%
Operating Income(Loss)	4,174	9.1%	2,846	6.6%	47%
Pretax Income(Loss)	3,738	8.1%	2,583	6.0%	45%
Income Tax Benefit(Expense)	(442)	-1.0%	(465)	-1.1%	
Minority Interest	(94)	-0.2%	(62)	-0.1%	
Net Income(Loss)	3,202	7.0%	2,056	4.8%	56%
EPS¹	0.48		0.31		
EBITDA	9,993	21.8%	8,741	20.3%	14%

¹ All EPS figures are based on fully diluted number of shares



Consolidated Income Statement

YoY Comparison



(NT\$ Million except EPS)	Q2 / 2012	%	Q2 / 2011	%	Change
Net Revenues:					
IC Packaging	26,040	56.8%	25,991	56.2%	0%
Testing	5,633	12.3%	5,492	11.9%	3%
Direct Material	733	1.6%	677	1.5%	8%
EMS	13,466	29.4%	14,019	30.3%	-4%
Others	0	0.0%	75	0.1%	-100%
Total Net Revenues	45,872	100.0%	46,254	100.0%	-1%
Gross Profit	8,857	19.3%	8,964	19.4%	-1%
Operating Income(Loss)	4,174	9.1%	4,621	10.0%	-10%
Pretax Income(Loss)	3,738	8.1%	4,749	10.3%	-21%
Income Tax Benefit(Expense)	(442)	-1.0%	(998)	-2.2%	
Minority Interest	(94)	-0.2%	(107)	-0.2%	
Net Income(Loss)	3,202	7.0%	3,644	7.9%	-12%
EPS¹	0.48		0.54		
EBITDA	9,993	21.8%	10,783	23.3%	-7%

¹ All EPS figures are based on fully diluted number of shares



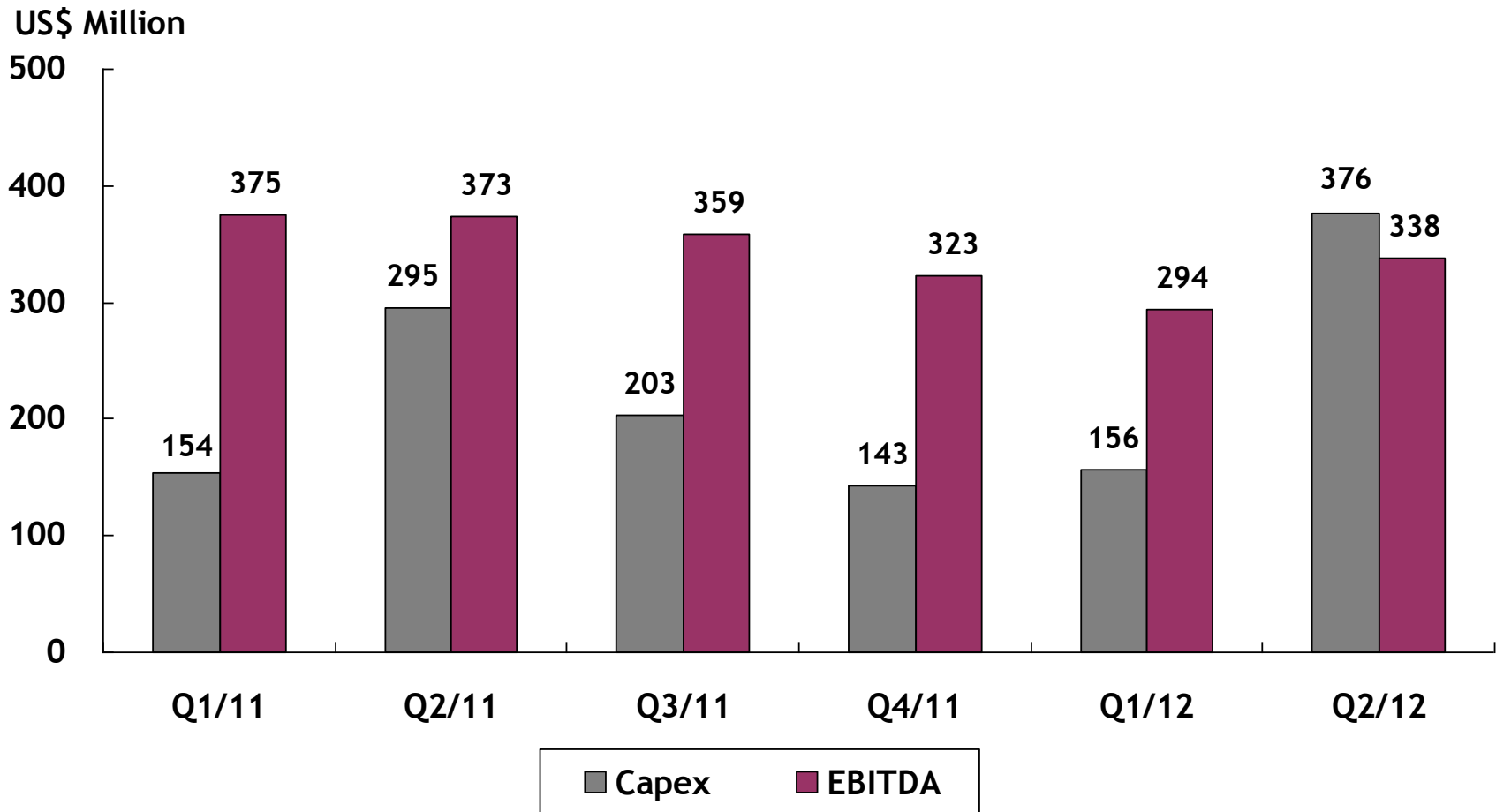
Selective Balance Sheet Information



(NT\$ Million)	Jun. 30, 2012	Mar. 31, 2012	Change
Cash and Cash Equivalent	21,085	30,307	-30.4%
Financial Assets - current	2,496	599	316.7%
Financial Assets - non current	2,169	2,342	-7.4%
Total Assets	233,647	227,010	2.9%
ST Bank Debt - Revolving Credit	28,145	29,390	-4.2%
- Current Portion of LT Debt	3,983	3,795	5.0%
LT Bank Debt	43,571	45,041	-3.3%
Total Net Worth (Including minority interest)	106,393	106,606	-0.2%
Quarterly EBITDA	9,993	8,741	14.3%
Current Ratio	1.16	1.33	
Net Debt to Equity	0.49	0.44	



Capital Expenditure v.s. EBITDA



Top 10 Customers

Q2 / 2012



IC ATM

ATMEL
BROADCOM
CAMBRIDGE
FREESCALE
MARVELL
MEDIATEK
MSTAR
NXP
QUALCOMM
STM

USI

AEE
AUO
EMC
HONEYWELL
IBM
IEE
LENOVO
MOTOROLA
SUPERMICRO
VALEO

Top 5

Top 10

33% of Total Sales

47% of Total Sales

Top 5

Top 10

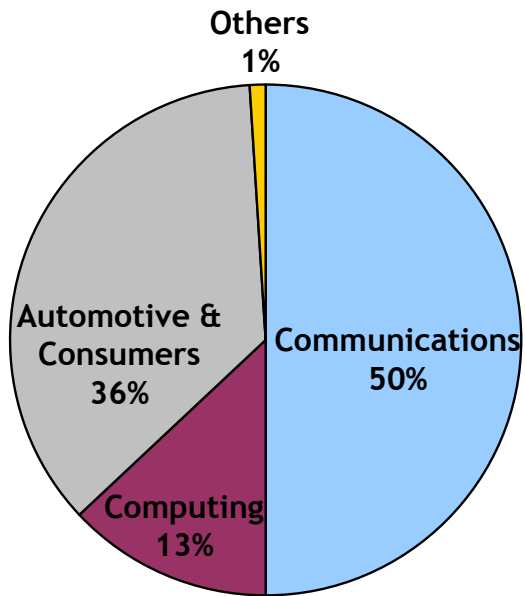
61% of Total Sales

80% of Total Sales

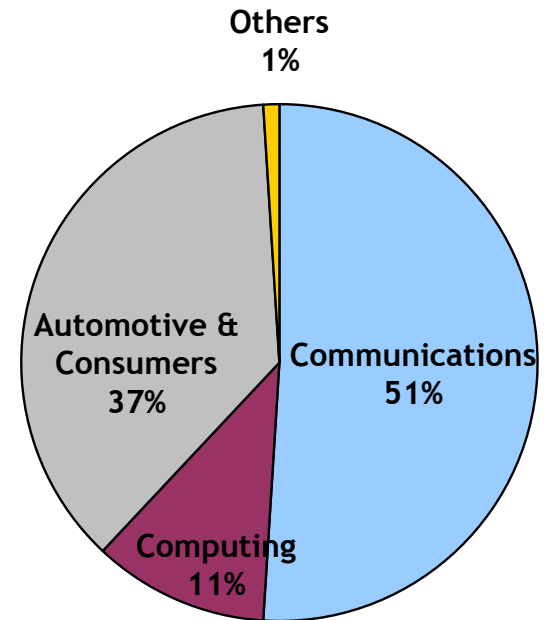


IC ATM Market Segment Exposure

Q2 / 2012

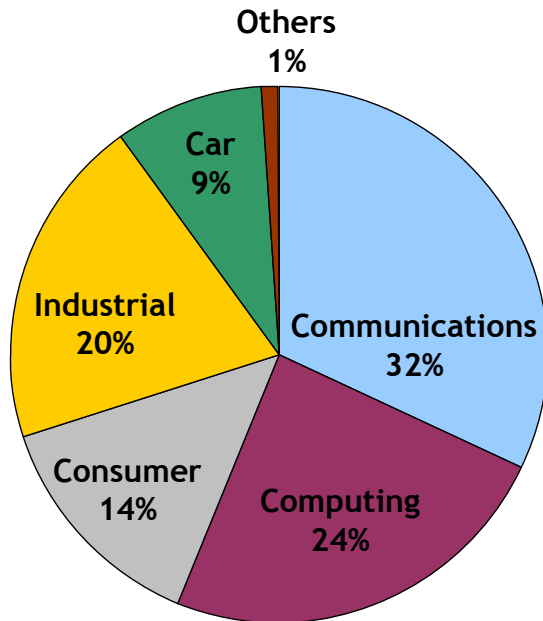


Q1 / 2012

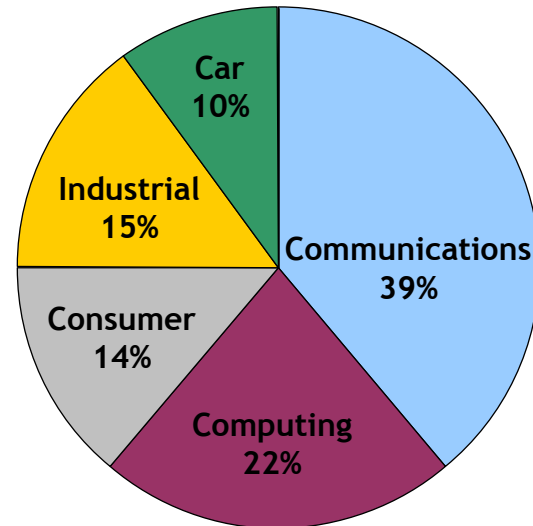


USI Revenue Breakdown

Q2 / 2012



Q1 / 2012



For more information regarding ASE Group

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