



ASE Inc.

Q1 2011

Earnings Release

Presented by

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CFO/VP
Apr. 29, 2011



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 2009 Annual Report on Form 20-F filed on June 11, 2010.



IC ATM Consolidated Income Statement

Sequential Comparison



(NT\$ Million except EPS)	Q1 / 2011	%	Q4 / 2010	%	Change
Net Revenues:					
IC Packaging	24,841	80.4%	26,025	79.8%	-5%
Testing	5,350	17.3%	5,994	18.4%	-11%
Direct Material	688	2.2%	583	1.7%	18%
Total Net Revenues	30,879	100.0%	32,602	100.0%	-5%
Gross Profit	7,095	23.0%	8,211	25.2%	-14%
Operating Income(Loss)	3,970	12.9%	4,978	15.3%	-20%
Pretax Income(Loss)	4,774	15.5%	5,652	17.3%	-16%
Income Tax Benefit(Expense)	(645)	-2.1%	(655)	-2.0%	
Minority Interest	(155)	-0.5%	(127)	-0.4%	
Net Income(Loss)	3,974	12.9%	4,870	14.9%	-18%
EPS¹	0.65		0.80		
EBITDA	10,042	32.5%	10,061	30.9%	0%

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



IC ATM Consolidated Income Statement



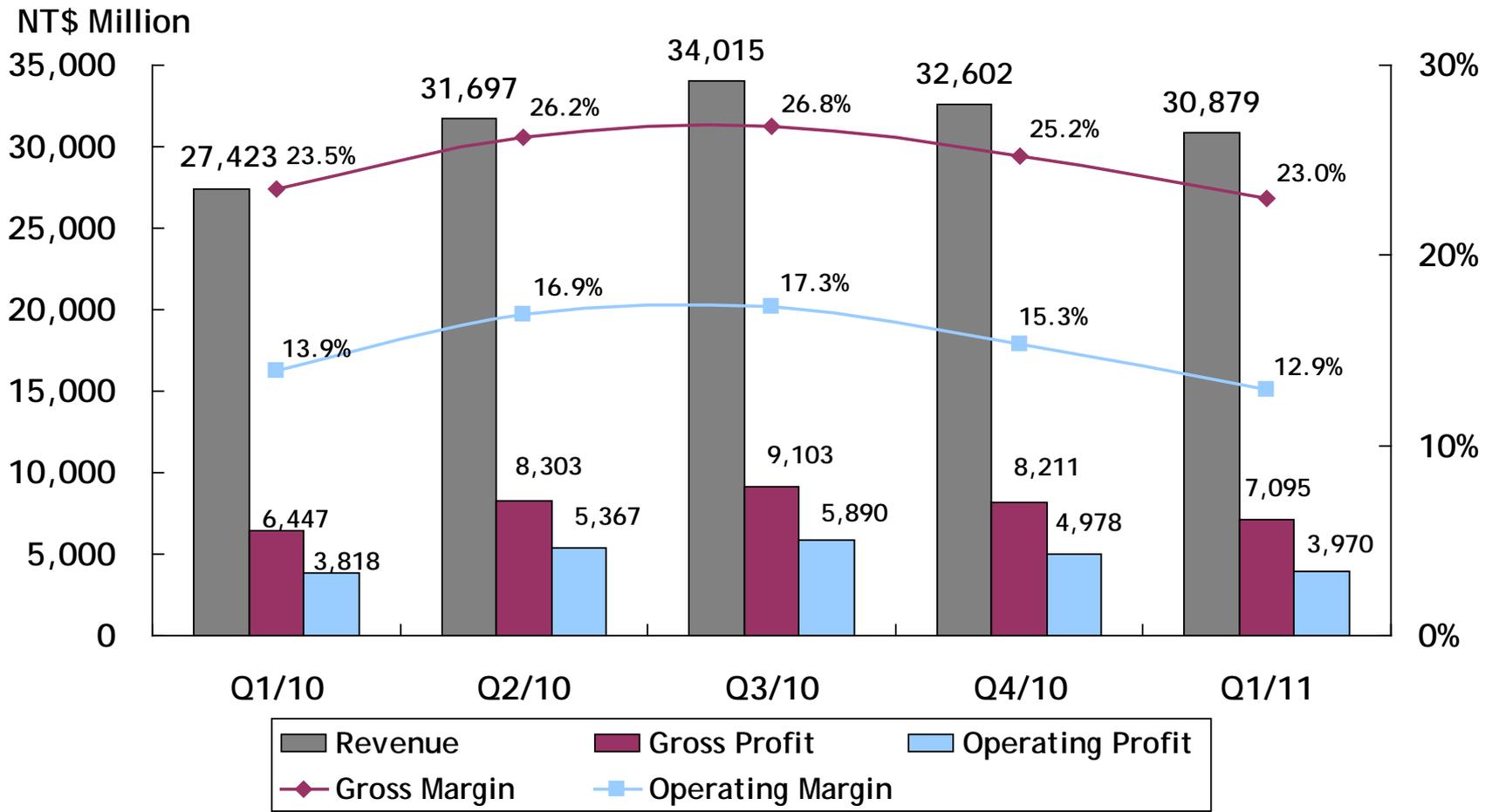
YoY Comparison

(NT\$ Million except EPS)	Q1 / 2011	%	Q1 / 2010	%	Change
Net Revenues:					
IC Packaging	24,841	80.4%	22,088	80.5%	12%
Testing	5,350	17.3%	4,622	16.9%	16%
Direct Material	688	2.2%	673	2.5%	2%
Total Net Revenues	30,879	100.0%	27,423	100.0%	13%
Gross Profit	7,095	23.0%	6,447	23.5%	10%
Operating Income(Loss)	3,970	12.9%	3,818	13.9%	4%
Pretax Income(Loss)	4,774	15.5%	3,931	14.3%	21%
Income Tax Benefit(Expense)	(645)	-2.1%	(395)	-1.4%	
Minority Interest	(155)	-0.5%	(141)	-0.5%	
Net Income(Loss)	3,974	12.9%	3,395	12.4%	17%
EPS¹	0.65		0.57		
EBITDA	10,042	32.5%	8,231	30.0%	22%

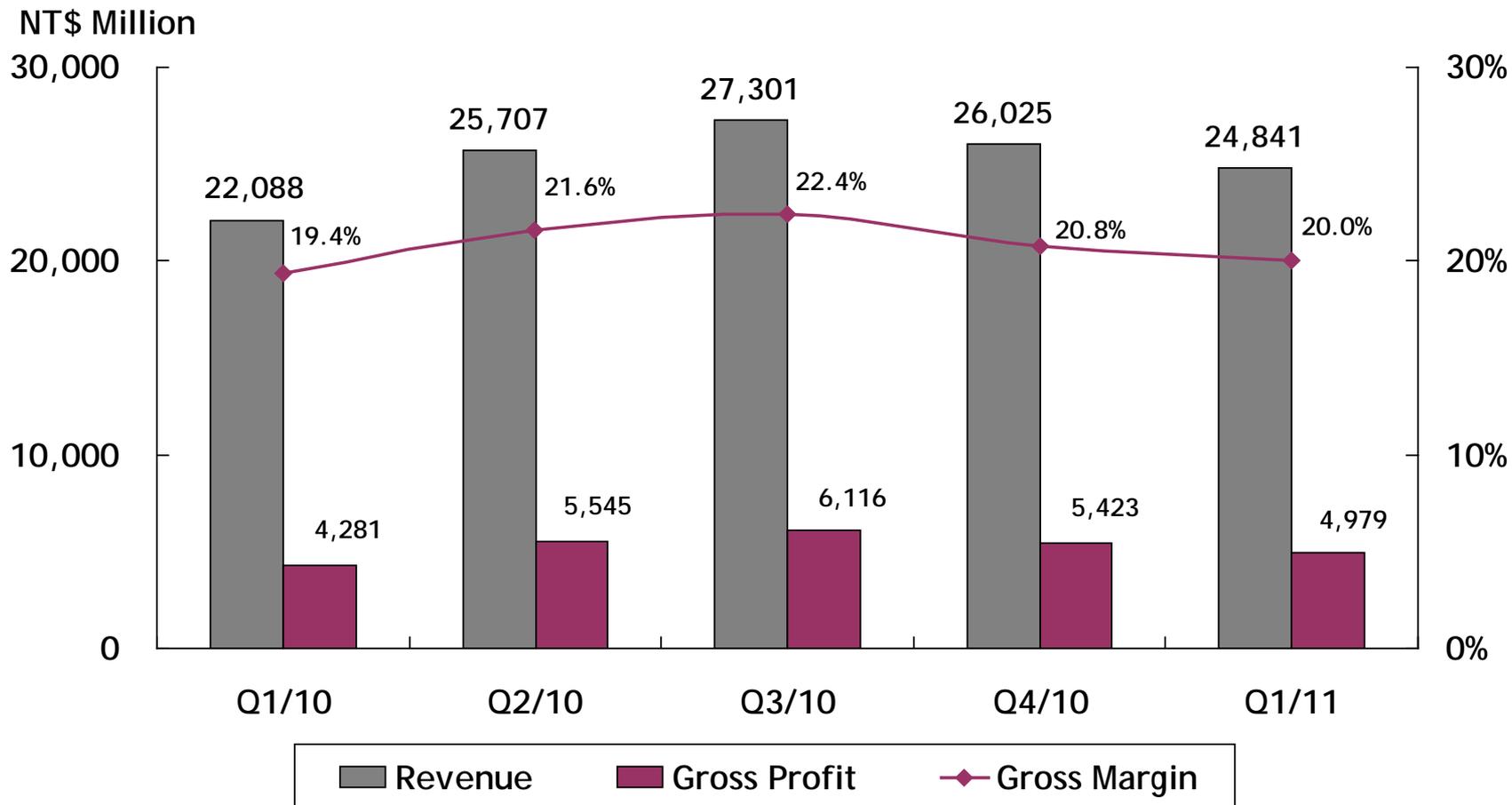
¹ All EPS figures are based on fully diluted number of shares



IC ATM Consolidated Revenue & Margin Trend

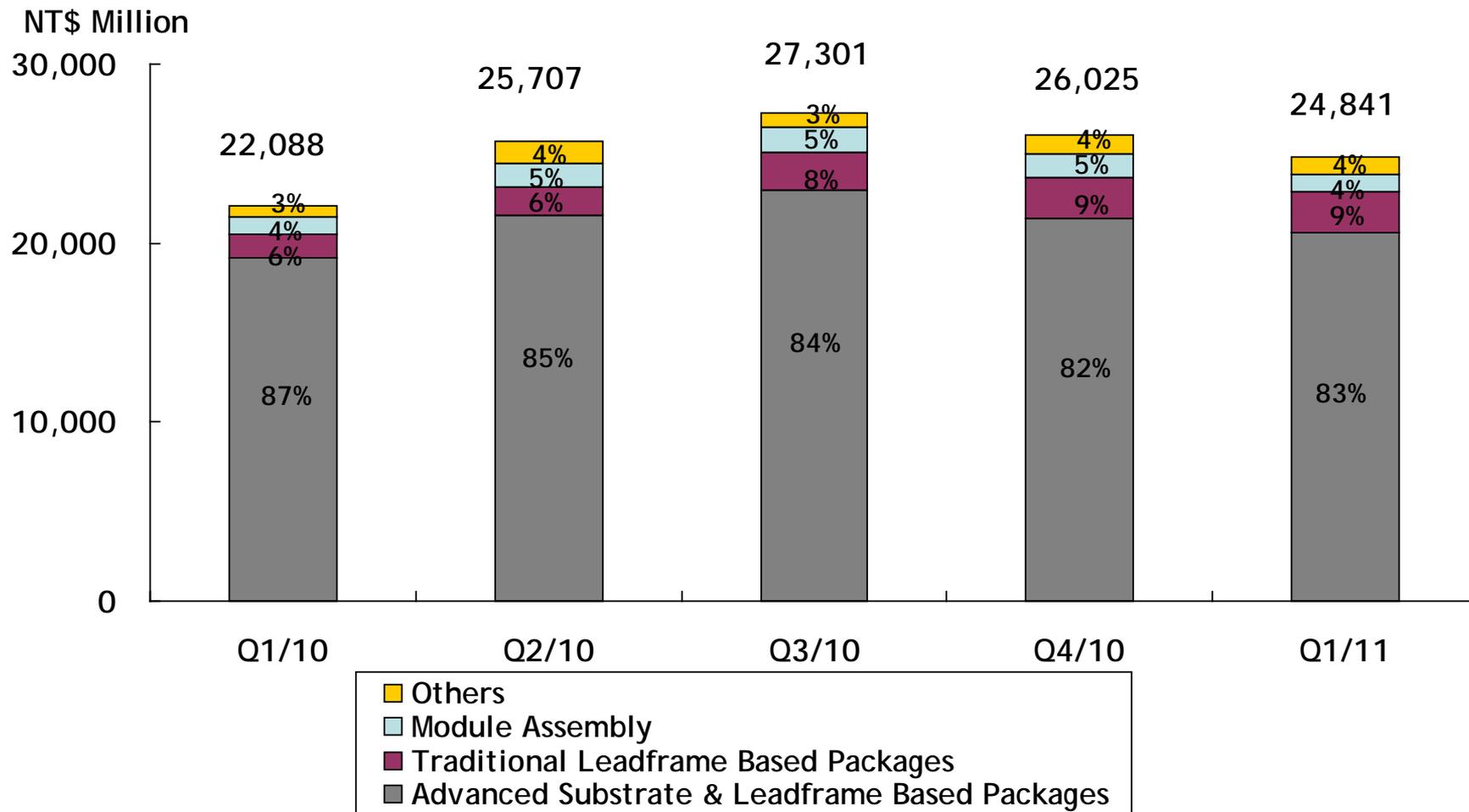


IC Packaging Operations

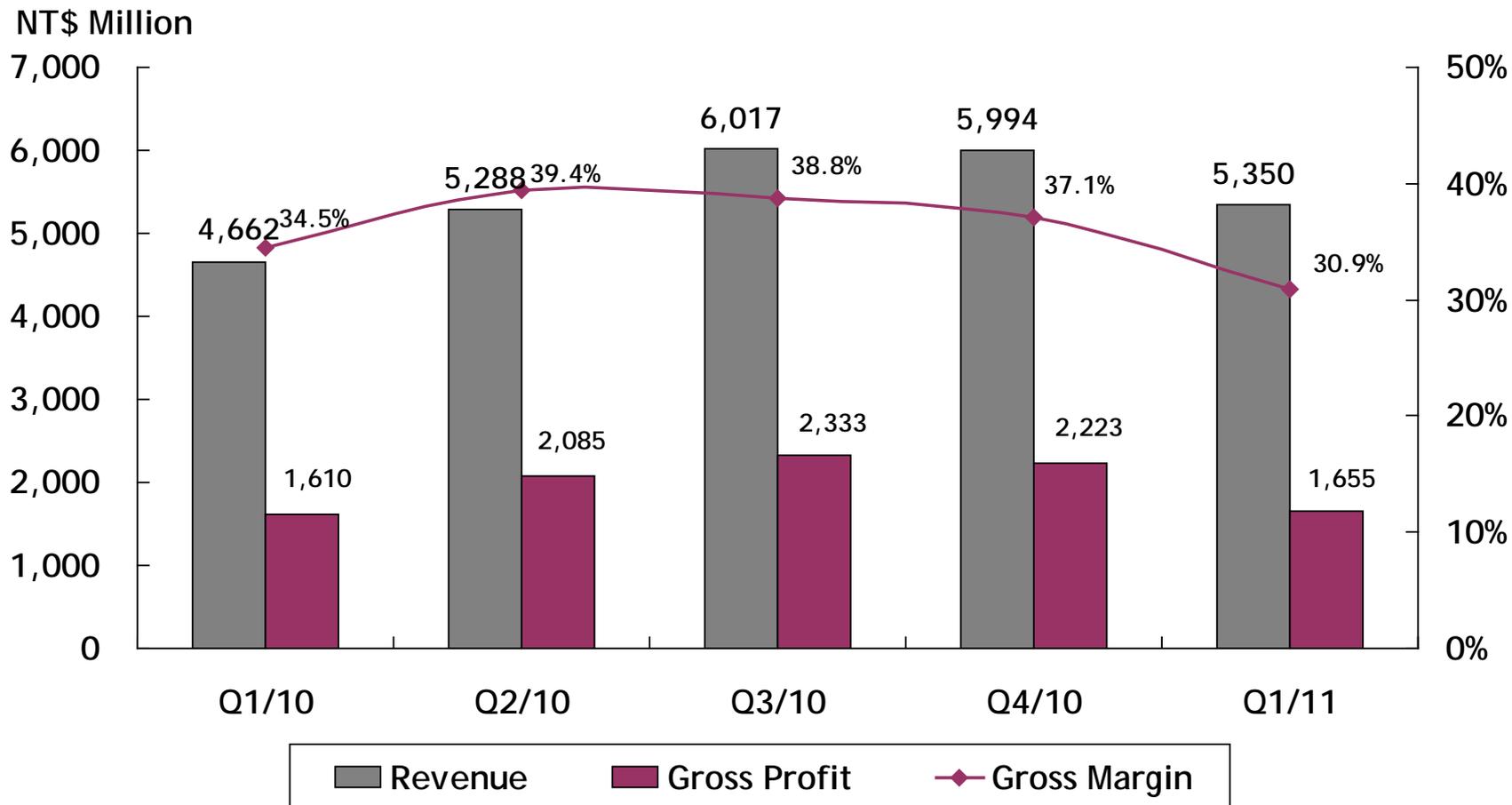


IC Packaging Operations

Package Revenue Breakdown

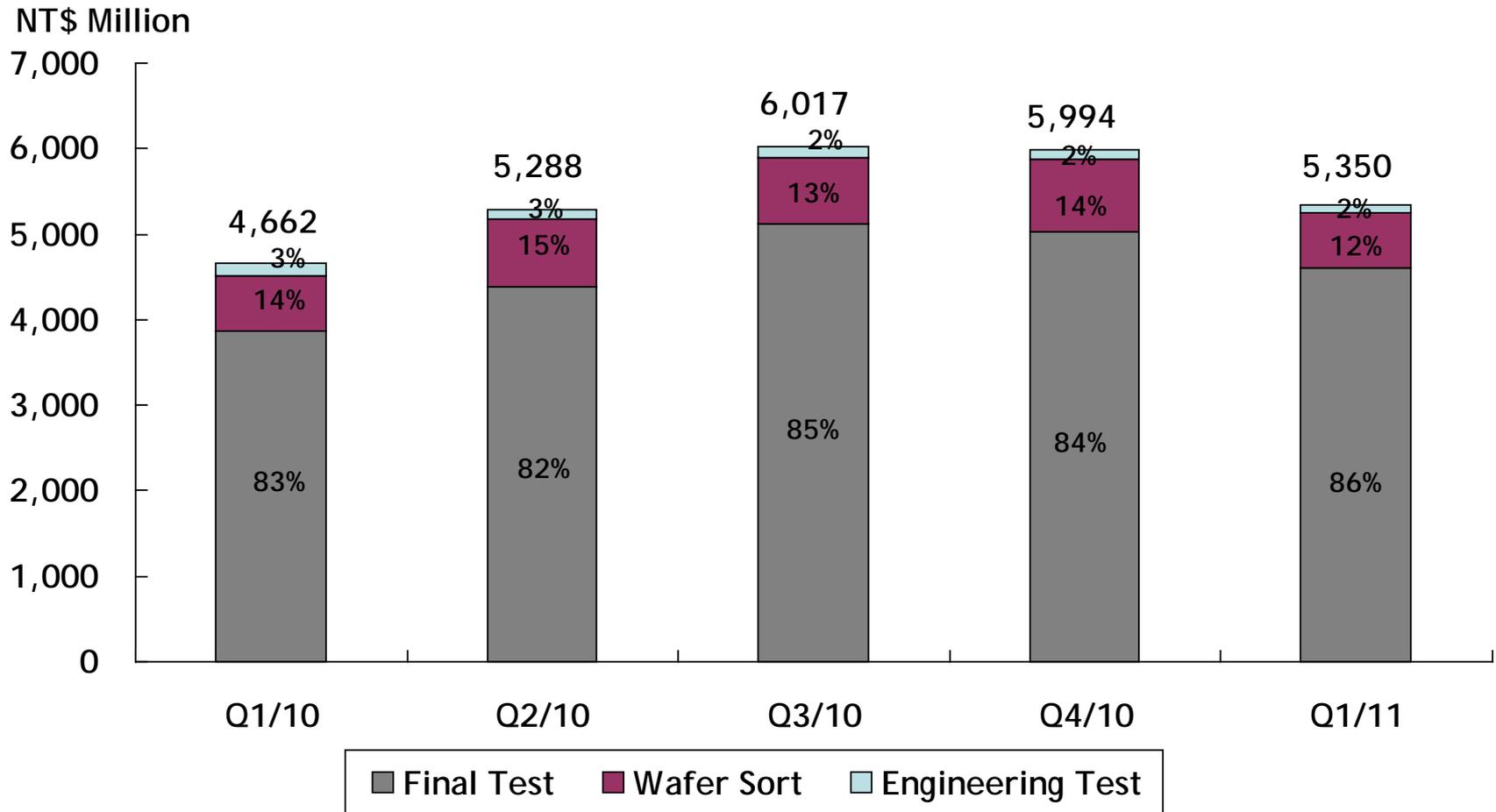


IC Testing Operations

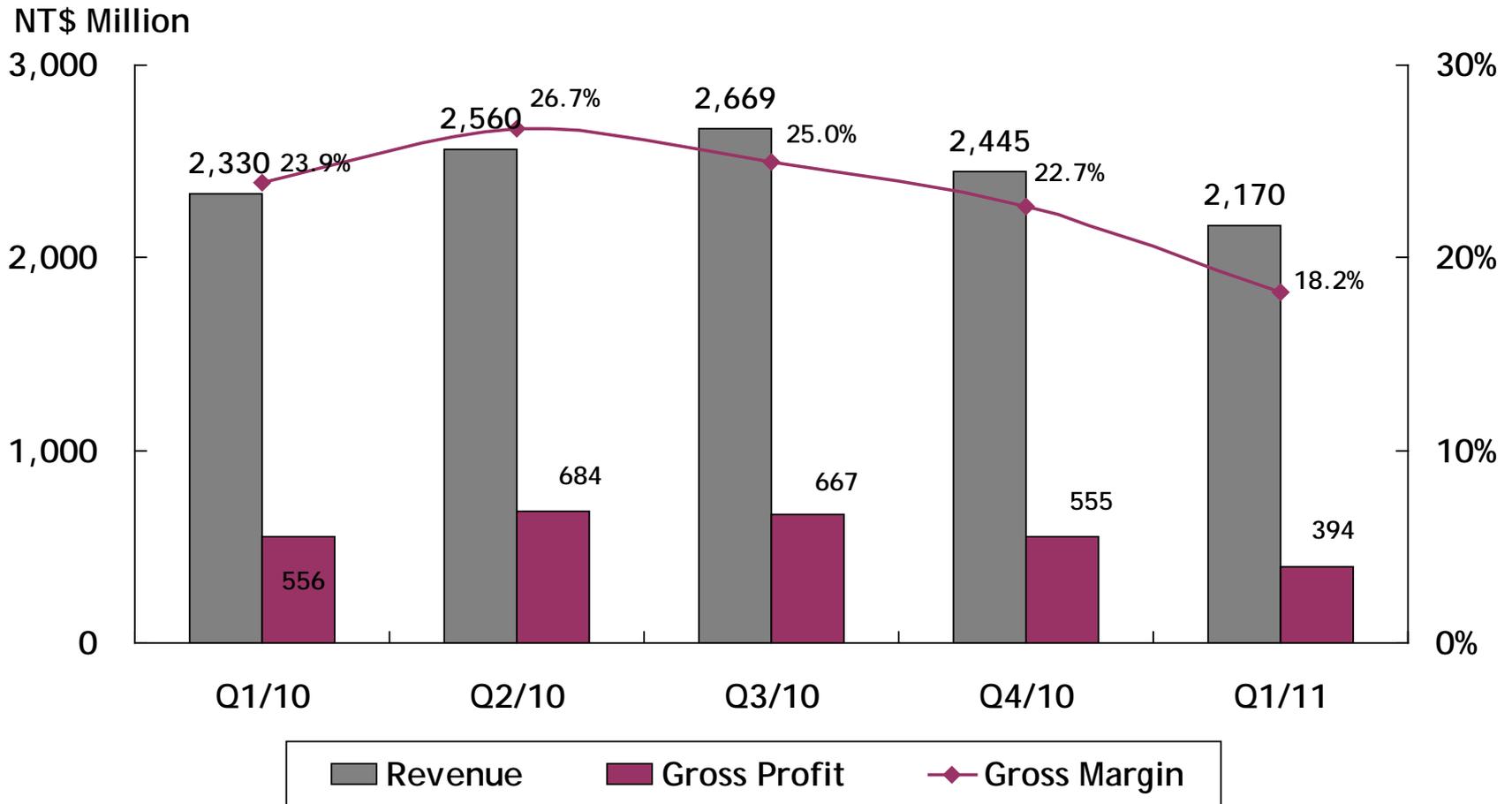


IC Testing Operations

Test Revenue Breakdown



Material Operations



USI Consolidated Income Statement

Sequential Comparison



(NT\$ Million except EPS)	Q1 / 2011	%	Q4 / 2010	%	Change
Net Revenues:					
Total Net Revenues	15,095	100.0%	17,228	100.0%	-12%
Gross Profit	1,648	10.9%	1,804	10.5%	-9%
Operating Income(Loss)	547	3.6%	671	3.9%	-18%
Pretax Income(Loss)	640	4.2%	632	3.7%	1%
Income Tax Benefit(Expense)	(295)	-2.0%	(219)	-1.3%	
Minority Interest	(3)	0.0%	(2)	0.0%	
Net Income(Loss)	342	2.3%	411	2.4%	-17%
EBITDA	920	6.1%	912	5.3%	1%



USI Consolidated Income Statement

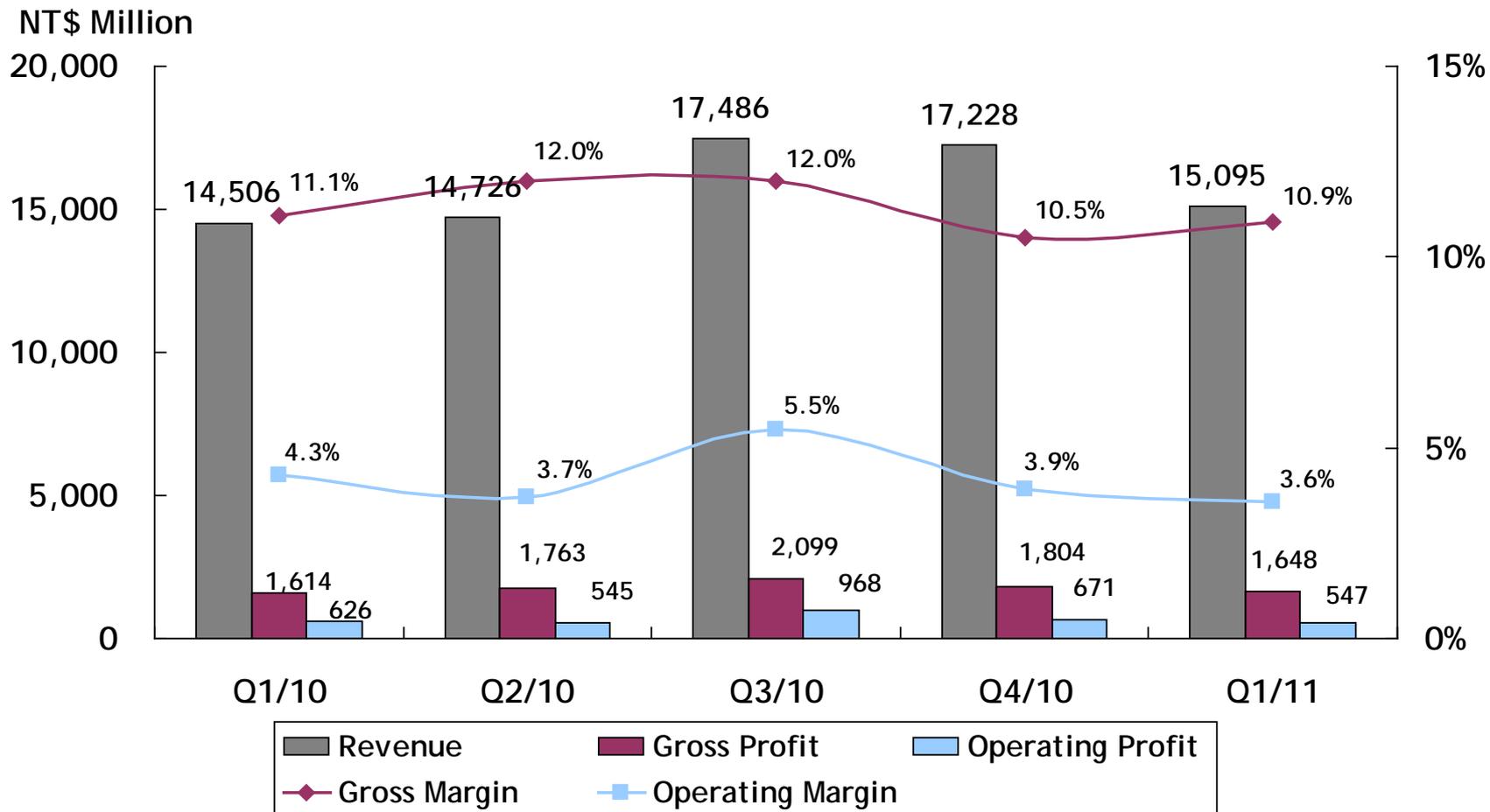
YoY Comparison



(NT\$ Million except EPS)	Q1 / 2011	%	Q1 / 2010	%	Change
Net Revenues:					
Total Net Revenues	15,095	100.0%	14,506	100.0%	4%
Gross Profit	1,648	10.9%	1,614	11.1%	2%
Operating Income(Loss)	547	3.6%	626	4.3%	-13%
Pretax Income(Loss)	640	4.2%	606	4.2%	6%
Income Tax Benefit(Expense)	(295)	-2.0%	(74)	-0.5%	
Minority Interest	(3)	0.0%	(2)	0.0%	
Net Income(Loss)	342	2.3%	530	3.7%	-35%
EBITDA	920	6.1%	912	6.3%	1%



USI Consolidated Revenue & Margin Trend



IC ATM + USI Consolidated Income Statement



Sequential Comparison

(NT\$ Million except EPS)	Q1 / 2011	%	Q4 / 2010	%	Change
Net Revenues:					
IC Packaging	24,812	54.0%	26,003	52.2%	-5%
Testing	5,339	11.6%	5,989	12.0%	-11%
Direct Material	688	1.5%	583	1.2%	18%
EMS	15,095	32.9%	17,226	34.6%	-12%
Total Net Revenues	45,934	100.0%	49,802	100.0%	-8%
Gross Profit	8,612	18.7%	9,855	19.8%	-13%
Operating Income(Loss)	4,354	9.5%	5,434	10.9%	-20%



Consolidated Income Statement

Sequential Comparison



(NT\$ Million except EPS)	Q1 / 2011	%	Q4 / 2010	%	Change
Net Revenues:					
IC Packaging	24,812	53.9%	26,003	48.8%	-5%
Testing	5,339	11.6%	5,989	11.2%	-11%
Direct Material	688	1.5%	583	1.1%	18%
EMS	15,095	32.8%	17,226	32.3%	-12%
Others	71	0.2%	3,482	6.4%	-98%
Total Net Revenues	46,005	100.0%	53,283	100.0%	-14%
Gross Profit	8,658	18.8%	11,967	22.5%	-28%
Operating Income(Loss)	4,387	9.5%	7,392	13.9%	-41%
Pretax Income(Loss)	5,096	11.1%	6,892	12.9%	-26%
Income Tax Benefit(Expense)	(963)	-2.1%	(1,791)	-3.4%	
Minority Interest	(159)	-0.3%	(231)	-0.4%	
Net Income(Loss)	3,974	8.6%	4,870	9.1%	-18%
EPS¹	0.65		0.80		
EBITDA	10,978	23.9%	12,938	24.3%	-15%

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



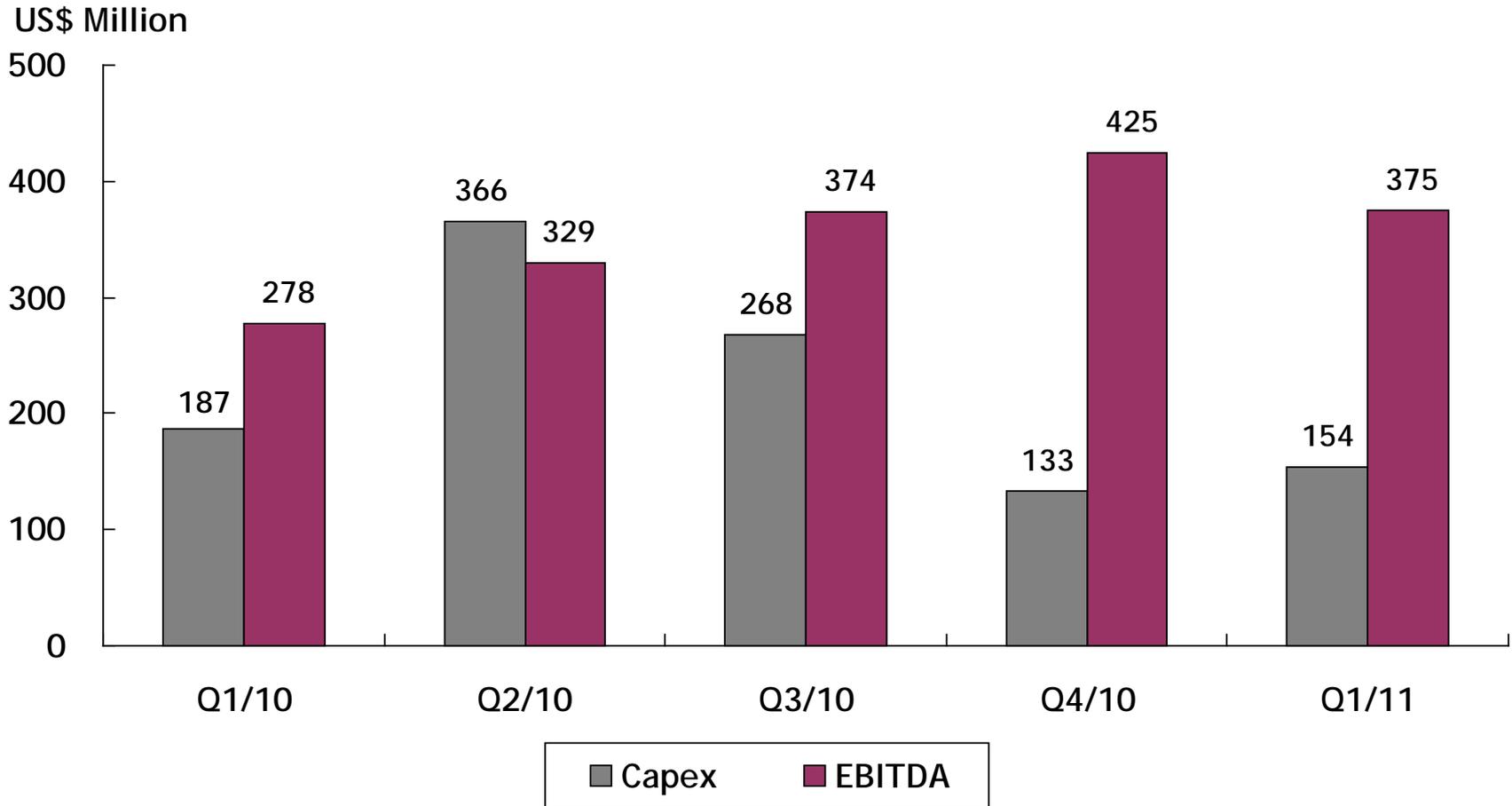
Selective Balance Sheet Information



(NT\$ Million)	Mar. 31, 2011	Dec. 31, 2010	Change
Cash and Cash Equivalent	26,959	23,398	15.2%
Financial Assets - current	1,420	1,697	-16.3%
Financial Assets - non current	2,450	2,400	2.1%
Total Assets	213,450	208,140	2.6%
ST Bank Debt - Revolving Credit	22,191	14,155	56.8%
- Current Portion of LT Debt	5,348	3,019	77.1%
LT Bank Debt	43,852	52,375	-16.3%
Total Net Worth (Including minority interest)	93,958	88,557	6.1%
Quarterly EBITDA	10,978	12,938	-15.1%
Current Ratio	1.32	1.43	
Net Debt to Equity	0.44	0.48	



Capital Expenditure v.s. EBITDA



Top 10 Customers

Q1 / 2011



IC ATM

ATMEL
BROADCOM
FREESCALE
INFINEON
MEDIATEK
MSTAR
POWERCHIP
QUALCOMM
RENESAS
STM

USI

AEE
AUO
CMO
EMC Corp
HP
IEE
LENOVO
MOTOROLA
SUPERMICRO
VALEO

Top 5

Top 10

29% of Total Sales

46% of Total Sales

Top 5

Top 10

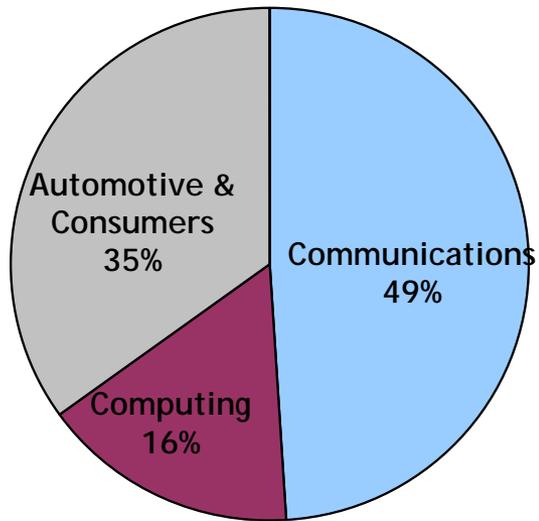
62% of Total Sales

80% of Total Sales

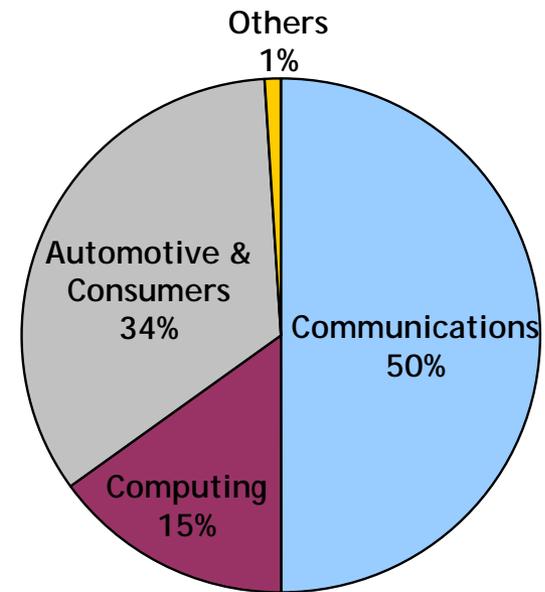


IC ATM Market Segment Exposure

Q1 / 2011

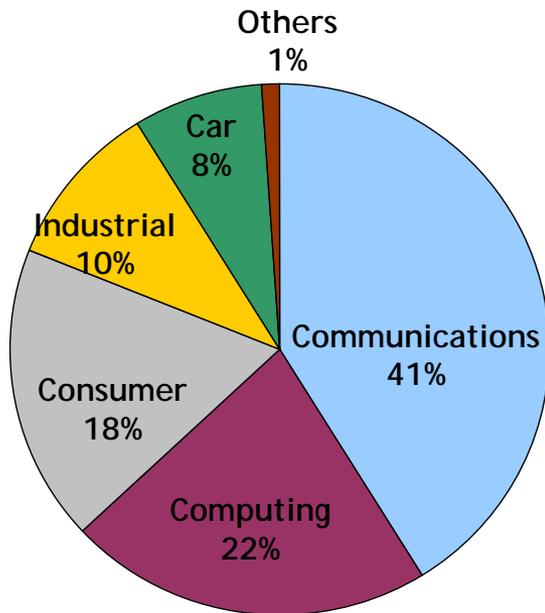


Q4 / 2010

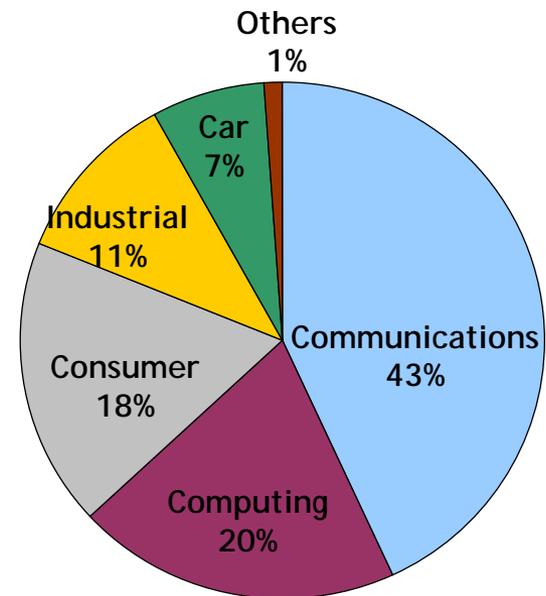


USI Revenue Breakdown

Q1 / 2011



Q4 / 2010



For more information regarding ASE Group

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For all inquiries, suggestions and comments

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