

ASE Inc. Q1 2008 Earnings Release

○ Presented by

Joseph Tung
CFO/VP
Apr. 30, 2008



Safe Harbor Notice

This presentation contains "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. 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 press release. 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 press release. 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; 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 2006 Annual Report on Form 20-F filed on June 25, 2007.



Consolidated Income Statement



Sequential Comparison

(NT\$ Million except EPS)	Q1 / 2008	%	Q4 / 2007	%	Change
Net Revenues:					
IC Packaging	19,227	77.9%	22,561	77.9%	-15%
Testing	4,895	19.8%	5,676	19.6%	-14%
Others	573	2.3%	739	2.5%	-22%
Total Net Revenues	24,695	100.0%	28,976	100.0%	-15%
Gross Profit	6,188	25.1%	9,259	32.0%	-33%
Operating Profit	3,352	13.6%	6,529	22.5%	-49%
Pretax Income(Loss)	3,283	13.3%	5,656	19.5%	-42%
Income Tax	(411)	-1.7%	(1,165)	-4.0%	
Minority Interest	(535)	-2.2%	(787)	-2.7%	
Net Income(Loss)	2,337	9.5%	3,704	12.8%	-37%
EPS ¹	0.43		0.66		-35%
EBITDA	7,694	31.2%	11,055	38.2%	-30%

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

Consolidated Income Statement



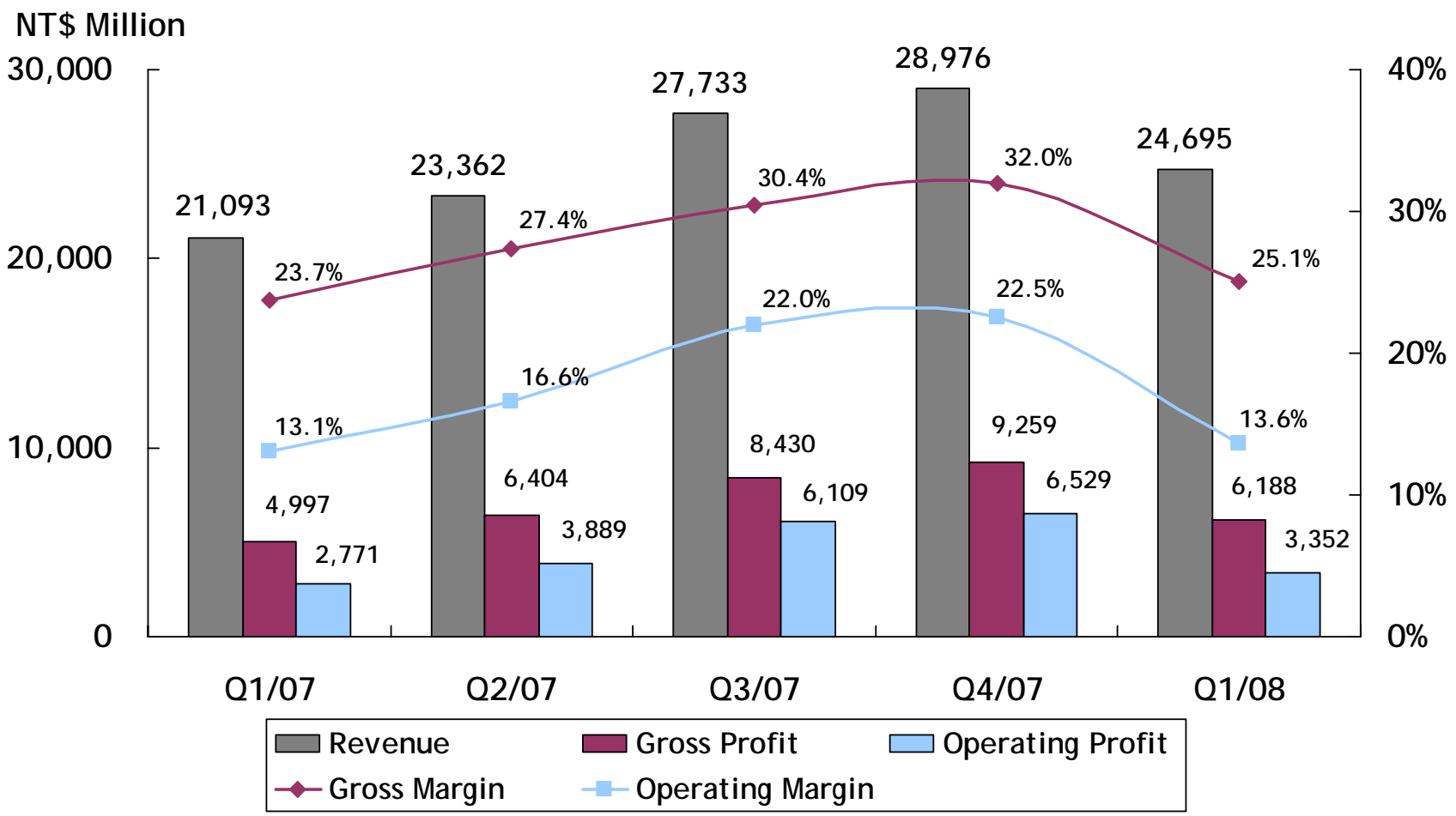
YoY Comparison

(NT\$ Million except EPS)	Q1 / 2008	%	Q1 / 2007	%	Change
Net Revenues:					
IC Packaging	19,227	77.9%	16,283	77.2%	18%
Testing	4,895	19.8%	4,324	20.5%	13%
Others	573	2.3%	486	2.3%	18%
Total Net Revenues	24,695	100.0%	21,093	100.0%	17%
Gross Profit	6,188	25.1%	4,997	23.7%	24%
Operating Profit	3,352	13.6%	2,771	13.1%	21%
Pretax Income(Loss)	3,283	13.3%	2,270	10.8%	45%
Income Tax	(411)	-1.7%	(320)	-1.5%	
Minority Interest	(535)	-2.2%	(289)	-1.4%	
Net Income(Loss)	2,337	9.5%	1,661	7.9%	41%
EPS ¹	0.43		0.31		39%
EBITDA	7,694	31.2%	6,794	32.2%	13%

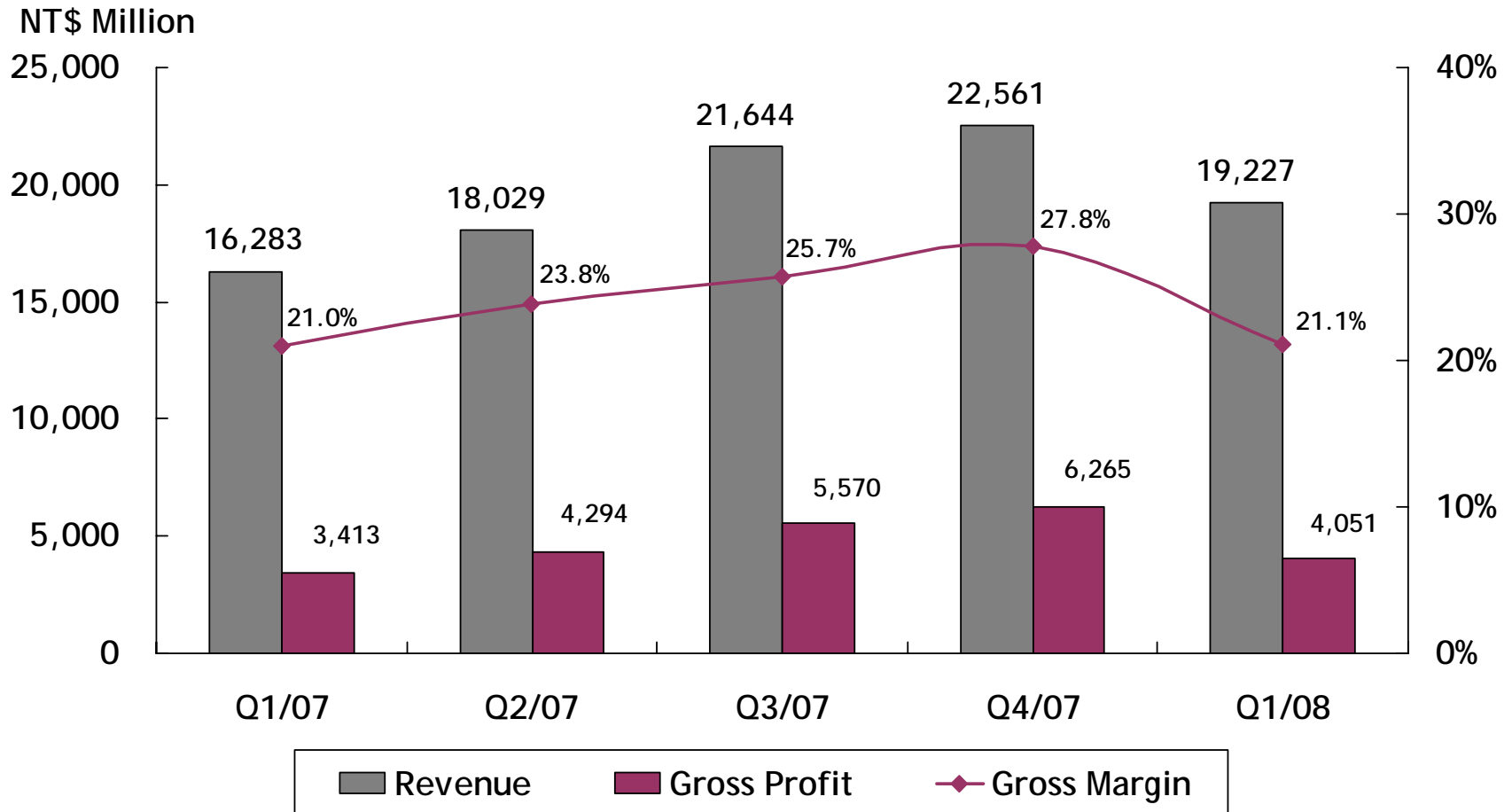
¹ All EPS figures are based on fully diluted number of shares



Consolidated Revenue & Margin Trend

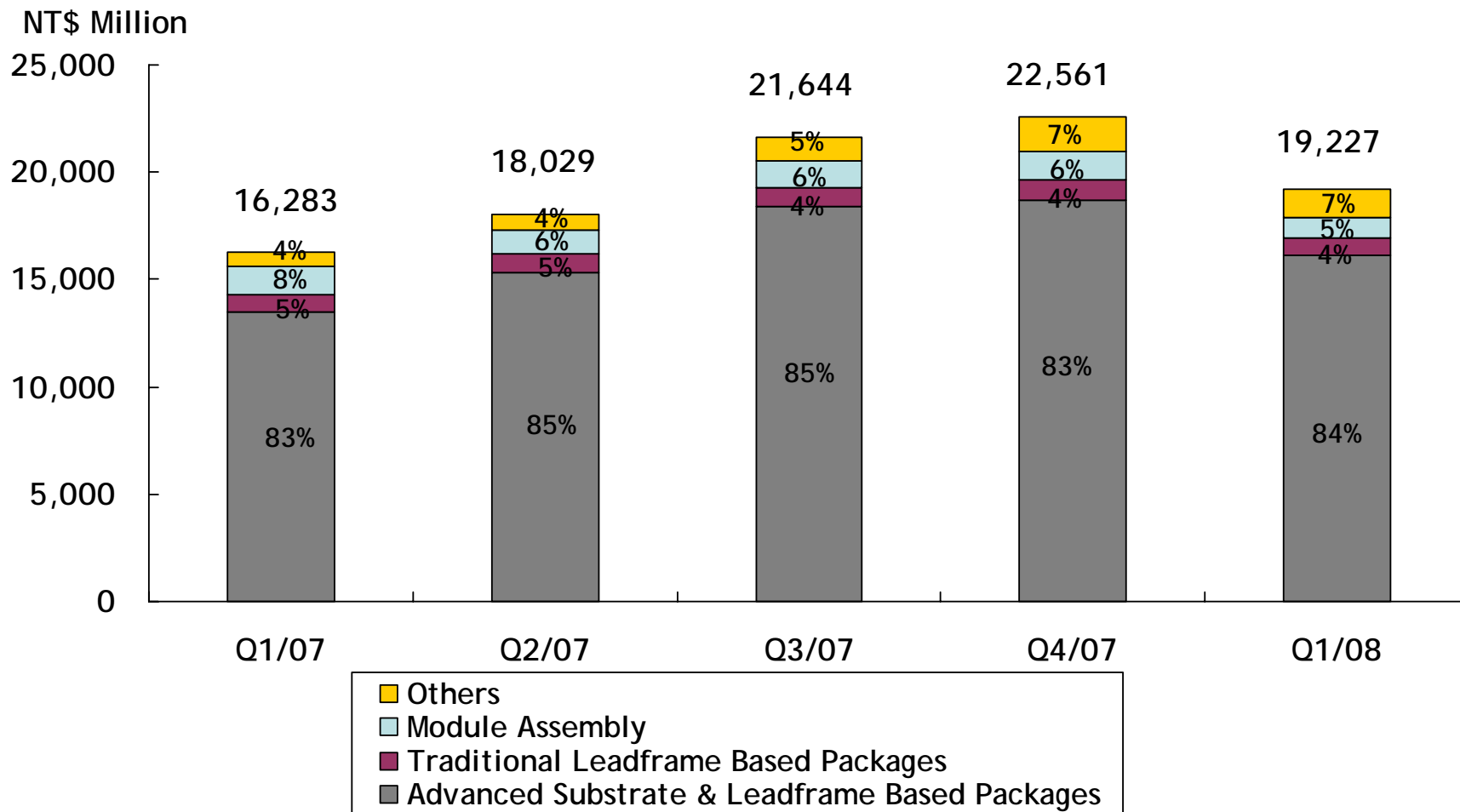


IC Packaging Operations



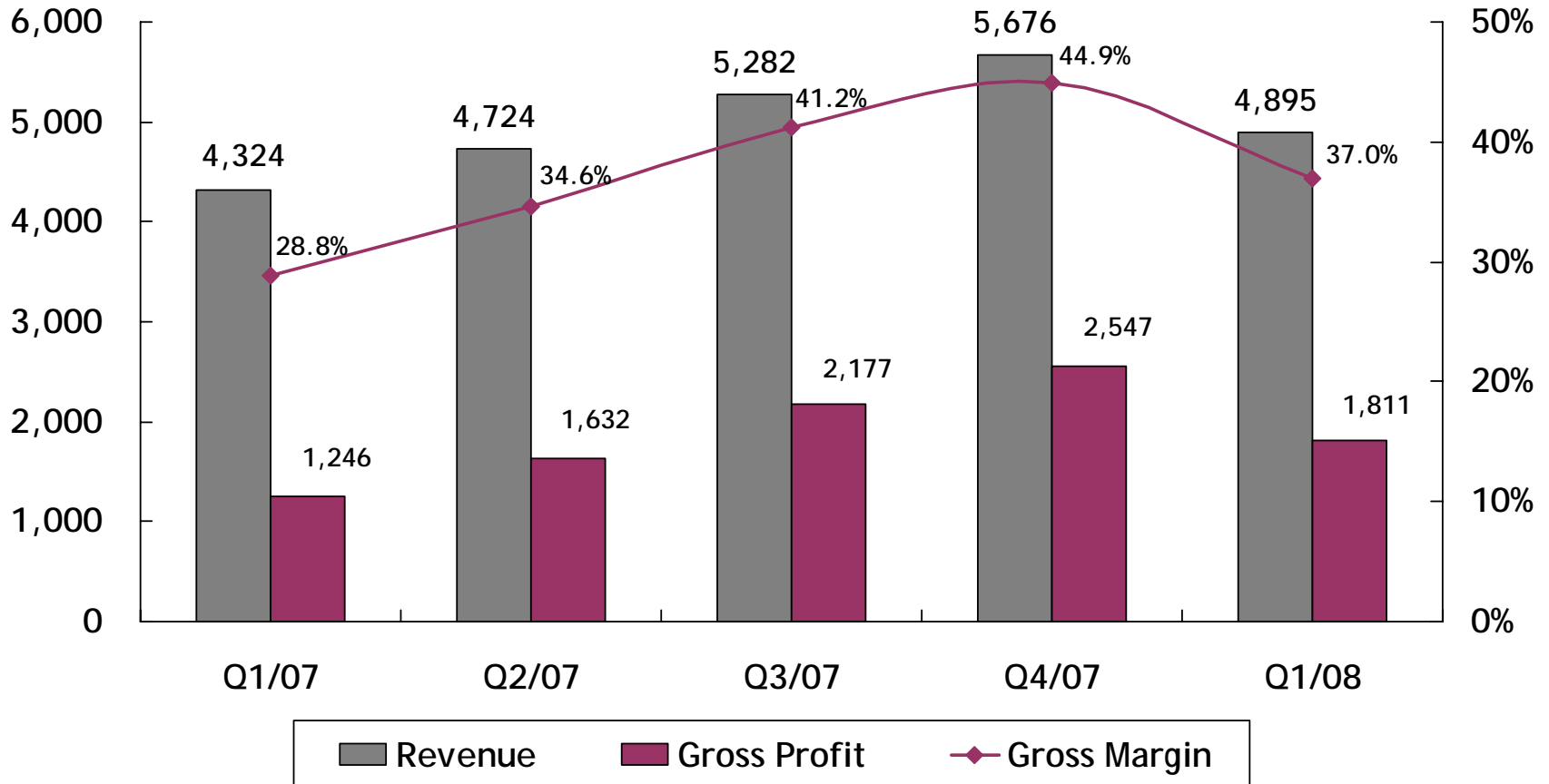
IC Packaging Operations

Package Revenue Breakdown



IC Testing Operations

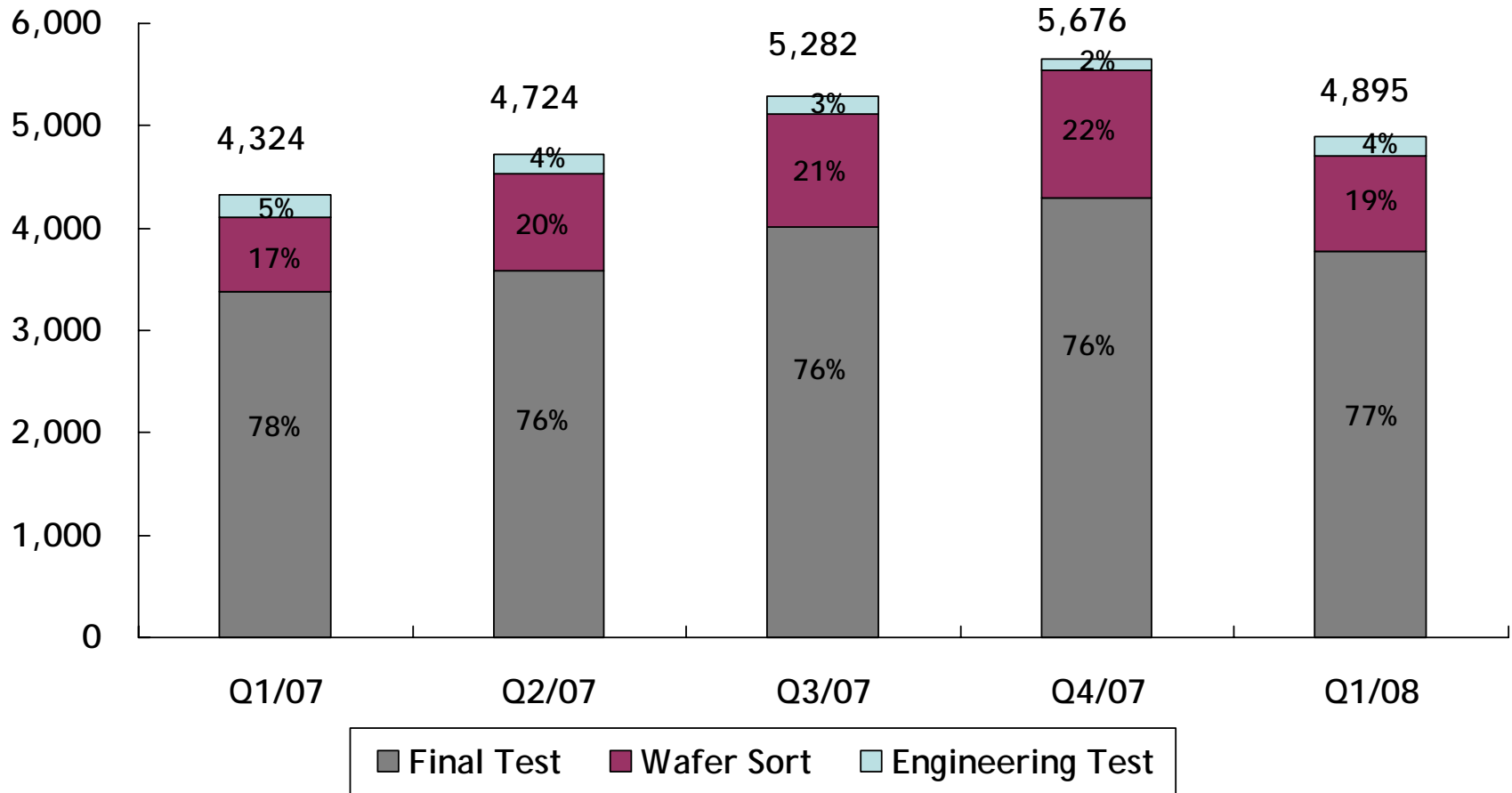
NT\$ Million



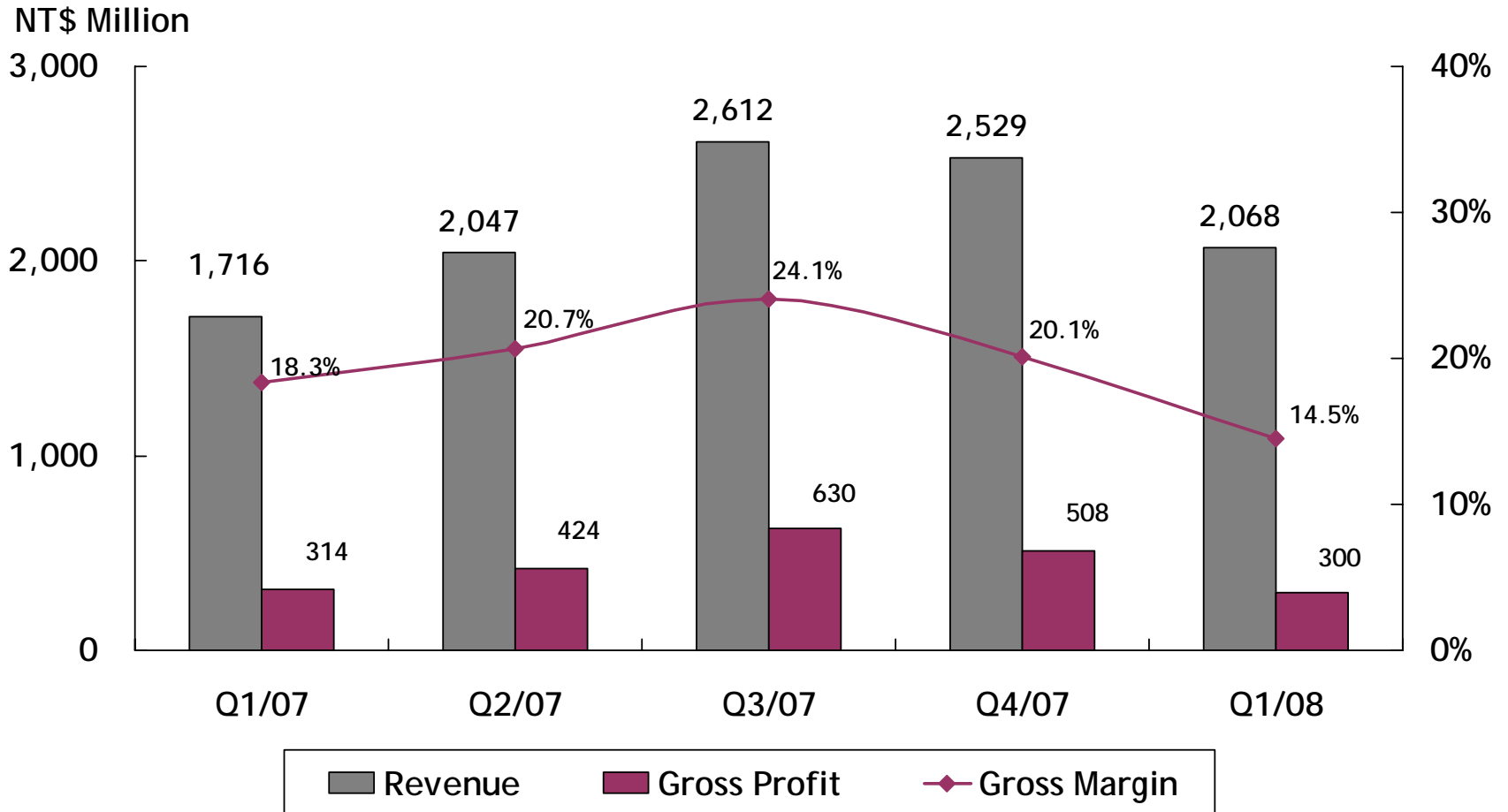
IC Testing Operations

Test Revenue Breakdown

NT\$ Million



Material Operations



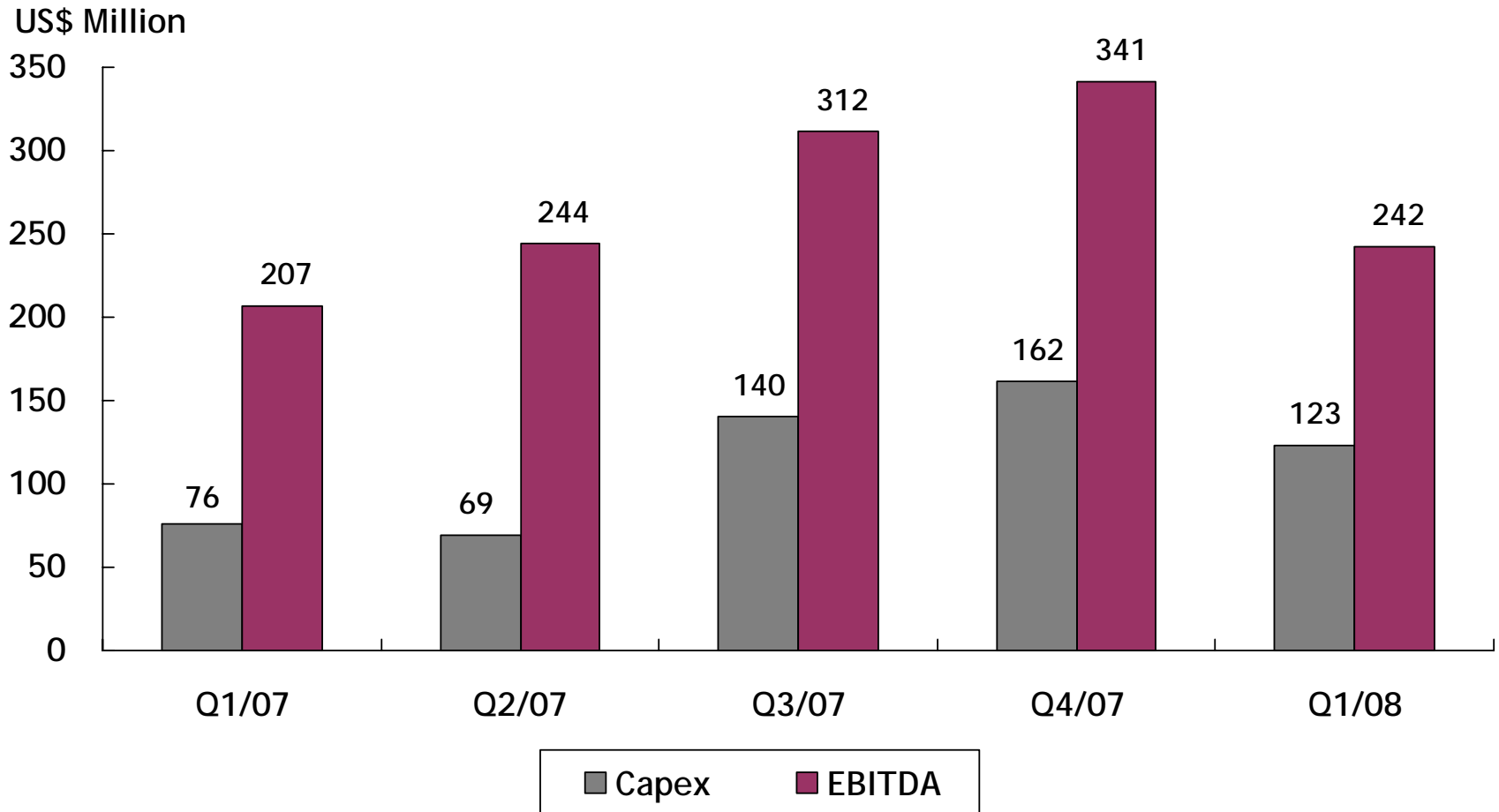
Selective Balance Sheet Information



(NT\$ Million)	Mar. 31, 2008	Dec. 31, 2007	Change
Cash and Cash Equivalent	16,589	17,158	-3.3%
Financial Assets - current	12,538	11,058	13.4%
Financial Assets - non current	4,818	4,850	-0.7%
Total Assets	151,105	152,377	-0.8%
ST Bank Debt - Revolving Credit	10,573	9,072	16.5%
- Current Portion of LT Debt	6,060	5,327	13.8%
Bonds Payable within 1 year	1,375	1,375	0.0%
LT Bank Debt	16,602	18,046	-8.0%
LT Bonds Payable	4,184	5,890	-29.0%
Total Net Worth (Including minority interest)	91,815	89,740	2.3%
Quarterly EBITDA	7,694	11,055	-30.4%
Current Ratio	1.57	1.59	
Leverage Ratio	0.11	0.13	



Capital Expenditure v.s. EBITDA



Top 10 Customers

Q1 / 2008



ASE Group

BROADCOM

CAMBRIDGE

FREESCALE

MEDIATEK

NEC

NXP

POWERCHIP

QUALCOMM

STM

ZORAN

Top 5

Top 10

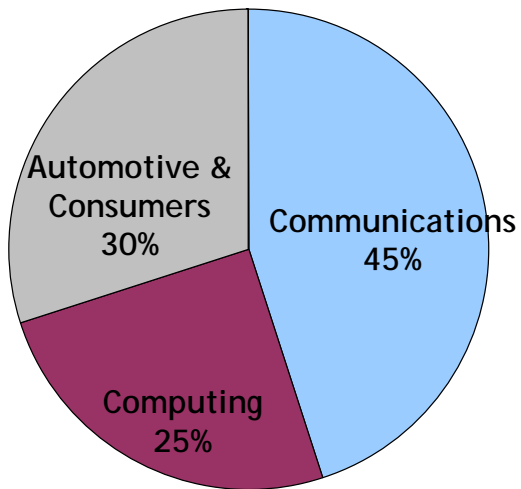
27% of Total Sales

45% of Total Sales

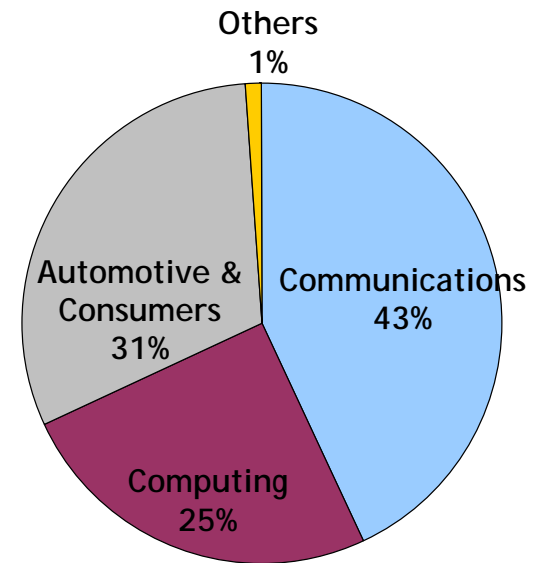


Market Segment Exposure

Q1 / 2008



Q4 / 2007



Guidance for Q2 / 2008

- Revenue: 3-5% sequential growth
- Gross Margin: flat from Q1
- Full year 2008 Capex: US\$400-US\$450 million



For more information regarding ASE Group

www.aseglobal.com

For all inquiries, suggestions and comments

ir@aseglobal.com

