



ASE Inc.
Q3 2011
Earnings Release

Presented by

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Oct. 28, 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 2010 Annual Report on Form 20-F filed on June 17, 2011.



IC ATM Consolidated Income Statement

Sequential Comparison



(NT\$ Million except EPS)	Q3 / 2011	%	Q2 / 2011	%	Change
Net Revenues:					
IC Packaging	26,344	80.9%	26,004	80.6%	1%
Testing	5,498	16.9%	5,495	17.0%	0%
Direct Material	645	2.0%	677	2.1%	-5%
EMS	94	0.3%	79	0.2%	
Total Net Revenues	32,581	100.0%	32,255	100.0%	1%
Gross Profit	7,319	22.5%	7,533	23.4%	-3%
Operating Income(Loss)	3,866	11.9%	4,334	13.4%	-11%
Pretax Income(Loss)	4,004	12.3%	4,580	14.2%	-13%
Income Tax Benefit(Expense)	(523)	-1.6%	(832)	-2.6%	
Minority Interest	(13)	0.0%	(104)	-0.3%	
Net Income(Loss)	3,468	10.6%	3,644	11.3%	-5%
EPS¹	0.52		0.54		
EBITDA	9,437	29.0%	10,037	31.1%	-6%

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



IC ATM Consolidated Income Statement

YoY Comparison



(NT\$ Million except EPS)	Q3 / 2011	%	Q3 / 2010	%	Change
Net Revenues:					
IC Packaging	26,344	80.9%	27,301	80.3%	-4%
Testing	5,498	16.9%	6,017	17.7%	-9%
Direct Material	645	2.0%	697	2.0%	-7%
EMS	94	0.3%	0	0.0%	
Total Net Revenues	32,581	100.0%	34,015	100.0%	-4%
Gross Profit	7,319	22.5%	9,103	26.8%	-20%
Operating Income(Loss)	3,866	11.9%	5,890	17.3%	-34%
Pretax Income(Loss)	4,004	12.3%	6,211	18.3%	-36%
Income Tax Benefit(Expense)	(523)	-1.6%	(596)	-1.8%	
Minority Interest	(13)	0.0%	(155)	-0.5%	
Net Income(Loss)	3,468	10.6%	5,460	16.1%	-36%
EPS¹	0.52		0.81		
EBITDA	9,437	29.0%	10,560	31.0%	-11%

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



IC ATM Consolidated Income Statement



YTD Comparison
NT\$ Million

(NT\$ Million except EPS)	Jan-Sep / 2011	%	Jan-Sep / 2010	%	Change
Net Revenues:					
IC Packaging	77,190	80.6%	75,095	80.6%	3%
Testing	16,343	17.1%	15,968	17.1%	2%
Direct Material	2,010	2.1%	2,072	2.2%	-3%
EMS	172	0.2%	0	0.0%	
Total Net Revenues	95,715	100.0%	93,135	100.0%	3%
Gross Profit	21,948	22.9%	23,853	25.6%	-8%
Operating Income(Loss)	12,172	12.7%	15,075	16.2%	-19%
Pretax Income(Loss)	13,360	14.0%	15,319	16.4%	-13%
Income Tax Benefit(Expense)	(2,001)	-2.1%	(1,517)	-1.6%	
Minority Interest	(273)	-0.3%	(334)	-0.4%	
Net Income(Loss)	11,086	11.6%	13,468	14.5%	-18%
EPS ¹	1.63		2.01		
EBITDA	29,516	30.8%	28,318	30.4%	4%

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



IC ATM Consolidated Income Statement



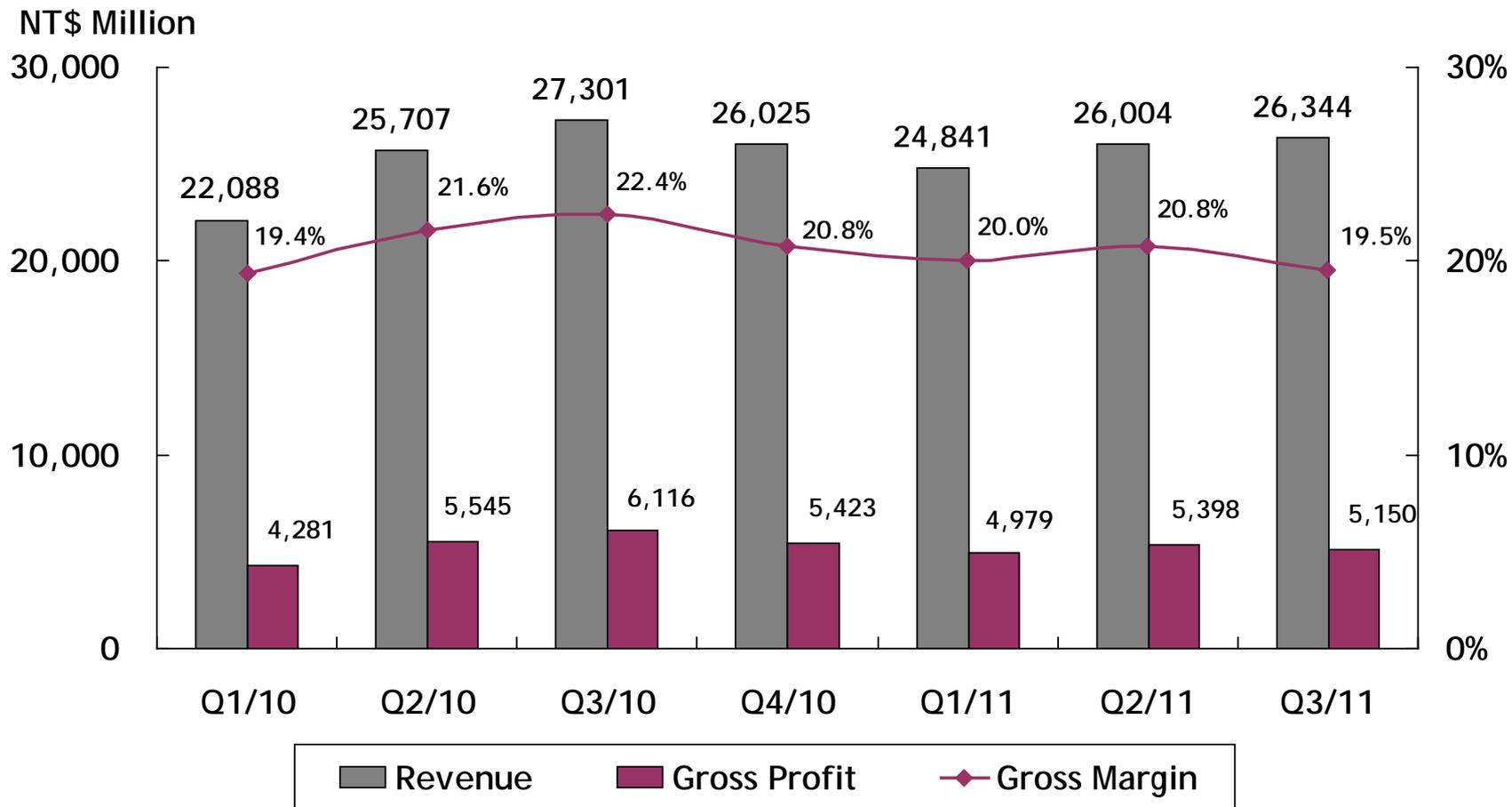
YTD Comparison
US\$ Million

(NT\$ Million except EPS)	Jan-Sep / 2011	%	Jan-Sep / 2010	%	Change
Net Revenues:					
IC Packaging	2,659	80.6%	2,354	80.6%	13%
Testing	563	17.1%	501	17.2%	12%
Direct Material	69	2.1%	65	2.2%	6%
EMS	6	0.2%	0	0.0%	
Total Net Revenues	3,297	100.0%	2,920	100.0%	13%
Gross Profit	756	22.9%	748	25.6%	1%
Operating Income(Loss)	419	12.7%	473	16.2%	-11%
Pretax Income(Loss)	460	14.0%	480	16.4%	-4%
Income Tax Benefit(Expense)	(69)	-2.1%	(48)	-1.6%	
Minority Interest	(9)	-0.3%	(10)	-0.3%	
Net Income(Loss)	382	11.6%	422	14.5%	-9%
EPS ¹ (NT\$)	1.63		2.01		
EBITDA	1,017	30.8%	888	30.4%	15%

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

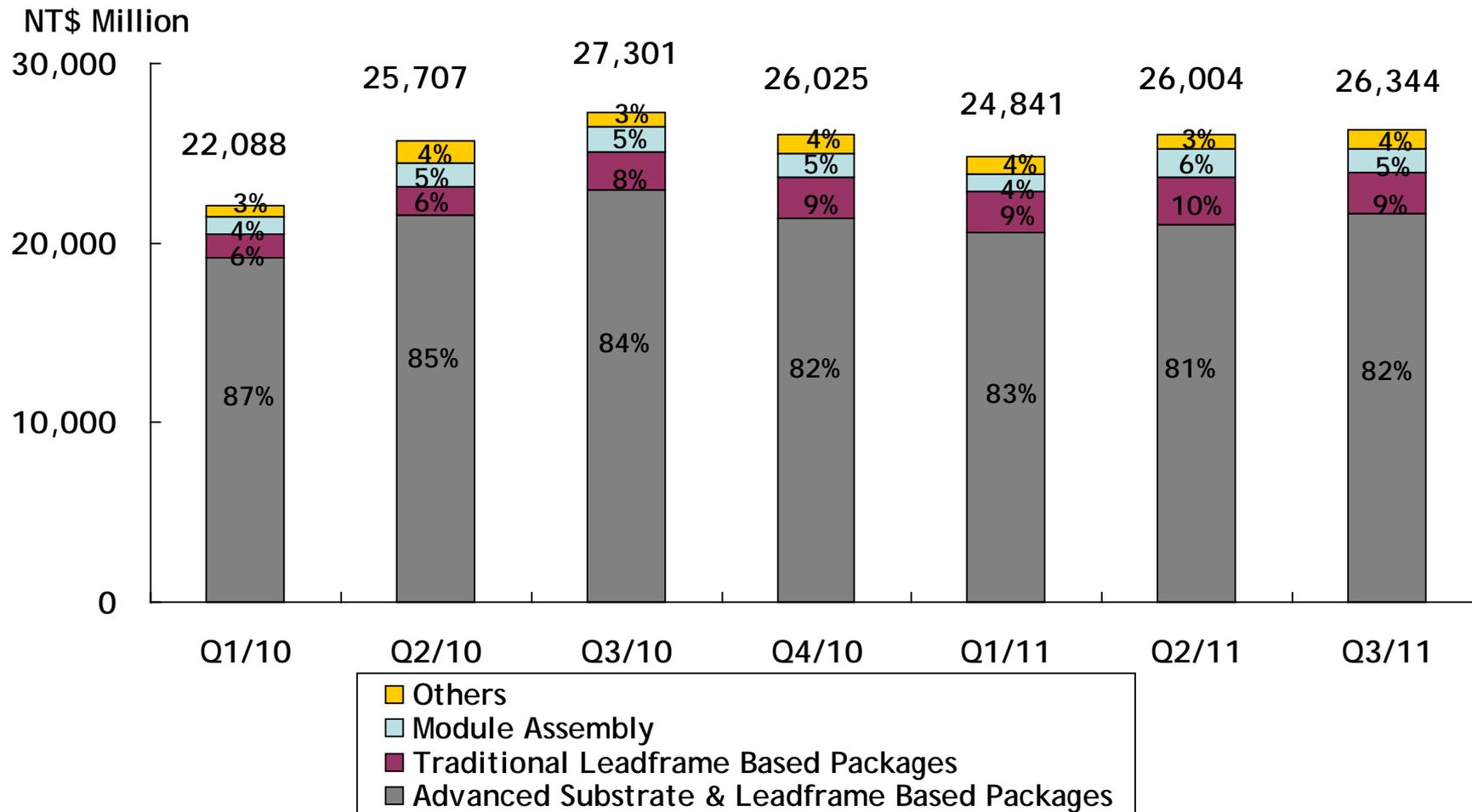


IC Packaging Operations

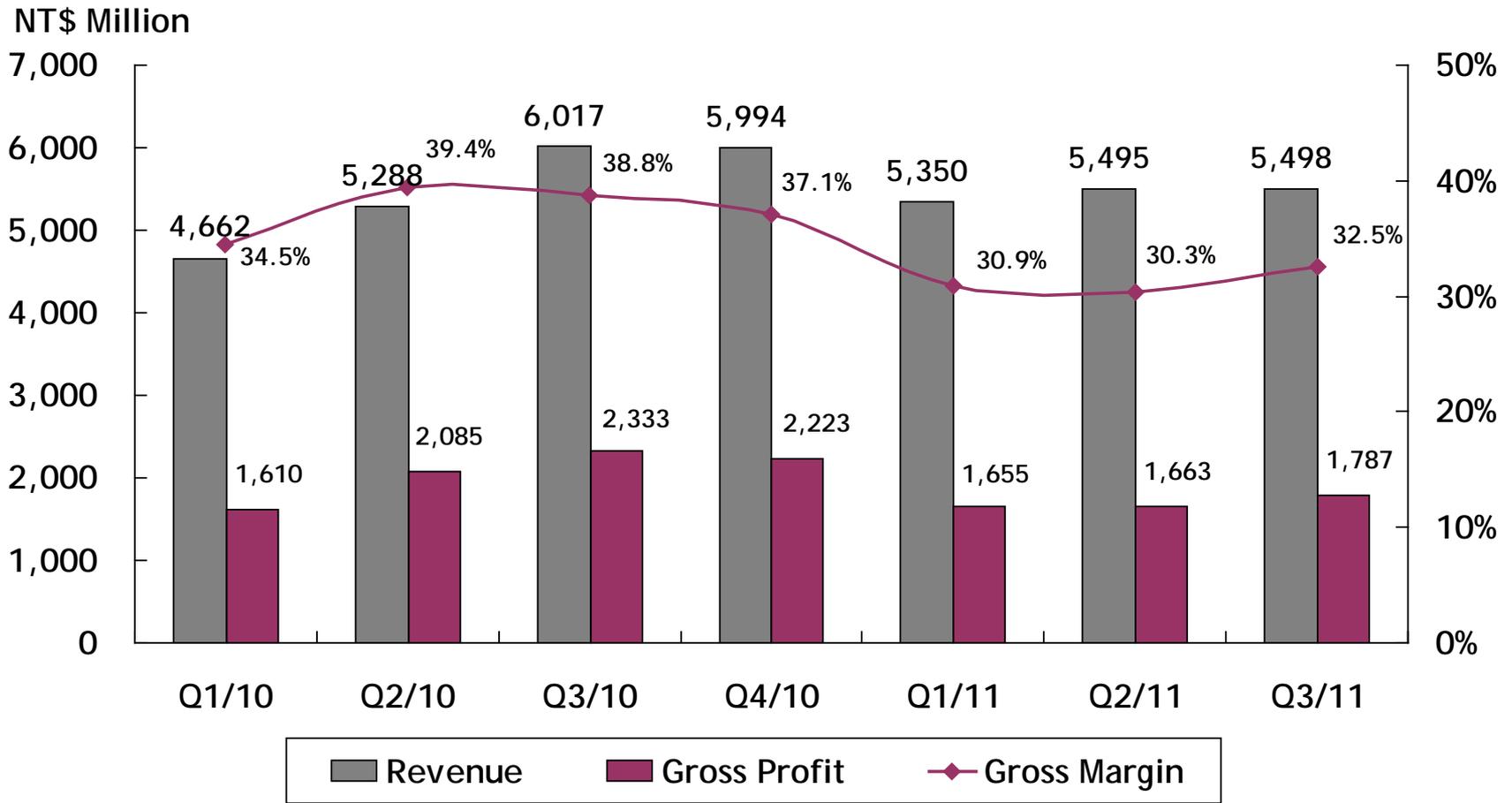


IC Packaging Operations

Package Revenue Breakdown

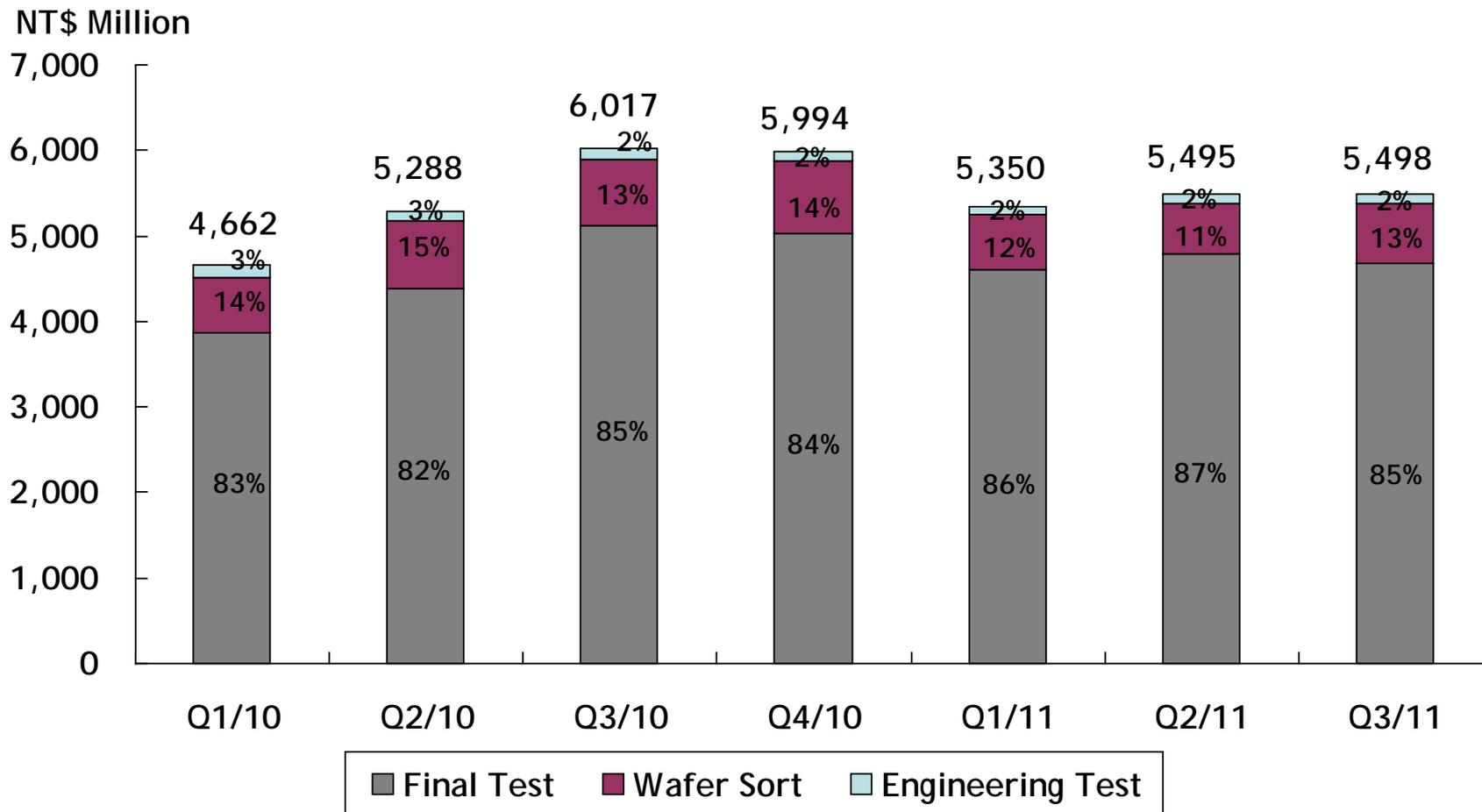


IC Testing Operations

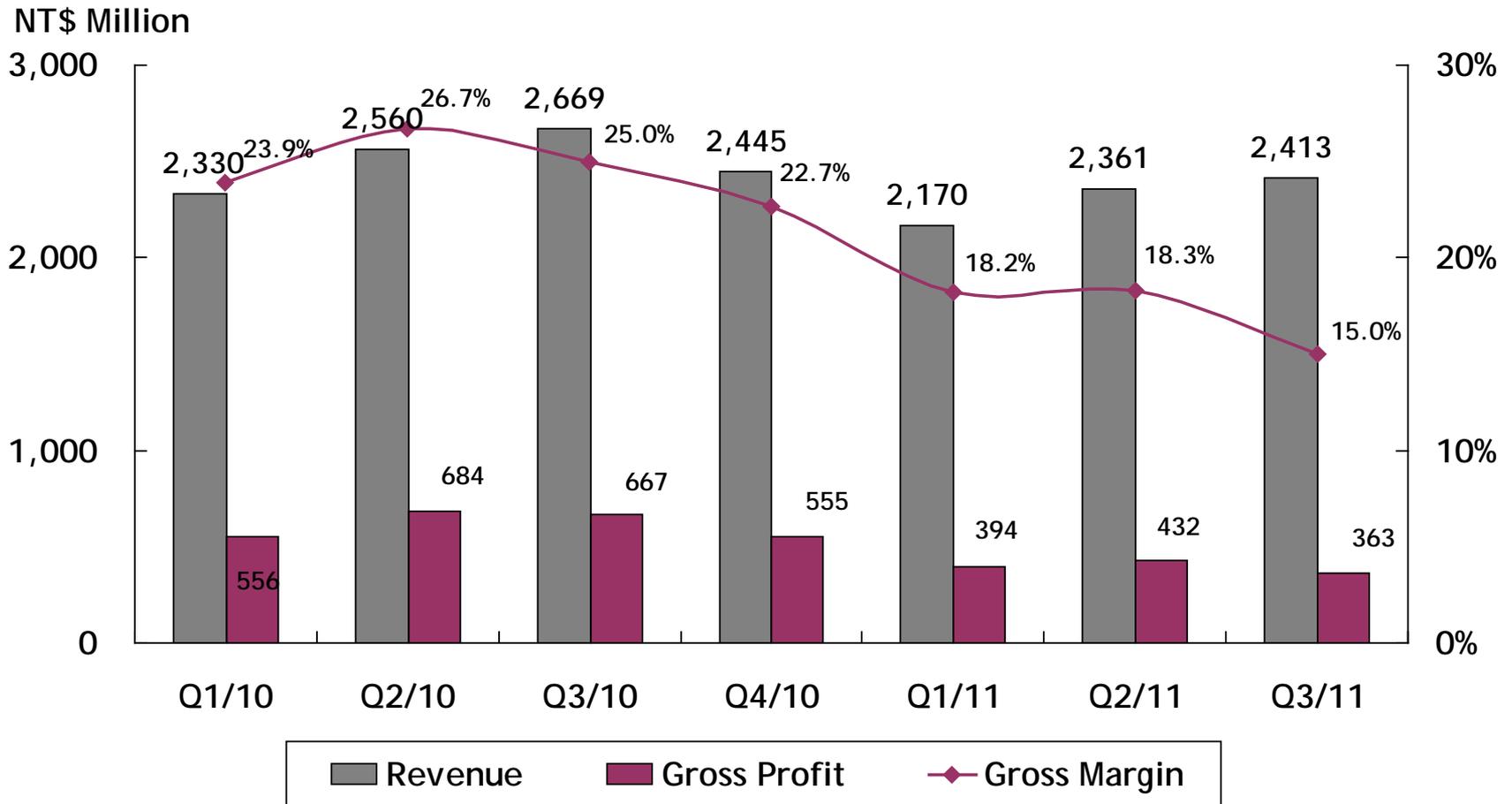


IC Testing Operations

Test Revenue Breakdown



Material Operations



USI Consolidated Income Statement

Sequential Comparison



(NT\$ Million except EPS)	Q3 / 2011	%	Q2 / 2011	%	Change
Net Revenues:					
Total Net Revenues	14,116	100.0%	13,986	100.0%	1%
Gross Profit	1,718	12.2%	1,515	10.8%	13%
Operating Income(Loss)	605	4.3%	415	3.0%	46%
Pretax Income(Loss)	690	4.9%	480	3.4%	44%
Income Tax Benefit(Expense)	(194)	-1.4%	(155)	-1.1%	
Minority Interest	(5)	0.0%	(3)	0.0%	
Net Income(Loss)	491	3.5%	322	2.3%	52%
EBITDA	992	7.0%	770	5.5%	29%



USI Consolidated Income Statement

YoY Comparison



(NT\$ Million except EPS)	Q3 / 2011	%	Q3 / 2010	%	Change
Net Revenues:					
Total Net Revenues	14,116	100.0%	17,486	100.0%	-19%
Gross Profit	1,718	12.2%	2,099	12.0%	-18%
Operating Income(Loss)	605	4.3%	968	5.5%	-38%
Pretax Income(Loss)	690	4.9%	1,082	6.2%	-36%
Income Tax Benefit(Expense)	(194)	-1.4%	(174)	-1.0%	
Minority Interest	(5)	0.0%	(2)	0.0%	
Net Income(Loss)	491	3.5%	906	5.2%	-46%
EBITDA	992	7.0%	1,385	7.9%	-28%



Consolidated Income Statement

Sequential Comparison



(NT\$ Million except EPS)	Q3 / 2011	%	Q2 / 2011	%	Change
Net Revenues:					
IC Packaging	26,331	56.4%	25,991	56.2%	1%
Testing	5,498	11.8%	5,492	11.9%	0%
Direct Material	645	1.4%	677	1.5%	-5%
EMS	14,210	30.4%	14,019	30.3%	1%
Others	14	0.0%	75	0.1%	-81%
Total Net Revenues	46,698	100.0%	46,254	100.0%	1%
Gross Profit	8,912	19.1%	8,964	19.4%	-1%
Operating Income(Loss)	4,312	9.2%	4,621	10.0%	-7%
Pretax Income(Loss)	4,200	9.0%	4,749	10.3%	-12%
Income Tax Benefit(Expense)	(717)	-1.5%	(998)	-2.2%	
Minority Interest	(15)	0.0%	(107)	-0.2%	
Net Income(Loss)	3,468	7.4%	3,644	7.9%	-5%
EPS¹	0.52		0.54		
EBITDA	10,382	22.2%	10,783	23.3%	-4%

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



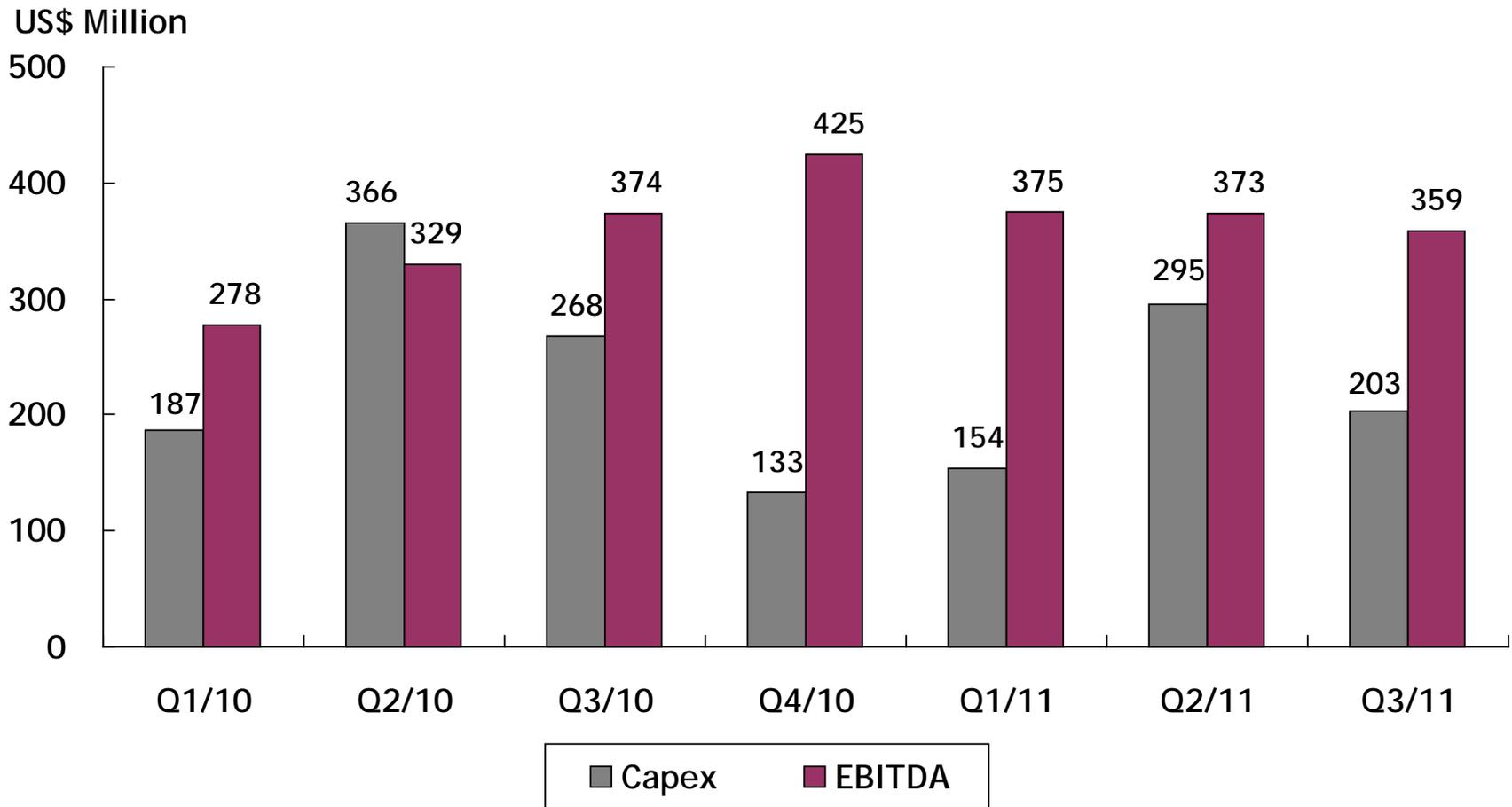
Selective Balance Sheet Information



(NT\$ Million)	Sep. 30, 2011	Jun. 30, 2011	Change
Cash and Cash Equivalent	32,089	19,583	63.9%
Financial Assets - current	1,091	687	58.8%
Financial Assets - non current	2,640	2,743	-3.8%
Total Assets	233,701	210,102	11.2%
ST Bank Debt - Revolving Credit	31,334	26,026	20.4%
- Current Portion of LT Debt	3,542	2,455	44.3%
LT Bank Debt	51,028	37,052	37.7%
Total Net Worth (Including minority interest)	102,108	96,152	6.2%
Quarterly EBITDA	10,382	10,783	-3.7%
Current Ratio	1.32	1.15	
Net Debt to Equity	0.52	0.47	



Capital Expenditure v.s. EBITDA



Top 10 Customers

Q3 / 2011



IC ATM

ATMEL
AVAGO
BROADCOM
CAMBRIDGE
MARVELL
MEDIATEK
MSTAR
QUALCOMM
RENESAS
STM

USI

AEE
AUO
CMO
EMC Corp
HONEYWELL
IEE
LENOVO
MOTOROLA
SUPERMICRO
VALEO

Top 5

Top 10

32% of Total Sales

47% of Total Sales

Top 5

Top 10

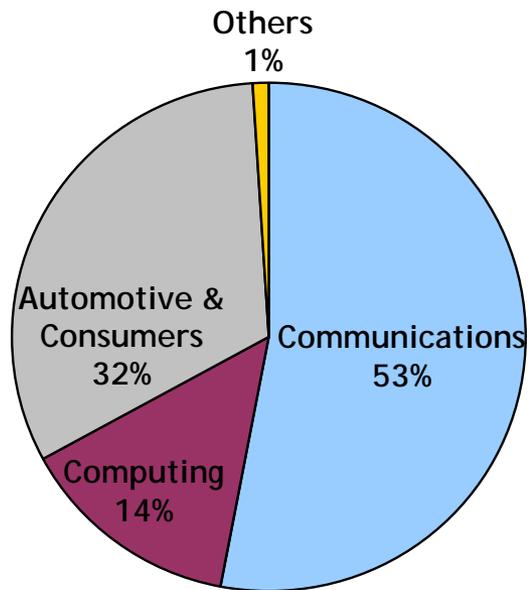
56% of Total Sales

78% of Total Sales

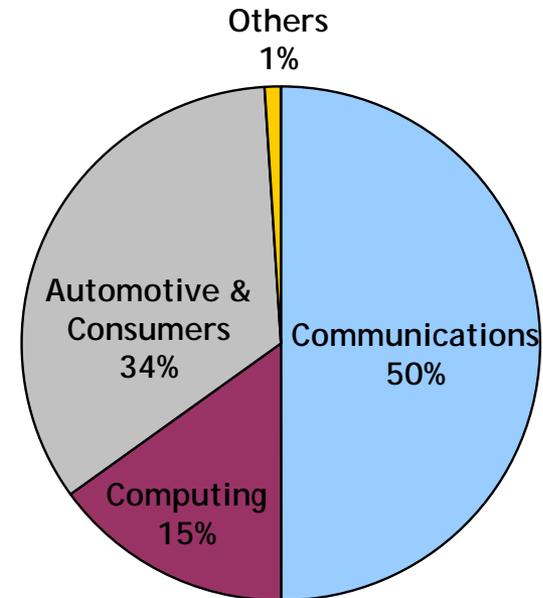


IC ATM Market Segment Exposure

Q3 / 2011

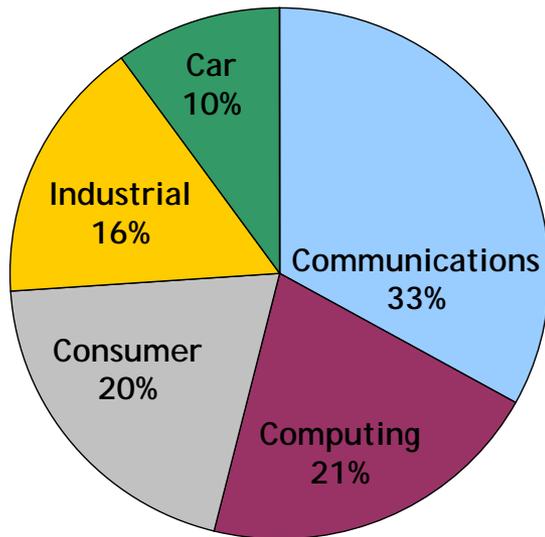


Q2 / 2011

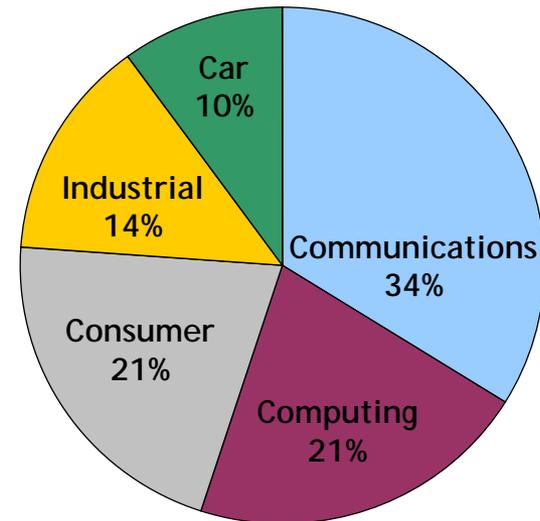


USI Revenue Breakdown

Q3 / 2011



Q2 / 2011



For more information regarding ASE Group

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