

WINBOND ELECTRONICS CORP.
UNCONSOLIDATED BALANCE SHEET
December 31, 2008 and 2007

(Expressed in Millions of New Taiwan dollars (NTD) and U.S. dollars (USD))

	December 31, 2008			December 31, 2007		YoY	
Cash and cash equivalents	173	5,662	8%	15,096	16%	(9,434)	-62%
Financial assets at fair value through profit or loss - current	-	16		436	1%	(420)	-96%
Available-for-sale financial assets, current	58	1,913	3%	300	-	1,613	538%
Notes & accounts receivable, net	59	1,929	3%	3,859	4%	(1,930)	-50%
Inventories	118	3,858	5%	5,079	5%	(1,223)	-24%
Non-current assets held for sale	-	-	-	7,412	8%	(7,412)	-100%
Deferred income tax assets	18	586	1%	389	-	197	51%
Other current assets and other financial assets	23	749	1%	761	1%	(13)	-2%
Total Current Assets	<u>449</u>	<u>14,712</u>	<u>21%</u>	<u>33,332</u>	<u>35%</u>	<u>(18,621)</u>	<u>-56%</u>
Fund & investments	185	6,067	7%	11,278	12%	(5,211)	-46%
Property, plant and equipment	2,359	77,388	105%	83,791	88%	(6,403)	-8%
Less : accumulated depreciation	(878)	(28,814)	-39%	(38,528)	-40%	9,714	25%
Property, plant and equipment, Net	<u>1,481</u>	<u>48,574</u>	<u>66%</u>	<u>45,263</u>	<u>48%</u>	<u>3,311</u>	<u>7%</u>
Intangible assets	17	565	1%	1,210	1%	(645)	-53%
Other assets	105	3,458	5%	3,978	4%	(520)	-13%
Total Assets	<u>2,236</u>	<u>73,376</u>	<u>100%</u>	<u>95,061</u>	<u>100%</u>	<u>(21,685)</u>	<u>-23%</u>
LIABILITY							
Short-term bank borrowings	80	2,614	4%	-	-	2,614	100%
Commercial paper payable	9	297	-	-	-	297	100%
Financial liabilities at fair value through profit or loss - current	-	-	-	403	-	(403)	-100%
Notes & accounts payable	154	5,061	7%	8,861	9%	(3,800)	-43%
Received in advance	-	-	-	7,075	8%	(7,075)	-100%
Current portion of long-term debt	234	7,667	10%	10,883	12%	(3,216)	-30%
Other current liabilities	2	63	-	60	-	3	5%
Total Current Liabilities	<u>479</u>	<u>15,702</u>	<u>21%</u>	<u>27,282</u>	<u>29%</u>	<u>(11,580)</u>	<u>-42%</u>
Long-term debt	580	19,033	26%	16,000	17%	3,033	19%
Total Long-term Liabilities	<u>580</u>	<u>19,033</u>	<u>26%</u>	<u>16,000</u>	<u>17%</u>	<u>3,033</u>	<u>19%</u>
Accrued pension liabilities	5	166	-	662	1%	(496)	-75%
Reserve for product guarantee	2	49	-	49	-	1	2%
Other liabilities-others	5	172	1%	212	-	(41)	-19%
Total Other Liabilities	<u>12</u>	<u>387</u>	<u>1%</u>	<u>923</u>	<u>1%</u>	<u>(536)</u>	<u>-58%</u>
Total Liabilities	<u>1,071</u>	<u>35,122</u>	<u>48%</u>	<u>44,205</u>	<u>47%</u>	<u>(9,083)</u>	<u>-21%</u>
STOCKHOLDERS' EQUITY							
Common stock	1,136	37,274	51%	37,907	40%	(633)	-2%
Capital surplus	397	13,008	17%	17,864	18%	(4,856)	-27%
Legal&special reserve	-	-	-	388	-	(388)	-100%
Unappropriated earnings(accumulated deficit)	(225)	(7,365)	-10%	(5,206)	-5%	(2,159)	-41%
Cumulative translation adjustments	16	519	1%	473	1%	46	10%
Unrealized gain(loss) on financial assets	(139)	(4,560)	-6%	212	-	(4,772)	-2249%
Treasury stock	(19)	(622)	-1%	(782)	-1%	160	-20%
Total Stockholders' Equity	<u>1,166</u>	<u>38,254</u>	<u>52%</u>	<u>50,856</u>	<u>53%</u>	<u>(12,602)</u>	<u>-25%</u>
Total Liabilities & Stockholders' Equity	<u>2,236</u>	<u>73,376</u>	<u>100%</u>	<u>95,061</u>	<u>100%</u>	<u>(21,685)</u>	<u>-23%</u>

Note: New Taiwan dollars have been translated into U.S. dollars at the rate of NTD 32.8 Per U.S. dollar at the end of December, 2008.

WINBOND ELECTRONICS CORP.
UNCONSOLIDATED INCOME STATEMENT
Years Ended December 31, 2008 and 2007

(Expressed in Millions of New Taiwan Dollars (NTD) and U.S.Dollars (USD) Except for Per Share Amounts)

	The Fourth Quarter					Sequential Comparison				
	4Q 2008		% of	4Q 2007	2008 Better / (Worse) than	4Q 2008		% of	3Q 2008	4Q Better / (Worse) than 3Q
	USD	NTD	Sales	NTD		USD	NTD	Sales	NTD	
Net sales	120	3,778	100%	6,820	-45%	120	3,778	100%	5,066	-25%
Cost of sales	146	4,601	122%	7,864	41%	146	4,601	122%	5,624	18%
Gross profit(loss) before Intercompany profit	(26)	(823)	-22%	(1,044)	21%	(26)	(823)	-22%	(558)	-47%
Unrealized intercompany profit	-	(9)	0%	18	-147%	-	(9)	0%	(5)	-72%
Gross profit(loss)	(26)	(832)	-22%	(1,026)	19%	(26)	(832)	-22%	(563)	-48%
Operating expenses										
Selling and marketing expenses	19	586	16%	180	-225%	19	586	16%	88	-562%
General and administrative expenses	4	124	3%	316	61%	4	124	3%	145	14%
Research and development expenses	12	368	10%	1,371	73%	12	368	10%	403	9%
Total Operating Expenses	35	1,078	29%	1,867	42%	35	1,078	29%	636	-69%
Income(loss) from operations	(61)	(1,910)	-51%	(2,893)	34%	(61)	(1,910)	-51%	(1,199)	-59%
Non-operating income (expenses), net	(31)	(991)	-26%	(936)	-6%	(31)	(991)	-26%	(143)	-595%
Investment loss, net	(17)	(537)	-14%	(312)	-72%	(17)	(537)	-14%	451	-219%
Income (Loss) before Income tax	(109)	(3,438)	-91%	(4,141)	17%	(109)	(3,438)	-91%	(891)	-286%
Income tax expense	-	-	0%	-	0%	-	-	0%	-	0%
Net Income (loss)	(109)	(3,438)	-91%	(4,141)	17%	(109)	(3,438)	-91%	(891)	-286%
Basic Earning (loss) per share (USD or NTD)	(0.0292)	(0.92)		-1.12		(0.0292)	(0.92)		(0.25)	

Note: New Taiwan dollars have been translated into U.S. dollars at the rate of NTD 31.53 per U.S. dollar at the end of December, 2008.

WINBOND ELECTRONICS CORPORATION
STATEMENT OF CASH FLOWS

Years Ended December 31, 2008 and 2007

(Expressed in Millions of New Taiwan dollars (NTD) and U.S. dollars (USD))

	Years ended December 31, 2008		Years ended December 31, 2007
	<u>USD</u>	<u>NTD</u>	<u>NTD</u>
Net cash provided by operating activities	83	2,730	10,907
Net cash used in investing activities	(425)	(13,942)	(2,834)
Net cash provided by (used in) financing activities	54	1,778	(356)
Net(decrease) increase in cash and cash equivalents	(288)	(9,434)	7,717
Cash and cash equivalents, beginning of year	460	15,096	7,379
Cash and cash equivalents, end of year	173	5,662	15,096

Note: New Taiwan dollars have been translated into U.S. dollars at the rate of NTD 32.8 per U.S. dollar at the end of De