



UNITED MICROELECTRONICS CORPORATION

Condensed Unconsolidated Balance Sheet

As of June 30, 2001

Figures in Million of New Taiwan Dollars (NT\$) and U.S. Dollars (US\$)

	June 30, 2001		
	US\$	NT\$	%
ASSETS			
Current Assets			
Cash and Cash Equivalents	1,747	60,187	18.7%
Marketable Securities	6	191	0.1%
Receivables	249	8,582	2.7%
Inventories	232	7,996	2.5%
Other Current Assets	95	3,261	1.0%
Total Current Assets	<u>2,329</u>	<u>80,217</u>	<u>25.0%</u>
Non-Current Assets			
Funds and Long Term Investments	2,074	71,456	22.2%
Property, Plant and Equipment	4,745	163,480	50.9%
Other Assets	181	6,225	1.9%
TOTAL ASSETS	<u><u>9,329</u></u>	<u><u>321,378</u></u>	<u><u>100.0%</u></u>
LIABILITIES			
Current Liabilities			
Short-term Loans	0	0	0.0%
Payables	618	21,295	6.6%
Current Portion of Long Term Loans	273	9,401	2.9%
Other Current Liabilities	55	1,898	0.6%
Total Current Liabilities	<u>946</u>	<u>32,594</u>	<u>10.1%</u>
Non-Current Liabilities			
Bonds Payable	535	18,420	5.7%
Long-Term Loans	706	24,330	7.6%
Other Liabilities	111	3,823	1.2%
TOTAL LIABILITIES	<u><u>2,298</u></u>	<u><u>79,167</u></u>	<u><u>24.6%</u></u>
SHAREHOLDERS' EQUITY			
Capital Stock	3,871	133,357	41.5%
Capital Reserve	2,386	82,207	25.6%
Retained Earnings, Unrealized Long Term Investment			
Loss and Translation Adjustment	823	28,364	8.8%
Treasury Stock	(49)	(1,717)	-0.5%
TOTAL SHAREHOLDERS' EQUITY	<u><u>7,031</u></u>	<u><u>242,211</u></u>	<u><u>75.4%</u></u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u><u>9,329</u></u>	<u><u>321,378</u></u>	<u><u>100.0%</u></u>

Note: New Taiwan Dollars have been translated into U.S. Dollars at the exchange rate of NT\$ 34.45 per U.S. Dollar.
All figures are in ROC GAAP.



UNITED MICROELECTRONICS CORPORATION Condensed Unconsolidated Income Statement

For the Six-Month Period Ended June 30, 2001

Figures in Million of New Taiwan Dollars (NT\$) and U.S. Dollars (US\$)

	Year Over Year Comparison					Quarter Over Quarter Comparison				
	Three-Month Period Ended					Three-Month Period Ended				
	June 30, 2001		June 30, 2000		%	June 30, 2001		March 31, 2001		%
	US\$	NT\$	US\$	NT\$	Chg.	US\$	NT\$	US\$	NT\$	Chg.
Net Sales	436	15,003	709	24,441	-38.6%	436	15,003	685	23,593	-36.4%
Cost of Goods Sold	(367)	(12,652)	(366)	(12,598)	0.4%	(367)	(12,652)	(406)	(13,990)	-9.6%
Net Gross Profit	69	2,351	343	11,843	-80.1%	69	2,351	279	9,603	-75.5%
	15.7%	15.7%	48.5%	48.5%		15.7%	15.7%	40.7%	40.7%	
Operating Expenses										
- Sales & Marketing	3	89	3	102	-12.7%	3	89	7	251	-64.5%
- General & Administrative	26	912	15	512	78.1%	26	912	26	886	2.9%
- Research & Development	62	2,120	43	1,493	42.0%	62	2,120	54	1,861	13.9%
	91	3,121	61	2,107	48.1%	91	3,121	87	2,998	4.1%
Operating Income (loss)	(22)	(770)	282	9,736	-	(22)	(770)	192	6,605	-
	-5.1%	-5.1%	39.8%	39.8%		-5.1%	-5.1%	27.9%	27.9%	
Net Non-Operating Income (Loss)	(66)	(2,283)	60	2,062	-	(66)	(2,283)	(4)	(123)	1756.1%
Income before Income Tax	(88)	(3,053)	342	11,798	-	(88)	(3,053)	188	6,482	-
	-20.3%	-20.3%	48.3%	48.3%		-20.3%	-20.3%	27.4%	27.4%	
Income Tax (Expense) Benefit	35	1,199	8	267	349.1%	35	1,199	-	(8)	-
Net Income (loss)	(53)	(1,854)	350	12,065	-	(53)	(1,854)	188	6,474	-
	-12.4%	-12.4%	49.4%	49.4%		-12.4%	-12.4%	27.4%	27.4%	

Note:

*New Taiwan Dollars have been translated into U.S. Dollars at the June 30, 2001 exchange rate of NT\$ 34.45 per U.S. Dollar.
All figures are in ROC GAAP.*



UNITED MICROELECTRONICS CORPORATION
Condensed Unconsolidated Income Statement

*Figures in Million of New Taiwan Dollars (NT\$) and U.S. Dollars (US\$)⁽¹⁾
 Except Per Share Data*

	For the Three-Month Period Ended June 30, 2001			For the Six-Month Period Ended June 30, 2001		
	US\$	NT\$	%	US\$	NT\$	%
Net Sales	436	15,003	100%	1,120	38,596	100%
Cost of Goods Sold	(367)	(12,652)	-84.3%	(773)	(26,642)	-69.0%
Net Gross Profit	69	2,351	15.7%	347	11,954	31.0%
Operating Expenses						
- Sales & Marketing	3	89	0.6%	10	340	0.9%
- General & Administrative	26	912	6.1%	52	1,798	4.7%
- Research & Development	62	2,120	14.1%	116	3,981	10.3%
	91	3,121	20.8%	178	6,119	15.9%
Operating Income (loss)	(22)	(770)	-5.1%	169	5,835	15.1%
Net Non-Operating Income (Loss)	(66)	(2,283)	-15.2%	(70)	(2,406)	-6.2%
Income before Income Tax	(88)	(3,053)	-20.3%	99	3,429	8.9%
Income Tax (Expense) Benefit	35	1,199	8.0%	35	1,191	3.1%
Net Income (loss)	(53)	(1,854)	-12.4%	134	4,620	12.0%
Earnings per share	0.00	-0.16		0.01	0.40	
Earnings per ADS ⁽²⁾	-0.02	-0.80		0.06	2.00	
Weighted Average Number of Shares Outstanding (in millions)		11,434			11,434	

Note:

(1) New Taiwan Dollars have been translated into U.S. Dollars at the exchange rate of NT\$ 34.45 per U.S. Dollar.

All figures are in ROC GAAP.

(2) 1 ADR equals 5 ordinary shares.



UNITED MICROELECTRONICS CORPORATION
Condensed Unconsolidated Statement of Cash Flows

For Six Months Ended June 30, 2001

Figures in Million of New Taiwan Dollars (NT\$) and U.S. Dollars (US\$)

	US\$	NT\$
Cash Flows from Operating Activities :		
Net Income	134	4,620
Depreciation & Amortization	486	16,752
Provision for bad debt expense	(1)	(25)
Investment Loss (Income) recognized by equity method	9	307
Cash dividends from equity investees	3	113
Inventory loss	66	2,284
Loss on decline in market value of long-term investments	12	420
Gain on Disposal of Investments	(16)	(573)
Gain on Disposal of Properties, Plant and equipment and idle assets	1	21
Change in Working Capital & Others	110	3,783
Net Cash Provided from Operating Activities	804	27,702
Cash Flows from Investing Activities :		
Increase in Short-Term Investments	(5)	(176)
Increase in Long-Term Investments	(130)	(4,474)
Proceeds from disposal of long-term investments	31	1,053
Acquisition of Fixed Assets	(713)	(24,557)
Proceeds from disposal of Properties, Plant and Equipment and Idle assets	9	306
Decrease in Restricted deposits	77	2,646
Increase in Deferred Assets / Other Assets	(37)	(1,263)
Net Cash Used in Investing Activities	(768)	(26,465)
Cash Flows from Financing Activities :		
Decrease in Short-Term Loans	(101)	(3,489)
Decrease in Long-Term Loans	(174)	(5,998)
Proceeds from Bonds Issued and Redemption of Bonds	435	15,000
Treasury stock	(7)	(238)
Bonus to Directors and Supervisors	(12)	(433)
Net Cash Provided from Financing Activities	141	4,842
Net Increase (Decrease) in Cash and Cash Equivalents	177	6,079
Cash and Cash Equivalents at Beginning of Period	1,571	54,108
Cash and Cash Equivalents at End of Period	1,748	60,187

*Note: New Taiwan Dollars have been translated into U.S. Dollars at the June 30, 2001 exchange rate of NT\$ 34.45 per U.S. Dollar.
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