



**UNITED MICROELECTRONICS CORPORATION**  
**Unaudited Condensed Unconsolidated Balance Sheet**

As of December 31, 2004

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

	December 31, 2004		
	US\$	NT\$	%
<b>ASSETS</b>			
Current Assets			
Cash and Cash Equivalents	2,630	83,347	25.3%
Marketable Securities	97	3,059	0.9%
Notes & Accounts Receivables	338	10,696	3.2%
Inventories	270	8,543	2.6%
Other Current Assets	149	4,728	1.5%
Total Current Assets	<u>3,484</u>	<u>110,373</u>	<u>33.5%</u>
Non-Current Assets			
Funds and Long-term Investments	2,258	71,568	21.7%
Other Financial Assets	41	1,304	0.4%
Property, Plant and Equipment	4,334	137,355	41.7%
Intangible Assets	38	1,215	0.4%
Other Assets	245	7,748	2.3%
Total Non-Current Assets	<u>6,916</u>	<u>219,190</u>	<u>66.5%</u>
<b>TOTAL ASSETS</b>	<u>10,400</u>	<u>329,563</u>	<u>100.0%</u>
<b>LIABILITIES</b>			
Current Liabilities			
Short-term Loans	60	1,904	0.6%
Payables	549	17,394	5.3%
Current Portion of Long-term Interest-Bearing Liabilities	89	2,820	0.9%
Other Current Liabilities	37	1,159	0.3%
Total Current Liabilities	<u>735</u>	<u>23,277</u>	<u>7.1%</u>
Non-Current Liabilities			
Bonds Payable	1,060	33,607	10.2%
Other Liabilities	199	6,296	1.9%
Total Non-Current Liabilities	<u>1,259</u>	<u>39,903</u>	<u>12.1%</u>
<b>TOTAL LIABILITIES</b>	<u>1,994</u>	<u>63,180</u>	<u>19.2%</u>
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock	5,615	177,924	54.0%
Capital Reserve	2,680	84,933	25.7%
Retained Earnings, Unrealized Long-term Investment Loss and Translation Adjustment	985	31,211	9.5%
Treasury Stock	(874)	(27,685)	-8.4%
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<u>8,406</u>	<u>266,383</u>	<u>80.8%</u>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<u>10,400</u>	<u>329,563</u>	<u>100.0%</u>

Note : New Taiwan Dollars have been translated into U.S. Dollars at the December 31, 2004 exchange rate of NT\$ 31.69 per U.S. Dollar.  
All figures are in ROC GAAP.



**UNITED MICROELECTRONICS CORPORATION**  
**Unaudited Condensed Unconsolidated Income Statement**

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

	Year over Year Comparison					Quarter over Quarter Comparison				
	Three-Month Period Ended					Three-Month Period Ended				
	December 31, 2004		December 31, 2003		%	December 31, 2004		September 30, 2004		%
	US\$	NT\$	US\$	NT\$		US\$	NT\$	US\$	NT\$	
Net Sales	891	28,229	748	23,719	19.0%	891	28,229	1,091	34,580	-18.4%
Cost of Goods Sold	(686)	(21,741)	(538)	(17,054)	27.5%	(686)	(21,741)	(723)	(22,917)	-5.1%
Net Gross Profit	205	6,488	210	6,665	-2.7%	205	6,488	368	11,663	-44.4%
	23.0%	23.0%	28.1%	28.1%		23.0%	23.0%	33.7%	33.7%	
Operating Expenses										
- Sales & Marketing	21	658	17	537	22.5%	21	658	18	579	13.6%
- General & Administrative	26	841	17	539	56.0%	26	841	21	667	26.1%
- Research & Development	68	2,150	45	1,425	50.9%	68	2,150	53	1,680	28.0%
	115	3,649	79	2,501	45.9%	115	3,649	92	2,926	24.7%
Operating Income (Loss)	90	2,839	131	4,164	-31.8%	90	2,839	276	8,737	-67.5%
	10.1%	10.1%	17.6%	17.6%		10.1%	10.1%	25.3%	25.3%	
Net Non-Operating Income (Expenses)	(48)	(1,506)	81	2,549	-159.1%	(48)	(1,506)	68	2,177	-169.2%
Income (Loss) before Income Tax	42	1,333	212	6,713	-80.1%	42	1,333	344	10,914	-87.8%
	4.7%	4.7%	28.3%	28.3%		4.7%	4.7%	31.6%	31.6%	
Income Tax (Expense) Benefit	(0)	(0)	0	14	-100.8%	(0)	(0)	(0)	(0)	-62.6%
Net Income (Loss)	42	1,333	212	6,727	-80.2%	42	1,333	344	10,914	-87.8%
	4.7%	4.7%	28.4%	28.4%		4.7%	4.7%	31.6%	31.6%	
Earnings per Share	0.002	0.07	0.013	0.41		0.002	0.07	0.021	0.65	
Earnings per ADS <sup>(2)</sup>	0.011	0.35	0.065	2.05		0.011	0.35	0.103	3.25	
Weighted Average Number of Shares Outstanding (in millions)		16,960		16,645			16,960		16,940	

Note:

(1) New Taiwan Dollars have been translated into U.S. Dollars at the December 31, 2004 exchange rate of NT\$ 31.69 per U.S. Dollar.

All figures are in ROC GAAP.

(2) 1 ADS equals 5 common shares.



**UNITED MICROELECTRONICS CORPORATION**  
**Unaudited Condensed Unconsolidated Income Statement**

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

	For the Three-Month Period Ended December 31, 2004			For the year Ended December 31, 2004		
	US\$	NT\$	%	US\$	NT\$	%
Net Sales	891	28,229	100.0%	3,702	117,312	100.0%
Cost of Goods Sold	(686)	(21,741)	-77.0%	(2,572)	(81,491)	-69.5%
Net Gross Profit	205	6,488	23.0%	1,130	35,821	30.5%
Operating Expenses						
- Sales & Marketing	21	658	2.3%	69	2,197	1.9%
- General & Administrative	26	841	3.0%	83	2,645	2.2%
- Research & Development	68	2,150	7.6%	206	6,524	5.6%
	115	3,649	12.9%	358	11,366	9.7%
Operating Income (Loss)	90	2,839	10.1%	772	24,455	20.8%
Net Non-Operating Income (Expenses)	(48)	(1,506)	-5.4%	234	7,422	6.3%
Income (Loss) before Income Tax	42	1,333	4.7%	1,006	31,877	27.1%
Income Tax (Expense) Benefit	(0)	(0)	0.0%	(1)	(34)	0.0%
Net Income (Loss)	42	1,333	4.7%	1,005	31,843	27.1%
Earnings per Share	0.002	0.07		0.060	1.89	
Earnings per ADS <sup>(2)</sup>	0.011	0.35		0.298	9.45	
Weighted Average Number of Shares Outstanding (in millions)		16,960			16,828	

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**UNITED MICROELECTRONICS CORPORATION**  
**Unaudited Condensed Unconsolidated Statement of Cash Flows**

For The Twelve Months Ended December 31, 2004  
Figures in Million of New Taiwan Dollars (NT\$) and U.S. Dollars (US\$)

	US\$	NT\$
<b>Cash flows from operating activities :</b>		
Net Income	1,005	31,843
Depreciation & Amortization	1,255	39,777
Bad debt expense	3	107
Long-term investment loss accounted for under the equity method	79	2,509
Cash dividends received under the equity method	14	440
Other investment loss	3	85
Loss on decline in market value and absence of inventories	27	845
Deferred charges transferred to loss	8	269
Gain on disposal of investments	(395)	(12,514)
Loss on disposal of property, plant and equipment	3	87
Exchange gain on long-term liabilities	(9)	(295)
Amortization of bond premiums	(0)	(10)
Change in working capital & others	185	5,872
Net cash provided from operating activities	2,178	69,015
<b>Cash flows from investing activities :</b>		
Increase in marketable securities, net	(45)	(1,419)
Cash proceeds from merger	2	70
Decrease in other financial assets, net	47	1,504
Increase in long-term investments	(360)	(11,427)
Proceeds from disposal of long-term investments	190	6,028
Acquisition of property, plant and equipment	(1,530)	(48,503)
Proceeds from disposal of property, plant and equipment	9	284
Decrease in other assets - others, net	34	1,066
Increase in deferred charges	(31)	(979)
Net cash used in investing activities	(1,684)	(53,376)
<b>Cash flows from financing activities :</b>		
Increase in short-term loans, net	47	1,504
Repayment of long-term loans	(185)	(5,866)
Reacquisition of bonds	(1)	(41)
Redemption of bonds	(516)	(16,337)
Decrease in deposits-in	0	6
Treasury stock	(164)	(5,198)
Employee stock option	25	788
Remuneration to directors and supervisors	(0)	(13)
Net cash used in financing activities	(794)	(25,157)
Net decrease in cash and cash equivalents	(300)	(9,518)
Cash and cash equivalents at beginning of period	2,930	92,865
Cash and cash equivalents at end of period	2,630	83,347

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