

UMC UNITED MICROELECTRONICS CORPORATION

Condensed Unconsolidated Balance Sheet

As of March 31, 2001

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

	March 31, 2001		
	US\$	NT\$	%
ASSETS			
Current Assets			
Cash and Cash Equivalents	1,571	51,589	16.3%
Marketable Securities	4	135	0.0%
Receivables	388	12,723	4.1%
Inventories	323	10,589	3.4%
Other Current Assets	45	1,494	0.5%
Total Current Assets	<u>2,331</u>	<u>76,530</u>	<u>24.3%</u>
Non-Current Assets			
Funds and Long Term Investments	2,147	70,512	22.3%
Property, Plant and Equipment	4,948	162,495	51.5%
Other Assets	183	6,018	1.9%
TOTAL ASSETS	<u><u>9,609</u></u>	<u><u>315,555</u></u>	<u><u>100.0%</u></u>
LIABILITIES			
Current Liabilities			
Short-term Loans	0	15	0.0%
Payables	802	26,332	8.3%
Current Portion of Long Term Loans	259	8,488	2.7%
Other Current Liabilities	65	2,147	0.7%
Total Current Liabilities	<u>1,126</u>	<u>36,982</u>	<u>11.7%</u>
Non-Current Liabilities			
Bonds Payable	121	3,990	1.3%
Long-Term Loans	784	25,748	8.2%
Other Liabilities	83	2,724	0.8%
TOTAL LIABILITIES	<u>2,114</u>	<u>69,444</u>	<u>22.0%</u>
SHAREHOLDERS' EQUITY			
Capital Stock	3,493	114,715	36.3%
Capital Reserve	2,509	82,381	26.1%
Retained Earnings, Unrealized Long Term Investment			
Loss and Translation Adjustment	1,545	50,732	16.1%
Treasury Stock	(52)	(1,717)	-0.5%
TOTAL SHAREHOLDERS' EQUITY	<u>7,495</u>	<u>246,111</u>	<u>78.0%</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u><u>9,609</u></u>	<u><u>315,555</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\$ 32.84 per U.S. Dollar.
All figures are in ROC GAAP.



UNITED MICROELECTRONICS CORPORATION
Condensed Unconsolidated Income Statement

For the Three-Month Period Ended ,March 31, 2001

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

Except Per Share Data

	Year Over Year Comparison					Quarter Over Quarter Comparison				
	Three-Month Period Ended					Three-Month Period Ended				
	March 31, 2001		March 31, 2000		%	March 31, 2001		December 31, 2000		%
	US\$	NT\$	US\$	NT\$	Chg.	US\$	NT\$	US\$	NT\$	Chg.
Net Sales	718	23,593	588	19,313	22.2%	718	23,593	970	31,851	-25.9%
Cost of Goods Sold	(426)	(13,990)	(317)	(10,410)	34.4%	(426)	(13,990)	(437)	(14,336)	-2.4%
Net Gross Profit	292	9,603	271	8,903	7.9%	292	9,603	533	17,515	-45.2%
	40.7%	40.7%	46.1%	46.1%		40.7%	40.7%	55.0%	55.0%	
Operating Expenses										
- Sales & Marketing	8	251	9	310	-19.0%	8	251	8	263	-4.6%
- General & Administrative	27	886	32	1,061	-16.5%	27	886	28	918	-3.5%
- Research & Development	57	1,861	38	1,261	47.6%	57	1,861	52	1,720	8.2%
	92	2,998	79	2,632	13.9%	92	2,998	88	2,901	3.3%
Operating Income	200	6,605	192	6,271	5.3%	200	6,605	445	14,614	-54.8%
	27.9%	27.9%	32.5%	32.5%		27.9%	27.9%	45.9%	45.9%	
Net Non-Operating Income (Loss)	(4)	(123)	37	1,203	-110.2%	(4)	(123)	64	2,111	-105.8%
Income before Income Tax	196	6,482	229	7,474	-13.3%	196	6,482	509	16,725	-61.2%
	27.4%	27.4%	38.7%	38.7%		27.4%	27.4%	52.5%	52.5%	
Income Tax (Expense) Benefit	-	(8)	(1)	(27)	-70.4%	-	(8)	-	(12)	-33.3%
Net Income	196	6,474	228	7,447	-13.1%	196	6,474	509	16,713	-61.3%
	27.4%	27.4%	38.6%	38.6%		27.4%	27.4%	52.5%	52.5%	

Note:

(1) New Taiwan Dollars have been translated into U.S. Dollars at the March 31, 2001 exchange rate of NT\$ 32.84 per U.S. Dollar.

(2) 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 March 31, 2001			For the Three-Month Period Ended March 31, 2001		
	US\$	NT\$	%	US\$	NT\$	%
Net Sales	718	23,593	100%	718	23,593	100%
Cost of Goods Sold	(426)	(13,990)	-59.3%	(426)	(13,990)	-59.3%
Net Gross Profit	292	9,603	40.7%	292	9,603	40.7%
Operating Expenses						
- Sales & Marketing	8	251	1.1%	8	251	1.1%
- General & Administrative	27	886	3.8%	27	886	3.8%
- Research & Development	57	1,861	7.9%	57	1,861	7.9%
	92	2,998	12.8%	92	2,998	12.8%
Operating Income	200	6,605	27.9%	200	6,605	27.9%
Net Non-Operating Income (Loss)	(4)	(123)	-0.5%	(4)	(123)	-0.5%
Income before Income Tax	196	6,482	27.4%	196	6,482	27.4%
Income Tax (Expense) Benefit	-	(8)	0.0%	-	(8)	0.0%
Net Income	196	6,474	27.4%	196	6,474	27.4%
Earnings per share	0.02	0.57		0.02	0.57	
Earnings per ADS ⁽²⁾	0.09	2.85		0.09	2.85	
Weighted Average Number of Shares Outstanding (in millions) ⁽³⁾		11,434			11,434	

Note:

(1) New Taiwan Dollars have been translated into U.S. Dollars at the exchange rate of NT\$ 32.84 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 Three Months Ended March 31, 2001

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

	<u>US\$</u>	<u>NT\$</u>
Cash Flows from Operating Activities :		
Net Income	197	6,474
Depreciation & Amortization	249	8,168
Provision for bad debt expense	2	77
Investment Loss (Income) recognized by equity method	(4)	(140)
Provision for inventory loss	12	379
Gain on Disposal of Investments	(6)	(182)
Gain on Disposal of Properties, Plant and equipment and idle assets	(1)	(20)
Change in Working Capital & Others	48	1,572
Net Cash Provided from Operating Activities	<u>497</u>	<u>16,328</u>
Cash Flows from Investing Activities :		
Increase in Short-Term Investments	(4)	(135)
Increase in Long-Term Investments	(41)	(1,336)
Proceeds from disposal of long-term investments	8	275
Acquisition of Fixed Assets	(360)	(11,808)
Proceeds from disposal of Properties, Plant and Equipment and Idle assets	7	214
Prepayment of long-term investment	(1)	(33)
Increase in Guarantee Deposits	81	2,650
Increase in Deposits-out	1	19
Increase in Deferred Assets / Other Assets	(1)	(58)
Net Cash Used in Investing Activities	<u>(310)</u>	<u>(10,212)</u>
Cash Flows from Financing Activities :		
Decrease in Short-Term Loans	(106)	(3,474)
Decrease in Long-Term Loans	(150)	(4,922)
Treasury stock	(7)	(238)
Net Cash Used in Financing Activities	<u>(263)</u>	<u>(8,635)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(76)</u>	<u>(2,519)</u>
Cash and Cash Equivalents at Beginning of Period	1,647	54,108
Cash and Cash Equivalents at End of Period	<u>1,571</u>	<u>51,589</u>

Note: New Taiwan Dollars have been translated into U.S. Dollars at the March 31, 2001 exchange rate of NT\$ 32.84 per U.S. Dollar.

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