



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

As of December 31, 2005

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

	December 31, 2005		
	US\$	NT\$	%
<b>ASSETS</b>			
Current Assets			
Cash and Cash Equivalents	2,942	96,597	29.6%
Marketable Securities	149	4,883	1.5%
Notes & Accounts Receivable	377	12,360	3.8%
Inventories	303	9,963	3.0%
Other Current Assets	136	4,465	1.4%
Total Current Assets	<u>3,907</u>	<u>128,268</u>	<u>39.3%</u>
Non-Current Assets			
Funds and Long-term Investments	1,069	35,090	10.8%
Other Financial Assets	30	978	0.3%
Property, Plant and Equipment	4,563	149,809	45.9%
Intangible Assets	125	4,105	1.3%
Other Assets	243	7,971	2.4%
Total Non-Current Assets	<u>6,030</u>	<u>197,953</u>	<u>60.7%</u>
<b>TOTAL ASSETS</b>	<u><u>9,937</u></u>	<u><u>326,221</u></u>	<u><u>100.0%</u></u>
<b>LIABILITIES</b>			
Current Liabilities			
Payables	522	17,131	5.3%
Current Portion of Long-term Interest-Bearing Liabilities	312	10,250	3.1%
Other Current Liabilities	28	923	0.3%
Total Current Liabilities	<u>862</u>	<u>28,304</u>	<u>8.7%</u>
Non-Current Liabilities			
Bonds Payable	1,097	36,009	11.0%
Other Liabilities	110	3,625	1.1%
Total Non-Current Liabilities	<u>1,207</u>	<u>39,634</u>	<u>12.1%</u>
<b>TOTAL LIABILITIES</b>	<u><u>2,069</u></u>	<u><u>67,938</u></u>	<u><u>20.8%</u></u>
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock	6,031	197,984	60.7%
Capital Reserve	2,601	85,381	26.2%
Retained Earnings, Unrealized Long-term Investment Loss and Translation Adjustment	512	16,804	5.1%
Treasury Stock	(1,276)	(41,886)	-12.8%
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<u><u>7,868</u></u>	<u><u>258,283</u></u>	<u><u>79.2%</u></u>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<u><u>9,937</u></u>	<u><u>326,221</u></u>	<u><u>100.0%</u></u>

Note : New Taiwan Dollars have been translated into U.S. Dollars at the December 31, 2005 exchange rate of NT\$32.83 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				% Chg.	Three-Month Period Ended				% Chg.
	December 31, 2005		December 31, 2004			December 31, 2005		September 30, 2005		
	US\$	NT\$	US\$	NT\$		US\$	NT\$	US\$	NT\$	
Net Sales	837	27,468	860	28,229	-2.7%	837	27,468	718	23,579	16.5%
Cost of Goods Sold	(685)	(22,495)	(662)	(21,741)	3.5%	(685)	(22,495)	(628)	(20,625)	9.1%
Net Gross Profit	152	4,973	198	6,488	-23.4%	152	4,973	90	2,954	68.3%
	18.1%	18.1%	23.0%	23.0%		18.1%	18.1%	12.5%	12.5%	
Operating Expenses										
- Sales & Marketing	19	612	20	658	-7.0%	19	612	19	618	-1.0%
- General & Administrative	32	1,050	26	841	24.9%	32	1,050	27	877	19.7%
- Research & Development	72	2,383	65	2,150	10.8%	72	2,383	61	2,019	18.0%
	123	4,045	111	3,649	10.9%	123	4,045	107	3,514	15.1%
Operating Income (Loss)	29	928	87	2,839	-67.3%	29	928	(17)	(560)	-265.7%
	3.4%	3.4%	10.1%	10.1%		3.4%	3.4%	-2.4%	-2.4%	
Net Non-Operating Income (Expenses)	64	2,116	(46)	(1,506)	-240.5%	64	2,116	83	2,725	-22.3%
Income (Loss) before Income Tax	93	3,044	41	1,333	128.4%	93	3,044	66	2,165	40.6%
	11.1%	11.1%	4.7%	4.7%		11.1%	11.1%	9.2%	9.2%	
Income Tax (Expense) Benefit	(0)	(0)	(0)	(0)	51.7%	(0)	(0)	(0)	(0)	-33.6%
Net Income (Loss)	93	3,044	41	1,333	128.4%	93	3,044	66	2,165	40.6%
	11.1%	11.1%	4.7%	4.7%		11.1%	11.1%	9.2%	9.2%	
Earnings per Share	0.005	0.16	0.002	0.07		0.005	0.16	0.004	0.12	
Earnings per ADS (2)	0.024	0.80	0.011	0.35		0.024	0.80	0.018	0.60	
Weighted Average Number of Shares Outstanding (in millions)		18,257		18,966			18,257		18,434	

Note:

(1) New Taiwan Dollars have been translated into U.S. Dollars at the December 31, 2005 exchange rate of NT\$32.83 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, 2005			For the year Ended December 31, 2005		
	US\$	NT\$	%	US\$	NT\$	%
Net Sales	837	27,468	100.0%	2,765	90,776	100.0%
Cost of Goods Sold	(685)	(22,495)	-81.9%	(2,424)	(79,580)	-87.7%
Net Gross Profit	152	4,973	18.1%	341	11,196	12.3%
Operating Expenses						
- Sales & Marketing	19	612	2.2%	69	2,281	2.5%
- General & Administrative	32	1,050	3.8%	98	3,225	3.6%
- Research & Development	72	2,383	8.7%	255	8,358	9.2%
	123	4,045	14.7%	422	13,864	15.3%
Operating Income (Loss)	29	928	3.4%	(81)	(2,668)	-3.0%
Net Non-Operating Income (Expenses)	64	2,116	7.7%	295	9,696	10.7%
Income (Loss) before Income Tax	93	3,044	11.1%	214	7,028	7.7%
Income Tax (Expense) Benefit	(0)	(0)	0.0%	(0)	(1)	0.0%
Net Income (Loss)	93	3,044	11.1%	214	7,027	7.7%
Earnings per Share	0.005	0.16		0.012	0.38	
Earnings per ADS (2)	0.024	0.80		0.058	1.90	
Weighted Average Number of Shares Outstanding (in millions)		18,257			18,411	

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

For The Twelve Months Ended December 31, 2005

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

	US\$	NT\$
<b>Cash flows from operating activities :</b>		
Net Income	214	7,027
Depreciation & Amortization	1,478	48,517
Reversal on allowance for doubtful accounts	(5)	(151)
Long-term investment loss accounted for under the equity method	82	2,677
Cash dividends received under the equity method	22	725
Impairment loss	5	160
Recovery on decline in market value and absence of inventories	(28)	(920)
Fixed assets transferred to loss	0	9
Gain on disposal of investments	(308)	(10,096)
Loss on disposal of property, plant and equipment	1	19
Exchange loss on long-term liabilities	2	66
Amortization of deferred grant income	(3)	(90)
Change in working capital & others	(59)	(1,931)
Net cash provided from operating activities	<u>1,401</u>	<u>46,012</u>
<b>Cash flows from investing activities :</b>		
Cash proceeds from merger	29	944
Decrease in other financial assets, net	22	706
Increase in short-term investments	(54)	(1,765)
Increase in long-term investments	(215)	(7,056)
Proceeds from disposal of long-term investments	340	11,153
Proceeds from liquid of long-term investments	406	13,347
Acquisition of property, plant and equipment	(566)	(18,587)
Proceeds from disposal of property, plant and equipment	4	129
Increase in other assets - others, net	(5)	(161)
Increase in deferred charges	(41)	(1,356)
Increase in other receivables	(157)	(5,138)
Net cash used in investing activities	<u>(237)</u>	<u>(7,784)</u>
<b>Cash flows from financing activities :</b>		
Decrease in short-term loans, net	(58)	(1,904)
Repayment of long-term loans	(492)	(16,154)
Proceeds from bonds issued	380	12,479
Redemption of bonds	(86)	(2,820)
Increase in deposits-in	(0)	(1)
Cash dividend	(53)	(1,759)
Treasury stock	(499)	(16,379)
Employee stock option	50	1,642
Remuneration to directors and supervisors	(1)	(27)
Net cash used in financing activities	<u>(759)</u>	<u>(24,923)</u>
Effect of exchange rate on cash and cash equivalents	<u>(2)</u>	<u>(55)</u>
Net Increase in cash and cash equivalents	<u>403</u>	<u>13,250</u>
Cash and cash equivalents at beginning of period	2,539	83,347
Cash and cash equivalents at end of period	<u>2,942</u>	<u>96,597</u>

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