
Global Unichip Corp. (GUC) Reports Results for First Quarter 2008

Company's revenue continues to set new record high in 8 consecutive quarters

Hsinchu -- April 29, 2008 -- Global Unichip Corporation (TAIEX: 3443) today reported financial results for the first quarter of 2008 ended March 31, 2008.

First Quarter 2008 Highlights:

- Revenue was NT\$2,184 million, up NT\$690 million, or 46 percent, from a year ago. Compared with the prior quarter, revenue increased NT\$151 million, or 7 percent;
- Gross profit was NT\$451 million, or 20.6 percent of revenue. This was up NT\$111 million from a year ago. Gross margin rate continues to maintain above 20 percent level;
- Taped out three 90 nm and one 65 nm products; three 45 nm and two 40 nm test chips.

Detailed financial reports and prior period financial reports are presented on our Investor Relations web page at [http:// www.globalunichip.com](http://www.globalunichip.com).

CONTACT

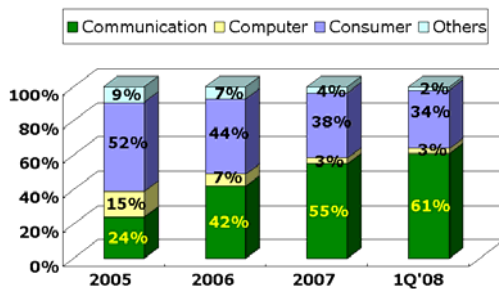
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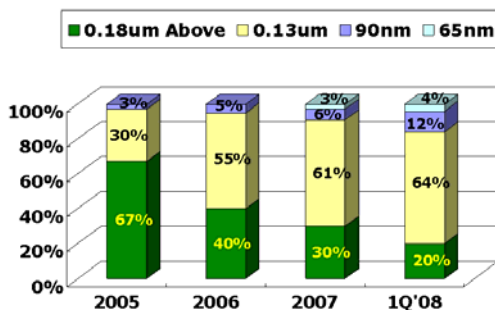
April 29, 2008

I. Sales Analysis

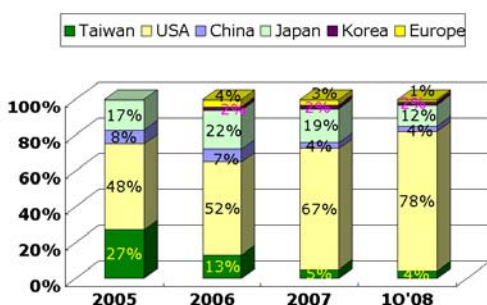
By Application	1Q'08	4Q'07	1Q'07
Communication	61%	52%	56%
Consumer	34%	42%	34%
Computer	3%	3%	5%
Others	2%	3%	5%



By Technology	1Q'08	4Q'07	1Q'07
65nm	4%	4%	3%
90nm	12%	9%	6%
0.13um	64%	65%	59%
0.18um+	20%	22%	32%



By Region	1Q'08	4Q'07	1Q'07
USA	78%	74%	58%
Japan	12%	13%	22%
Taiwan	4%	4%	6%
China	3%	3%	5%
Europe	1%	3%	5%
Korea	2%	3%	4%



Revenue was NT\$2,184 million for our first quarter of 2008, compared to NT\$1,494 million in 1Q'07, which represents an increase of 46% year-over-year and 7% sequentially. This is the 8th consecutive quarters that our revenue continues to set the record high.

On a sequential basis, revenue from communication increased by 9%.

Overall, communication, consumer, and computer represented 61%, 34%, and 3% of total sales in 1Q'08, respectively.

Advanced process technology (0.13um and below) further increased to 80% of total revenue with 90nm process technology contributed for 12% and 65nm approaching 4% of total sales in 1Q'08.

As a result, the advanced technologies (0.13 um and below), which delivers about 80% of our revenue in this quarter, grew 2% sequentially.

From a geographic perspective, revenue from customers in the USA accounted for 78% of total sales, up 4% from the prior quarter. Meanwhile, sales in Japan, Europe, and Korea are all slightly decline during the quarter and accounted for 12%, 1%, and 2% of sales, respectively.

April 29, 2008

II. Operating Results Review:

Unit: NT\$M

	1Q'08	QoQ	4Q'07	1Q'07	YoY
Net Sales	2,184	7%	2,034	1,494	46%
NRE	319	-4%	334	257	24%
Turn Key	1,836	10%	1,664	1,210	52%
Others	29	-19%	36	27	7%
Gross Margin	451	2%	441	340	33%
%	20.6%		21.7%	22.8%	
SG&A Exp	(95)	20%	(79)	(61)	56%
R&D Exp	(166)	23%	(135)	(100)	66%
Operating Income	190	-16%	227	179	6%
%	8.7%		11.2%	12.0%	
Non-OP Income (Exp.)	10		(9)	10	
Income Tax	(13)		(1)	(2)	
Net Income	187	-14%	217	187	0%
%	8.6%		10.7%	12.5%	
EPS (NT\$)	1.63		1.89	1.64	

Note: new employee profit sharing expenses implementation in 1Q'08 only.

Gross margin rate in 1Q'08 was 20.6%, continues to maintain above 20% level.

Operating expenses were NT\$166 million for R&D and NT\$95 million for SG&A.

Operating expenses during the first quarter increased in both absolute dollars and as a percentage of revenue primarily due to our continued investments in headcount, advanced EDA tool, and new employee profit sharing expenses implementation.

The provision for income tax in 1Q'08 was NT\$13 million, compared with NT\$1 million for the prior quarter and \$2 million for the year-ago quarter.

Net income ended NT\$187 million in the quarter, or 8.6 percent of revenue.

April 29, 2008

III. Financial Condition Review

Selected Items from Balance Sheets (In NT\$M)	1Q'08		4Q'07		1Q'07	
	Amount	%	Amount	%	Amount	%
Cash & Available-for-Sale Financial Assets	1,115	27%	1,006	28%	902	29%
Accounts Receivable-net	921	23%	816	22%	669	21%
Inventory	1,062	26%	836	23%	819	26%
Current Assets	3,287	81%	2,824	78%	2,478	79%
L-T Investments	12	0%	11	0%	9	0%
Net PP&E	435	11%	448	12%	414	13%
Other Assets	328	8%	347	10%	252	8%
Total Assets	4,063	100%	3,631	100%	3,153	100%
Accounts Payable	1,022	25%	877	24%	882	28%
Current Portion of L-T Loans	1	0%	2	0%	3	0%
Accrued Liabilities & Others	167	4%	154	4%	112	4%
Current Liabilities	1,551	38%	1,306	36%	1,203	39%
L-T Liabilities	19	1%	22	1%	47	1%
Total Liabilities	1,570	39%	1,328	37%	1,249	40%
Total Shareholders' Equity	2,493	61%	2,303	63%	1,903	60%
Key Indices						
A/R Turnover Days	36		42		44	
Inventory Turnover Days	50		49		57	
Current Ratio (x)	2.12		2.16		2.06	
Net Working Capital	1,736		1,518		1,275	

As of 03/31/2008, total cash and cash equivalent and total current assets were NT\$1,115 million and NT\$3,287 million, respectively. Accounts receivable were NT\$921 million at the end of the first quarter. This was an increase of NT\$105 million from year-end 2007 due to increase in revenue.

Inventory was NT\$1,062 million at the end of the first quarter. This was an increase of NT\$226 million from year-end 2007.

Total liabilities increased by NT\$321 million in the first quarter from one year ago primarily as a result of an increase in customer advances and accrued expenses.

Net working capital stood at NT\$1,736 million at the end of the quarter, current ratio remained at 2.12.

A/R turnover days were 36 at the end of the quarter, compared with 42 at the end of 2007. The decrease in DSO was a result of strong collections.

Days of inventory at the end of the quarter were 50, compared with 49 at the end of 2007.

April 29, 2008

IV. Cash Flow Analysis

In NT\$M	1Q'08	4Q'07	1Q'07
- Net Income	187	216	187
- Depreciation & Amortization	57	58	42
- Other OP Sources (uses)	(87)	(117)	7
From Operation	157	157	236
- Acquisition of Fixed Assets	(32)	(32)	(32)
- Available-for-Sale Financial Assets	1	1	65
- Other Investing Sources (uses)	(20)	(182)	0
From Investment	(51)	(213)	34
- Repayment of L-T Loans	(1)	(1)	(1)
- Other Financing Sources (uses)	3	0	7
From Financing	2	0	6
Net Cash Position Change	109	(56)	276
Beginning Cash Balance	1,006	1,062	511
Ending Cash Balance	1,115	1,006	787

Cash flow from operations was NT\$157 million, remained the same level with the prior quarter and a decrease of NT\$79 million from the year-ago. The decrease was primarily due to increased working capital requirements, particularly for account receivables and inventory.

Acquisition of fixed assets totaled NT\$32 million in 1Q'08.

As a result, GUC's cash and cash equivalents totaled approximately NT\$1,115 million at the end of the first quarter, compared to NT\$1,062 million at the end of 2007 and NT\$787 million a year ago.

We believe that our increased cash position allows us to use our cash resources for strategic investments to gain access to new technologies and working capital.

Profile

Global Unichip Corp. (GUC), a dedicated full service SoC (System On Chip) Design Foundry based in Taiwan, was founded in 1998. GUC is now publicly traded on the Taiwan Stock Exchange under the symbol 3443. GUC provides total solutions from silicon-proven IPs to complex time-to-market SoC turnkey services. GUC is committed to providing the most advanced and the best price-performance silicon solutions through close partnership with TSMC, GUC's major shareholder, and other key packaging and testing power houses. With state of the art EDA tools, advanced methodologies, and experienced technical team, GUC ensures the highest quality and lowest risks to achieve first silicon success. GUC has established a global customer base throughout Greater China, Japan, Korea, North America, and Europe. Its track-record in complex SoC designs has brought benefits to customers in time to revenue at the lowest risk. For more information, please visit <http://www.globalunichip.com>