



VANGUARD INTERNATIONAL SEMICONDUCTOR CORPORATION
CONSOLIDATED BALANCE SHEETS

As of March 31, 2009 and 2008

(Figures in Millions of New Taiwan Dollars (NTD) and U.S. Dollars (USD))*

ASSETS	March 31, 2009			March 31, 2008		YoY	
	USD	NTD	%	NTD	%	Move	Inc(Dec)%
Cash	110	3,738	17.1	5,841	20.8	(2,103)	(36.0)
Investments in Marketable Financial Instruments	5	182	0.8	700	2.5	(518)	(74.0)
Accounts Receivable	39	1,337	6.1	2,472	8.8	(1,135)	(45.9)
Inventories	41	1,399	6.4	2,235	8.0	(836)	(37.4)
Other Current Assets	18	626	2.9	341	1.2	285	83.5
Total Current Assets	215	7,283	33.3	11,589	41.3	(4,307)	(37.2)
Long Term Investment	16	543	2.5	908	3.2	(365)	(40.2)
Properties	1,737	58,929	269.3	57,051	203.4	1,878	3.3
Less Accumulated Depreciation	(1,361)	(46,157)	(210.9)	(42,830)	(152.7)	(3,327)	7.8
Net Properties	377	12,772	58.4	14,221	50.7	(1,449)	(10.2)
Other Assets	38	1,286	5.9	1,334	4.8	(48)	(3.6)
Total Assets	645	21,883	100.0	28,052	100.0	(6,169)	(22.0)
LIABILITIES							
Accounts Payable & Other Current Liabilities	54	1,847	8.4	3,513	12.5	(1,666)	(47.4)
Other Long Term Liabilities	15	514	2.3	512	1.8	2	0.4
Total Liabilities	70	2,361	10.8	4,025	14.3	(1,665)	(41.4)
SHAREHOLDERS' EQUITY							
Capital Stock	495	16,775	76.7	17,010	60.6	(236)	(1.4)
Capital Surplus - Employee Stock Options	14	463	2.1	518	1.8	(55)	(10.6)
Capital Surplus - L/T Investment	2	69	0.3	68	0.2	1	1.1
Capital Surplus - Treasury Stock	1	32	0.1	0	0.0	32	-
Retained Earnings							
- Legal Reserve	44	1,481	6.8	1,048	3.7	432	41.2
- Special Reserve	0	0	0.0	41	0.1	(41)	(100.0)
- Previous Year	51	1,717	7.8	4,526	16.1	(2,809)	(62.1)
- Current Year	(25)	(832)	(3.8)	766	2.7	(1,598)	-
Unrealized Fair Value Adjustment	(5)	(155)	(0.7)	111	0.4	(265)	-
Cumulative Translation Adjustment	(1)	(29)	(0.1)	(62)	(0.2)	34	(54.2)
Total Shareholders' Equity	576	19,522	89.2	24,027	85.7	(4,504)	(18.7)
Total Liabilities & Shareholders' Equity	645	21,883	100.0	28,052	100.0	(6,169)	(22.0)

* New Taiwan Dollar amounts have been translated into U.S. Dollars at the rate of NT\$ 33.917 per U.S. Dollar as of March 31, 2009.



VANGUARD INTERNATIONAL SEMICONDUCTOR CORPORATION
CONSOLIDATED BALANCE SHEETS

As of March 31, 2009 and December 31, 2008

(Figures in Millions of New Taiwan Dollars (NTD) and U.S. Dollars (USD))*

ASSETS	March 31, 2009			December 31, 2008		QoQ	
	USD	NTD	%	NTD	%	Move	Inc(Dec)%
Cash	110	3,738	17.1	4,273	18.4	(535)	(12.5)
Investments in Marketable Financial Instruments	5	182	0.8	183	0.8	(1)	(0.3)
Accounts Receivable	39	1,337	6.1	1,340	5.8	(3)	(0.3)
Inventories	41	1,399	6.4	1,811	7.8	(411)	(22.7)
Other Current Assets	18	626	2.9	290	1.3	337	116.2
Total Current Assets	215	7,283	33.3	7,897	34.1	(614)	(7.8)
Long Term Investment	16	543	2.5	481	2.1	62	13.0
Properties	1,737	58,929	269.3	58,824	253.8	106	0.2
Less: Accumulated Depreciation	(1,361)	(46,157)	(210.9)	(45,275)	(195.4)	(882)	1.9
Net Properties	377	12,772	58.4	13,549	58.5	(776)	(5.7)
Other Assets	38	1,286	5.9	1,248	5.4	37	3.0
Total Assets	645	21,883	100.0	23,174	100.0	(1,291)	(5.6)
LIABILITIES							
Accounts Payable & Other Current Liabilities	54	1,847	8.4	2,400	10.4	(554)	(23.1)
Other Long Term Liabilities	15	514	2.3	513	2.2	1	0.1
Total Liabilities	70	2,361	10.8	2,914	12.6	(553)	(19.0)
SHAREHOLDERS' EQUITY							
Capital Stock	495	16,775	76.7	16,955	73.2	(180)	(1.1)
Capital Surplus - Employee Stock Option	14	463	2.1	463	2.0	0	0.0
Capital Surplus - L/T Investment	2	69	0.3	69	0.3	0	0.0
Capital Surplus - Treasury Stock	1	32	0.1	0	0.0	32	-
Retained Earnings							
- Legal Reserve	44	1,481	6.8	1,481	6.4	0	0.0
- Previous Year	51	1,717	7.8	675	2.9	1,042	154.3
- Current Year	(25)	(832)	(3.8)	1,042	4.5	(1,874)	-
Unrealized Fair Value Adjustment	(5)	(155)	(0.7)	(239)	(1.0)	84	(35.3)
Cumulative Translation Adjustment	(1)	(29)	(0.1)	(38)	(0.2)	10	(25.4)
Treasury Stock	0	0	0.0	(148)	(0.6)	148	(100.0)
Total Shareholders' Equity	576	19,522	89.2	20,260	87.4	(738)	(3.6)
Total Liabilities & Shareholders' Equity	645	21,883	100.0	23,174	100.0	(1,291)	(5.6)

* New Taiwan Dollar amounts have been translated into U.S. Dollars at the rate of NT\$ 33.917 per U.S. Dollar as of March 31, 2009.



Vanguard International Semiconductor Corporation

Consolidated Income Statements

For the Three Months Ended March 31, 2009 and 2008

(Expressed in Millions New Taiwan Dollars (NTD) and U.S. Dollars (USD) ⁽¹⁾)

Except for Per Share Amounts and Shares Outstanding)

	3 months ended Mar. 31				
	2009		% of	2008	YoY
	USD	NTD	Sales	NTD	Inc(Dec) %
Net Sales	50	1,689	100.0%	4,526	(62.7)
Cost of Sales	(66)	(2,238)	-132.5%	(3,245)	(31.0)
Gross (Loss) Profit	(16)	(549)	-32.5%	1,281	-
Operating Expenses					
General and Administrative Expenses	(4)	(131)	-7.7%	(197)	(33.7)
Selling and Marketing Expenses	(0)	(14)	-0.8%	(37)	(63.2)
Research and Development Expenses	(4)	(152)	-9.0%	(185)	(18.0)
Total Operating Expenses	(9)	(296)	-17.5%	(420)	(29.4)
(Loss) Income From Operations	(25)	(845)	-50.0%	861	-
Investment Loss	(1)	(25)	-1.5%	(9)	167.5
Net Other Non-operating Income	1	38	2.3%	64	(40.3)
(Loss) Income before Income Tax	(25)	(832)	-49.2%	916	-
Income Tax Credit (Expenses)	0	0	0.0%	(150)	-
Net (Loss) Income	(25)	(832)	-49.2%	766	-
Diluted Earnings Per Share ⁽²⁾	(0.015)	(0.50)		0.44	-
Weighted Average Outstanding Shares('M) ⁽²⁾		1,677		1,741	

Note: (1) New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NTD33.87 per U.S. dollar for the three months of 2009.

(2) Total weighted average outstanding shares were 1,677,486K for the three months ended March 31, 2009 and 1,740,992K shares for the three months ended March 31, 2008.



Vanguard International Semiconductor Corporation Consolidated Income Statements

For the Three Months Ended March 31, 2009 and 2008

(Expressed in Millions New Taiwan Dollars (NTD) and U.S. Dollars (USD) ⁽¹⁾)

Except for Per Share Amounts and Shares Outstanding)

	Year over Year Comparison					Sequential Comparison				
	1Q 2009 USD	1Q 2009 NTD	% of Sales	1Q 2008 NTD	YoY Inc(Dec) %	1Q 2009 USD	1Q 2009 NTD	% of Sales	4Q 2008 NTD	QoQ Inc(Dec) %
Net Sales	50	1,689	100.0	4,526	(62.7)	50	1,689	100.0	2,677	(36.9)
Cost of Sales	(66)	(2,238)	(132.5)	(3,245)	(31.0)	(66)	(2,238)	(132.5)	(2,933)	(23.7)
Gross (Loss) Profit	(16)	(549)	(32.5)	1,281	-	(16)	(549)	(32.5)	(256)	114.4
Operating Expenses										
General and Administrative Expenses	(4)	(131)	(7.7)	(197)	(33.7)	(4)	(131)	(7.7)	(132)	(0.8)
Selling and Marketing Expenses	(0)	(14)	(0.8)	(37)	(63.2)	(0)	(14)	(0.8)	1	-
Research and Development Expenses	(4)	(152)	(9.0)	(185)	(18.0)	(4)	(152)	(9.0)	(186)	(18.4)
Total Operating Expenses	(9)	(296)	(17.5)	(420)	(29.4)	(9)	(296)	(17.5)	(317)	(6.4)
(Loss) Income From Operations	(25)	(845)	(50.0)	861	-	(25)	(845)	(50.0)	(573)	47.6
Investment Gain (Loss)	(1)	(25)	(1.5)	(9)	167.5	(1)	(25)	(1.5)	(38)	(34.2)
Net Other Non-operating Income (Expenses)	1	38	2.3	64	(40.3)	1	38	2.3	(21)	-
(Loss) Income before Income Tax	(25)	(832)	(49.2)	916	-	(25)	(832)	(49.2)	(632)	31.7
Income Tax Credit (Expenses)	0	0	0.0	(150)	-	0	0	0.0	106	(99.8)
Net (Loss) Income	(25)	(832)	(49.2)	766	-	(25)	(832)	(49.2)	(526)	58.2
Diluted Earnings Per Share ⁽²⁾	(0.015)	(0.50)		0.44	-	(0.015)	(0.50)		(0.30)	63.7
Weighted Average Outstanding Shares('M) ⁽²⁾		1,677		1,741			1,677		1,736	

Note: (1) New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NTD33.87 per U.S. dollar for the three months of 2009.

(2) Total weighted average outstanding shares were 1,677,486K shares for 1Q09, 1,740,992K shares for 1Q08 and 1,736,181K shares for 4Q08.



VANGUARD INTERNATIONAL SEMICONDUCTOR CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the Three Months Ended March 31, 2009 and 2008
(Figures in Million of New Taiwan Dollars (NTD) and U.S. Dollars (USD))*

	3 MTHS 2009		3 MTHS 2008
	USD	NTD	NTD
Cash Flows from Operating Activities:			
Net Income	(25)	(832)	766
Depreciation & Amortization	27	920	779
Investment (gain) loss recognized by equity method	0	12	9
Impairment loss on long-term stock investment	0	13	0
Gain on disposal of properties - net	0	6	(4)
Deferred income tax assets	(0)	(1)	29
Changes in working capital & others	(9)	(298)	(15)
Net Cash Provided by Operating Activities	(5)	(180)	1,564
Cash Flows from Investing Activities:			
(Increase) decrease in financial assets	0	0	73
Acquisitions of properties	(8)	(286)	(2,636)
Acquisitions of long-term stock investments	0	0	(17)
Proceeds from disposal of financial assets	0	0	98
Proceeds from disposal of properties	0	0	4
Increase in pledged time deposit	(2)	(75)	0
Increase in deferred charges	(0)	(0)	(7)
Net Cash Used in Investing Activities	(11)	(362)	(2,486)
Cash Flows from Financing Activities:			
Increase (Decrease) in guarantee deposits in	(0)	(0)	29
Proceeds from exercise of employee stock options	0	0	9
Net Cash Provided by (Used in) Financing Activities	(0)	(0)	38
Net Decrease in Cash and Cash Equivalents	(16)	(541)	(884)
Effect of Exchange Rate Changes	0	6	(12)
Cash and Cash Equivalents, Beginning of Period	126	4,273	6,737
Cash and Cash Equivalents, End of Period	110	3,738	5,841

* New Taiwan Dollar amounts have been translated into U.S. Dollars at the rate of NT\$33.87 per U.S. Dollar, the weighted average exchange rate for the three months of 2009.