

Danen 1H 2010 Financial Report

Taoyuan, Taiwan, R.O.C. – August 30, 2010 - DANEN (TWSE: 3686) announced its financial report of 1H 2010. The revenue in the first-half of 2010 was NT\$1347 million , gross profit achieved NT\$300 million (22.3% of sales revenue), and net profit was NT\$202 million (15.0% of sales revenue). EPS was greatly improved up to NT\$1.44 per share, compared with -NT\$1.35 per share loss in the same period of 2009.

Due to customers' strong demand, capacity kept fully loaded Q2'2010. On a quarterly base, sales revenue achieved NT\$737 million during Q2'10, increased by 21% compared with Q1, net profit was NT\$124 million, improved by 59% compared with Q1. With net margin at 16.8% of Q2'10, quarterly base EPS was also improved up to NT\$0.88 per share.

The Operating Result of 1H'10

Unit: NT'000

	Y2010			Y2009
	Q1	Q2	1H	1H
Sales Revenue	610,277	736,844	1,347,121	496,698
Net profit	77,818	124,096	201,914	(122,508)
Net profit %	12.8%	16.8%	15.0%	(24.7%)
EPS(NTD)	0.56	0.88	1.44	(1.35)

It's expected that the demand will keep strongly through the second half, the supply of solar wafer will still be short, and the backlog order of Danen has been confirmed to early of next year. Danen's expansion of plant II can contribute to the sales from Sep. 2010, as the new capacity bring up smoothly, it's expected that the sales volume will grow significantly in the coming months, the revenue and profitability will be able to hit new record high continuously during the 2nd half of 2010.