

**MITAC INTERNATIONAL CORP.**  
**INCOME STATEMENT**  
**FOR THE THREE MONTHS ENDED MAR. 31, 2004 AND 2003**  
(Expressed in thousand of New Taiwan Dollors, expect for EPS)

	<u>1Q 2004</u>	<u>1Q 2003</u>
Operating revenues - net	11,131,941	8,813,043
Operating cost	<span style="color: red;">(10,287,238)</span>	<span style="color: red;">(8,190,104)</span>
Gross profit	844,703	622,939
Operating expenses		
Selling expenses	<span style="color: red;">(260,162)</span>	<span style="color: red;">(176,587)</span>
Administrative expenses	<span style="color: red;">(89,738)</span>	<span style="color: red;">(91,155)</span>
Research and development expenses	<span style="color: red;">(264,755)</span>	<span style="color: red;">(247,183)</span>
Total operating expenses	<span style="color: red;">(614,655)</span>	<span style="color: red;">(514,925)</span>
Operating income	230,048	108,014
Non-operating income and expenses - net	237,393	67,417
Income before income tax	467,441	175,431
Income tax	<span style="color: red;">(16,372)</span>	0
Net income	<u>451,069</u>	<u>175,431</u>
EPS(NTD)	<u>0.44</u>	<u>0.17</u>

\*Have been reviewed by external auditor