

English Translations of Financial Statements Originally Issued in Chinese
ASUSTEK COMPUTER INC.
NON-CONSOLIDATED STATEMENTS OF INCOME (Unaudited)
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2007 AND 2006
(Expressed in New Taiwan Thousand Dollars except for Earnings Per Share)

	Notes	2007	2006
NET SALES	II,V	\$426,855,666	\$234,123,975
COST OF SALES	IV.16,V	(396,591,333)	(216,634,400)
GROSS PROFIT		30,264,333	17,489,575
LESS: UNREALIZED GROSS PROFIT	II, IV.7	(1,527,844)	(741,563)
ADD: REALIZED GROSS PROFIT	II, IV.7	890,117	426,204
REALIZED GROSS PROFIT		29,626,606	17,174,216
OPERATING EXPENSES	IV.16,V	(16,349,153)	(11,636,790)
OPERATING INCOME		13,277,453	5,537,426
NON-OPERATING INCOMES AND GAINS			
Interest income	V	659,047	319,029
Investment income	II, IV.7	8,905,592	8,616,319
Dividends income		279,097	354,447
Gain on disposal of assets	II,V	6,751	22,085
Gain on disposal of investments	II	104,625	130,299
Gain on foreign exchange	II	428,122	333,468
Gain on financial liability evaluated	II, IV.11	57,600	-
Others	V	1,871,736	1,322,245
Total		12,312,570	11,097,892
NON-OPERATING EXPENSES AND LOSSES			
Interest expense	IV.11	179,986	31
Loss on disposal of assets	II	46,348	2,236
Loss on physical inventory		34,739	23,294
Loss on financial assets evaluated	II	1,798	8,894
Others	V	191,193	9,019
Total		454,064	43,474
INCOME BEFORE INCOME TAX		25,135,959	16,591,844
INCOME TAX EXPENSE	II, IV.17	(4,121,135)	(3,356,796)
INCOME FROM CONTINUING OPERATIONS		21,014,824	13,235,048
EFFECT OF CHANGES IN ACCOUNTING PRINCIPLES	III	-	8,903
NET INCOME		\$21,014,824	\$13,243,951
PRIMARY EARNINGS PER SHARE			
INCOME FROM CONTINUING OPERATIONS	II, IV.18	\$5.74	\$3.64
EFFECT OF CHANGES IN ACCOUNTING PRINCIPLES		-	0.00
NET INCOME		\$5.74	\$3.64
DILUTED EARNINGS PER SHARE			
INCOME FROM CONTINUING OPERATIONS		\$5.46	\$3.53
EFFECT OF CHANGES IN ACCOUNTING PRINCIPLES		-	0.00
NET INCOME		\$5.46	\$3.53

The accompanying notes are an integral part of the financial statements.

English Translations of Financial Statements Originally Issued in Chinese
ASUSTEK COMPUTER INC.
NON-CONSOLIDATED BALANCE SHEETS (Unaudited)
SEPTEMBER 30, 2007 AND 2006
(Expressed in New Taiwan Thousand Dollars)

ASSETS	Notes	2007	2006	LIABILITIES AND STOCKHOLDERS' EQUITY	Notes	2007	2006
CURRENT ASSETS				CURRENT LIABILITIES			
Cash and cash equivalents	II, IV.1	\$19,584,130	\$5,270,454	Notes payable	V	\$79,947	\$280,260
Financial assets at fair value through profit or loss-current	II, IV.2	3,692,758	330,009	Accounts payable		105,452,910	62,419,760
Notes receivable-Net	II, IV.3, V	4,031	404	Accounts payable-affiliated company	II, V	1,660,150	10,761,905
Accounts receivable-Net	II, IV.3	50,619,368	29,148,988	Income tax payable	II, IV.17	4,468,391	2,666,843
Accounts receivable-affiliated company-Net	II, IV.3, V	48,223,869	26,638,804	Accrued expenses	II, V	28,744,034	16,118,952
Other receivable-Net	II	2,473,482	2,703,569	Other payables-affiliated company	V	206,149	-
Inventories-Net	II, IV.4	72,087,894	59,002,506	Other payables	V	825,544	544,123
Prepayments	V	189,202	156,391	Receipts in advance	V	2,949,810	2,779,408
Other current assets		59,820	3,326	Other current liabilities		71,110	71,594
Deferred income tax assets-current	II, IV.17	806,248	529,601	Total Current Liabilities		144,458,045	95,642,845
Total Current Assets		197,740,802	123,784,052				
LONG-TERM INVESTMENTS				LONG-TERM DEBT			
Available-for-sale financial assets-noncurrent	II, IV.5	7,231,693	6,725,574	Financial liabilities at fair value through profit or loss-noncurrent	II, IV.11	90,000	-
Financial assets evaluated by cost method-noncurrent	II, IV.6	264,328	100,001	Bonds payable	II, IV.11	15,420,251	6,758,443
Long-term investments evaluated by equity method	II, IV.7	100,040,135	87,778,158	Total Long-term Debt		15,510,251	6,758,443
Total Long-term Investments		107,536,156	94,603,733				
PROPERTY, PLANT AND EQUIPMENT				OTHER LIABILITIES			
Land	II, IV.8, V	3,238,133	3,090,708	Deposits received	V	15,906	15,173
Buildings and equipment		4,248,912	4,373,475	Deferred credits	II, IV.7	1,697,434	943,387
Machinery and equipment		1,280,836	1,756,320	Deferred income tax liabilities-noncurrent	II, IV.17	1,279,452	1,108,347
Instrument equipment		1,515,628	1,160,342	Total Other Liabilities		2,992,792	2,066,907
Transportation equipment		39,122	40,222	Total Liabilities		162,961,088	104,468,195
Office equipment		18,079	20,716				
Miscellaneous equipment		600,396	528,936	STOCKHOLDERS' EQUITY			
Warehousing equipment		34,932	36,512	Capital stock	IV.12	37,085,068	34,070,702
Total Costs		10,976,038	11,007,231	Additional paid-in capital	IV.13		
Less: Accumulated depreciation		(2,560,979)	(2,665,342)	Premium on capital stock		20,213,813	17,813,532
Add: Prepayments on purchase of equipment		182,576	322,114	Premium on conversion of bonds		4,984,054	3,111,798
Property, Plant and Equipment-Net		8,597,635	8,664,003	Treasury stock transactions		617	617
				Others		1,671,924	795,852
				Total additional paid-in capital		26,870,408	21,721,799
OTHER ASSETS				Retained earnings			
Assets held for lease	IV.9	194,888	250,106	Legal reserve	IV.14	14,502,228	12,580,095
Refundable deposits	V, VI	306,210	269,733	Special reserve	IV.15	-	614,571
Deferred charges	II	1,205,396	1,085,575	Unappropriated earnings	IV.15	71,519,444	54,186,547
Accounts receivable-overdue	II, IV.10	-	24	Total retained earnings		86,021,672	67,381,213
Long-term accounts receivable-affiliated company	II, IV.3, V	5,959	321,637				
Others		107,435	166,447	Other adjustments of stockholders' equity			
Total Other Assets		1,819,888	2,093,522	Translation adjustments	II	608,814	277,782
TOTAL ASSETS		\$315,694,481	\$229,145,310	Unrecognized loss on pension cost	II	1	-
				Unrealized profit/(loss) of financial assets	II	2,147,430	1,225,619
				Total other adjustments of stockholders' equity		2,756,245	1,503,401
				Total Stockholders' Equity		152,733,393	124,677,115
				TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		\$315,694,481	\$229,145,310

The accompanying notes are an integral part of the financial statements.

English Translations of Financial Statements Originally Issued in Chinese
ASUSTEK COMPUTER INC.
NON-CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2007 AND 2006
(Expressed in New Taiwan Thousand Dollars)

	2007	2006		2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES:			CASH FLOWS FROM INVESTING ACTIVITIES:		
Net income	\$21,014,824	\$13,243,951	Purchases of investments	(5,286,610)	(9,566,836)
Adjustments to reconcile net income to net cash provided by operating activities:			Return of capital from investees	-	4,159
Exchange (gain)/loss from foreign currency deposits transaction	(251,087)	10,744	Proceeds from disposal of investments	127,484	181,586
Depreciation	470,611	481,854	(Increase)/Decrease in refundable deposits	(38,859)	70,215
Amortization	511,595	371,227	Purchase of property, plant and equipment	(477,041)	(658,869)
Depreciation from assets held for lease	4,048	1,589	Proceeds from disposal of property, plant and equipment	82,477	77,425
Gain on disposal of assets	(6,751)	(22,085)	(Increase)/Decrease in deferred charges	(481,418)	(579,612)
Loss on disposal of assets	46,348	2,236	Proceeds from disposal of deferred charges	1,104	9,256
Property and equipment transferred to other accounts	4,938	171,333	(Increase)/Decrease in other assets	(27,298)	(86,251)
Loss on obsolescence of property, plant and equipment	3,676	1,651	Net cash used in investing activities	<u>(6,100,161)</u>	<u>(10,548,927)</u>
Deferred charges transferred to other accounts	-	10,943	CASH FLOWS FROM FINANCING ACTIVITIES:		
Gain on disposal of investment	(68,057)	(84,360)	Increase/(Decrease) in short-term loans	-	(120)
Exchange gain on disposal of investment	-	(5,800)	Payments for bonus to employees, directors and supervisors	(276,645)	(286,659)
Investment income under equity method	(8,905,592)	(8,616,319)	Payments for cash dividends	(5,118,124)	(3,040,064)
Cash dividends distributed by the investee companies under equity method	6,183,397	2,805,263	Increase/(Decrease) in deposits received	538	21
Loss/(Gain) on foreign exchange of bonds payable	19,348	(14,230)	Net cash used in financing activities	<u>(5,394,231)</u>	<u>(3,326,822)</u>
Amortization of discount/(premium) on bonds	173,634	(5,551)	Effects of changes in exchange rate	251,087	(10,744)
Gain on financial liabilities evaluated	(57,600)	-	NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	8,792,294	(5,303,698)
Amortization of deferred issuing cost of bonds	6,647	7,889	CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD	10,791,836	10,574,152
Changes in operating assets and liabilities:			CASH AND CASH EQUIVALENTS, END OF THE PERIOD	<u>\$19,584,130</u>	<u>\$5,270,454</u>
(Increase)/Decrease in financial assets at fair value through profit or loss-current	525,961	8,767,371	SUPPLEMENTAL DISCLOSURES OF CASH FLOWS INFORMATION:		
(Increase)/Decrease in notes receivable-net	(3,996)	2,857	Cash paid during the period for:		
(Increase)/Decrease in accounts receivable-net	30,330,829	(3,653,169)	Interest	<u>\$1,719</u>	<u>\$-</u>
(Increase)/Decrease in accounts receivable-affiliated company-net	(27,070,969)	(4,545,851)	Income tax	<u>\$3,799,052</u>	<u>\$2,874,454</u>
(Increase)/Decrease in other receivable-net	(846,375)	504,892	INVESTING AND FINANCING ACTIVITIES NOT AFFECTING CASH FLOWS :		
(Increase)/Decrease in inventories-net	540,067	(12,216,862)	The retroactive adjustments under pooling method for acquisition	<u>\$-</u>	<u>\$5,462,853</u>
(Increase)/Decrease in prepayments	(26,820)	(14,681)	Bonds payable converted to capital stock	<u>\$2,183,405</u>	<u>\$3,270,951</u>
(Increase)/Decrease in other current assets (not including pledged time deposits)	(59,820)	108,862	Bonus appropriated to employees	<u>\$550,938</u>	<u>\$459,155</u>
(Increase)/Decrease in accounts receivable-overdue	24	55,166	Stock swap for capital reduction from investees	<u>\$-</u>	<u>\$46,960</u>
(Increase)/Decrease in long-term accounts receivable-affiliated company	(3,494)	(319,630)	New shares issued to swap shares of other company	<u>\$2,698,526</u>	<u>\$-</u>
(Increase)/Decrease in deferred income tax assets-current	(348,228)	(347,064)	Property, plant and equipment transferred to assets held for lease	<u>\$178,858</u>	<u>\$-</u>
Increase/(Decrease) in deferred income tax liabilities-noncurrent	(239,300)	704,397			
Increase/(Decrease) in notes payable	(113,961)	(136,040)			
Increase/(Decrease) in accounts payable	(3,583,263)	7,588,420			
Increase/(Decrease) in accounts payable-affiliated company	(7,346,955)	(6,698,622)			
Increase/(Decrease) in accrued expenses	7,190,613	9,864,435			
Increase/(Decrease) in other payables-affiliated company	206,149	-			
Increase/(Decrease) in other payables	(195,047)	(525,886)			
Increase/(Decrease) in income tax payable	909,611	125,009			
Increase/(Decrease) in receipts in advance	447,078	720,251			
Increase/(Decrease) in other current liabilities	(19,217)	(48,741)			
(Increase)/Decrease in compensating interest receivable	(44,994)	(28,013)			
Increase/(Decrease) in deferred credits	637,727	315,359			
Net cash provided by operating activities	<u>20,035,599</u>	<u>8,582,795</u>			

The accompanying notes are an integral part of the financial statements.