



SerComm Corporation

8F, No. 3-1, YuanQu St. (Nankang Software Industry Park) Taipei 115, Taiwan
Tel: 886-2-26553988 | Fax: 886-2-66158898 | <http://www.sercomm.com>

SerComm Announces 3rd Quarter Financial Results

Taipei, Taiwan, 30th October 2012- SerComm Corporation (TSE: 5388), a leading manufacturer of broadband and wireless networking equipments, today announced financial results for the third quarter of year 2012.

On consolidated basis, net sales from January to September of year 2012 were reported as NT\$15 billion, which represents a 60.4% increase over NT\$9.35 billion for the first three quarters of 2011. Income before tax for the first three quarters of 2012 were NT\$772 million, which represents a 48.7% year-over-year increase over NT\$519 million for the same period last year. Net income from January to September of year 2012 were NT\$635 million, which also represents a 46.7% increase compared to NT\$433 million for the same period last year. Based on 192 million weighted average shares outstanding, earnings per share (EPS) for the first three quarters of year 2012 were reported as NT\$3.30.

Consolidated net sales for the third quarter of year 2012 were NT\$5.54 billion, which represents a 61.5% increase compared to NT\$3.43 billion for 3Q'11. Income before tax for 3Q'12 were NT\$291 million, which represents a 80.7% year-over-year increase over NT\$161 million for the third quarter of year 2011. Net income for 3Q'12 were NT\$242 million, which also represents a 75.4% increase compared to NT\$138 million for the same period last year. Based on 192 million weighted average shares outstanding, EPS were reported as NT\$1.26 for the 3rd quarter of year 2012.

Table 1: Cumulative Income Statement (Consolidated)

(In NT\$MN)	JAN.-SEP.'12		JAN.-SEP.'11		Change
	Amount	%	Amount	%	
Net Revenue	14,998	100.0%	9,349	100.0%	60.4%
Cost of Goods Sold	12,679	84.5%	7,914	84.7%	60.2%
Gross Profit	2,319	15.5%	1,435	15.3%	61.6%
Operating Expenses	1,491	10.0%	1,032	11.0%	44.5%
Operating Profit	828	5.5%	403	4.3%	105.5%
Non-operating Income	52	0.3%	171	1.8%	-69.6%
Non-operating Expenses	108	0.7%	55	0.6%	96.4%
Income before Tax	772	5.1%	519	5.5%	48.7%
Net Income	635	4.2%	433	4.6%	46.7%
EPS (NTD\$1)*	3.30		2.45		

* Based on weighted average shares outstanding: 192,238 thousand shares for 3Q 2012 and 177,094 thousand shares for 3Q 2011.

Table 2: Consolidated Balance Sheet

(In NT\$MN)	September 30, 2012		September 30, 2011	
	Amount	%	Amount	%
Cash Equivalents	3,740	29%	3,551	30%
A/R	2,424	19%	2,527	21%
Inventory	2,152	17%	2,097	18%
Long-term Investment	218	2%	108	1%
Fixed Assets	2,988	23%	2,194	19%
Other Assets	1,321	10%	1,315	11%
Total Assets	12,843	100%	11,792	100%
Loan	1,957	15%	2,565	22%
A/P	4,103	32%	3,874	33%
Leasehold Payable	337	3%	354	3%
Corporate Bonds Payable	1,280	10%	967	8%
Other Payable	1,462	11%	925	8%
Total Liabilities	9,139	71%	8,685	74%
Stockholders' Equity	3,704	29%	3,107	26%

About SerComm Corporation

SerComm Corporation is a worldwide leading manufacturer of broadband and wireless networking equipments. Founded in 1992, SerComm has been focusing on developing embedded solutions to make networking simple and affordable. Headquartered in Taipei, Taiwan, SerComm's global operation network covers markets of North America, Europe and Asia Pacific, and its customer base includes the world's top OEMs, telecommunication vendors and system integrators. Listed on Taiwan Stock Exchange (TSE:5388), SerComm posted sales revenue of NT\$13.24 BN in 2011 (approximately US\$437.03 MN). For more information, please visit www.sercomm.com

#

Investor Relations Contact

Charlton Chen
Spokesperson
Phone : 886-2-2655-3988
Fax : 886-2-6615-8898

Grace Liao
Project Manager
Phone : 886-2-2655-3988 ext. 2103
Fax : 886-2-6615-8898
Email : ir@sercomm.com