INOTERA MEMORIES, INC.
667,Fuhsing 3Rd., Hwa-Ya Technology Park
Kueishan, Taoyuan, Taiwan
Tel 886-3-327-2988
www.inotera.com

Press Release

Inotera Reports First Quarter 2015 Results

Taoyuan, Taiwan (R.O.C.), April 28th, 2015 – Inotera Memories, Inc. (TWSE: 3474) today announced consolidated sales revenues of NTD 18,454 million, net income of NTD 7,269 million and earnings per share of NTD 1.11 based on weighted average outstanding shares of 6,543 million for the first quarter ended March 31st, 2015. Gross margin for the quarter was 50%, operating margin was 47%, and net margin was 39%. All numbers are un-audited.

The 11% decrease in sales quarter-on-quarter was mainly due to lower wafer shipments and a decline in average sales revenues per wafer. Bit shipments in the first quarter decreased by 6.5% quarter-on-quarter as a result of a lower volume of wafer shipments and an increased mix of DDR4. Overall non-PC DRAM shipments accounted for 65% of the company's total revenues. The company expects its bit shipments to be flat to slightly up for the second quarter sequentially, and the portion of 30nm DDR4 DRAM will reach 40% of total output by the third quarter of 2015.

Inotera is on track to start 20nm ramp in the second quarter, and its first volume products in that technology include a 8Gb low-power DDR4 DRAM, a 8Gb GDDR5 DRAM and a 4Gb DDR3 DRAM. The company expects to introduce a multiple product portfolio through implementation of 20nm migration, and will convert about 80% of its total wafer-start capacity to 20nm technology by the end of this year.

Capital expenditures for year 2015 remain the same as previous guidance of approximately NTD 50 billion.

About Inotera

Inotera Memories, Inc. was incorporated on January 23rd, 2003. Inotera's production facilities are designed to manufacture high-density and high-performance DRAM（Dynamic Random Access Memory）products using state-of-the-art technology. The combination of world-leading technology transferred from its technology partner and local cost-efficiency in mass production has resulted in an innovative company that is highly productive, highly competitive and at the leading edge in the DRAM industry. For more information, please visit Inotera's IR Website：http://ir.inotera.com

Financial Summary *(1Q'15 consolidated results are un-audited)*

Unit: Million NT$, except for EPS in NT$	1Q'15	4Q'14	QoQ	YoY	1Q'14
Operating Revenues	**18,454**	**20,629**	***-11%***	***-9%***	**20,224**
Gross Profit (Loss)	**9,190**	**11,352**	***-19%***	***-16%***	**10,933**
G&A Expenses	(84)	(97)	*13%*	*-18%*	(71)
R&D Expenses	(403)	(422)	*5%*	*-192%*	(138)
Total Operating Expenses	(487)	(519)	*6%*	*-132%*	(210)
Operating Income (Loss)	**8,703**	**10,833**	***-20%***	***-19%***	**10,724**
Non-operating income (Expense)	(491)	2,362	*N/M*	*N/M*	522
Income (Loss) before Income Tax	**8,212**	**13,195**	***-38%***	***-27%***	**11,246**
Income Tax Benefit (Expense)	(943)	6,228	*N/M*	*N/M*	0
Net Income (Loss)	**7,269**	**19,423**	***-63%***	***-35%***	**11,246**
EPS (Loss)	**$1.11**	**$2.97**	***-63%***	***-40%***	**$1.85**
Weighted Average Outstanding Shares *(millions)*	6,543	6,536			6,079

Gross Margin (%)	**50%**	**55%**			**54%**
Operating Margin (%)	**47%**	**53%**			**53%**
Net Margin (%)	**39%**	**94%**			**56%**

Note: A positive percentage value in the columns "QoQ" and "YoY" indicates improvement in 1Q'15, while a negative value indicates the opposite

Spokesperson

Charles Kau, Chairman

IR Contact

Dora Tou, IR / PR Department

Tel. 03-327-2988 Ext. 3935; E-mail：doratou@inotera.com

Press Contact

Ivy Hung, IR / PR Department

Tel. 03-327-2988 Ext. 3371; E-mail：ivyhung@inotera.com