

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\$	<u>1Q'15</u>	<u>4Q'14</u>	<u>QoQ</u>	<u>YoY</u>	<u>1Q'14</u>
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

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Disclaimer

This press release contains some forward-looking statements that are subject to substantial risks and uncertainties. Typically, these statements contain words such as "anticipate," "believe," "could," "estimate," "expect," "intend," "plan," "forecast," "project," "predict," "potential," "continue," "may," "should," "will" and "would" or similar words. You should consider these forward-looking statements carefully because such statements are only our expectations or projections about future events, and actual results may differ materially from those expressed or implied by such statements. The forward-looking statements in this press release include, but are not limited to, growth rates for various markets estimated by a third party source, future products and technology development, widespread market acceptance of the hosted delivery model, future revenue growth and profitability. You should be cautioned that the forward-looking statements are not the guarantees of our future performance. The forward-looking statements contained in this press release are made only as of the date of this press release and we undertake no obligation to update the forward-looking statements to reflect subsequent events or circumstances, except as required by law.

This press release and the information contained herein are the property of Inotera Memories, Inc.