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 2013 Results

Taoyuan, Taiwan (R.O.C.), April 23rd, 2013 – Inotera Memories, Inc. (TWSE: 3474) today announced results for the first quarter of its fiscal year 2013, which ended on March 31st, 2013. The operating loss registered for the quarter was NTD 399 million, and net loss was NTD 613 million, on the back of sales revenues of NTD 8,632 million. The net loss incurred for the quarter is equal to a loss per share of NTD 0.11. Cost of goods sold for the first quarter include idle facility charges of NTD 453 million and a reversal of previous write-downs for the carrying value of work-in-process inventories in the amount of approximately NTD 930 million. All numbers are un-audited, and the loss-per-share calculation is based on weighted average outstanding shares of 5,405 million.

The 5% quarter-on-quarter decrease in the company's sales revenues was mainly due to a 4% decline in average sales revenue per wafer based on average trailing three months of customer's average selling prices for DRAM products under new transfer pricing arrangement. Bit shipments in the first quarter of 2013 were up 6% quarter-on-quarter. The company has made significant improvements in its gross margin and operating margin for the first quarter, compared to the previous quarter, with a profitable month in March.

Currently Inotera's capacity in 30nm technology has reached approximately 100k wafer starts per month. Given mature 30nm production with increasing volume, the company expects its sequential bit shipment growth in the second quarter of 2013 to be in the mid-teens percent range. Furthermore, the company is continuously broadening its portfolio with several 30nm DRAM products for high-end server and automotive applications in the second half year of 2013.

Inotera's capital expenditures on a book-entry basis were NTD 2.1 billion in the first quarter, and guidance for the further 30nm ramp in 2013 remains at NTD 4.5 billion.

On February 20th, 2013, the Board of Directors of the company has approved the issuance of new common shares via a private placement. The execution details are expected to be set by the company's Board Meeting after the approval of shareholders' meeting scheduled on May 10th, 2013.

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

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 partners 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'13 results are un-audited)*

Unit: Million NT$, except for EPS in NT$	1Q'13	4Q'12	QoQ	YoY	1Q'12
Net Operating Revenues	**8,632**	**9,112**	***-5%***	***9%***	**7,925**
Gross Profit (Loss)	**(269)**	**(3,343)**	***92%***	***93%***	**(3,706)**
G&A Expenses	(69)	(67)	*-3%*	*-5%*	(66)
R&D Expenses	(61)	(83)	*27%*	*72%*	(215)
Total Operating Expenses	(130)	(150)	*13%*	*54%*	(280)
Operating Income (Loss)	**(399)**	**(3,493)**	***89%***	***90%***	**(3,986)**
Non-operating income (Expense)	(214)	(227)	*6%*	*54%*	(466)
Income (Loss) before Income Tax	**(613)**	**(3,720)**	***84%***	***86%***	**(4,452)**
Income Tax Benefit (Expense)	0	0	*N/M*	*N/M*	0
Net Income (Loss)	**(613)**	**(3,720)**	***84%***	***86%***	**(4,452)**
EPS (Loss)	**($0.11)**	**($0.69)**	***84%***	***88%***	**($0.92)**
Weighted Average Outstanding Shares *(millions)*	5,405	5,267			4,851
Gross Margin (%)	**-3%**	**-37%**			**-47%**
Operating Margin (%)	**-5%**	**-38%**			**-50%**
Non-operating Income (Expense) (%)	-2%	-2%			-6%
Income Tax Benefit (Expense) (%)	0%	0%			0%
Net Margin (%)	**-7%**	**-41%**			**-56%**

Note: A positive percentage value in the columns "QoQ" and "YoY" indicates improvement in 1Q'13, while a negative value indicates the opposite

Spokesperson

Charles Kau, Chairman

Press Contact

Ivy Hung, IR / PR Department

Tel. 03-327-2988 Ext. 3371

E-mail：ivyhung@inotera.com