

ASM INTERNATIONAL N.V.
CONSOLIDATED STATEMENTS OF OPERATIONS

(thousands, except earnings per share data)	In Euro			
	Three months ended June 30,		Six months ended June 30,	
	2007	2008	2007	2008
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Net sales	254,714	209,400	464,805	406,479
Cost of sales	(157,815)	(128,179)	(295,147)	(248,836)
Gross profit	96,899	81,221	169,658	157,643
Operating expenses:				
Selling, general and administrative	(32,923)	(31,793)	(62,800)	(60,919)
Research and development	(21,466)	(18,420)	(41,254)	(37,283)
Amortization of other intangible assets	(139)	(117)	(283)	(243)
Impairment of goodwill	-	(1,395)	-	(1,395)
Total operating expenses	(54,528)	(51,725)	(104,337)	(99,840)
Earnings from operations	42,371	29,496	65,321	57,803
Net interest expense	(1,000)	(945)	(2,026)	(1,744)
Expense resulting from early extinguishment of debt	(5,910)	-	(5,910)	-
Foreign currency exchange losses (gains)	(783)	(525)	(724)	402
Earnings before income taxes and minority interest	34,678	28,026	56,661	56,461
Income tax expense	(4,028)	(3,882)	(6,158)	(7,859)
Earnings before minority interest	30,650	24,144	50,503	48,602
Minority interest	(15,747)	(14,548)	(24,443)	(26,367)
Net earnings	14,903	9,596	26,060	22,235
Dividend preferred shares	-	(2)	-	(2)
Net earnings to common shareholders	14,903	9,594	26,060	22,233
Net earnings per share:				
Basic net earnings	0.28	0.19	0.48	0.42
Diluted net earnings (1)	0.26	0.18	0.46	0.41
Weighted average number of common shares used in computing per share amounts (in thousands):				
Basic	53,986	51,852	53,930	52,823
Diluted (1)	65,767	61,915	65,968	62,787

(1) The calculation of diluted net earnings per share reflects the potential dilution that could occur if securities or other contracts to issue common stock were exercised or converted into common stock or resulted in the issuance of common stock that then shared in earnings of the Company. Only instruments that have a dilutive effect on net earnings are included in the calculation. The assumed conversion results in adjustment in the weighted average number of common shares and net earnings due to the related impact on interest expense. The calculation is done for each reporting period individually.

ASM INTERNATIONAL N.V.
CONSOLIDATED BALANCE SHEETS

(thousands, except share data)	In Euro	
	December 31,	June 30,
Assets	2007	2008
		(unaudited)
Cash and cash equivalents	167,923	152,285
Accounts receivable, net	229,160	198,731
Inventories, net	205,504	201,402
Income taxes receivable	117	92
Deferred tax assets	4,062	4,480
Other current assets	26,786	32,381
Total current assets	633,552	589,371
Debt issuance costs	2,316	1,764
Deferred tax assets	951	943
Other intangible assets	4,251	5,077
Goodwill, net	49,621	44,484
Property, plant and equipment, net	149,642	140,427
Total Assets	840,333	782,066
Liabilities and Shareholders' Equity		
Notes payable to banks	16,677	17,046
Accounts payable	99,046	78,968
Accrued expenses	68,076	62,318
Advance payments from customers	10,039	11,373
Deferred revenue	12,377	9,391
Income taxes payable	19,686	20,517
Current portion of long-term debt	15,438	13,684
Total current liabilities	241,339	213,297
Pension liabilities	3,872	3,751
Deferred tax liabilities	799	682
Long-term debt	15,828	13,031
Convertible subordinated debt	138,993	125,217
Total Liabilities	400,831	355,978
Minority interest	120,624	117,399
Shareholders' Equity:		
Common shares		
Authorized 110,000,000 shares, par value € 0.04, issued and outstanding 54,005,214 and 54,251,471 shares	2,160	2,170
Financing preferred shares, issued none	-	-
Preferred shares, issued and outstanding none and 21,985 shares	-	220
Capital in excess of par value	319,657	323,304
Treasury shares at cost	(3,985)	(32,950)
Retained earnings	73,965	95,975
Accumulated other comprehensive loss	(72,919)	(80,030)
Total Shareholders' Equity	318,878	308,689
Total Liabilities and Shareholders' Equity	840,333	782,066

ASM INTERNATIONAL N.V.
CONSOLIDATED STATEMENTS OF CASH FLOWS

(thousands)	In Euro			
	Three months ended June 30,		Six months ended June 30,	
	2007	2008	2007	2008
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Increase (decrease) in cash and cash equivalents:				
Cash flows from operating activities:				
Net earnings	14,903	9,596	26,060	22,235
Adjustments to reconcile net earnings to net cash from operating activities:				
Depreciation property, plant and equipment	8,345	7,739	16,729	15,661
Amortization of other intangible assets	344	360	695	731
Impairment of goodwill	-	1,395	-	1,395
Amortization of debt issuance costs	222	260	454	433
Compensation expense employee stock option plan	458	455	816	880
Compensation expense employee share incentive scheme ASMPT	2,537	2,233	3,219	3,094
Deferred income taxes	358	(303)	(76)	(593)
Expense resulting from early extinguishment of debt	5,910	-	5,910	-
Minority interest	15,747	14,548	24,443	26,367
Changes in other assets and liabilities:				
Accounts receivable	(44,417)	(1,461)	(47,980)	21,697
Inventories	(7,018)	6,123	(23,028)	(5,325)
Other current assets	(5,460)	(690)	(10,068)	(7,116)
Accounts payable and accrued expenses	24,854	(9,068)	24,092	(19,362)
Advance payments from customers	(1,867)	(1,899)	1,917	2,162
Deferred revenue	719	(3,167)	3,779	(2,883)
Pension liabilities	122	41	247	122
Income taxes	3,241	3,378	3,648	1,948
Net cash provided by operating activities	18,998	29,540	30,857	61,446
Cash flows from investing activities:				
Capital expenditures	(16,259)	(6,852)	(22,405)	(16,617)
Purchase of other intangible assets	(146)	(1,638)	(482)	(1,814)
Proceeds from sale of property, plant and equipment	9	441	106	2,977
Net cash used in investing activities	(16,396)	(8,049)	(22,781)	(15,454)
Cash flows from financing activities:				
Notes payable to banks, net	(901)	256	(1,726)	506
Proceeds of long-term debt and subordinated debt	1,204	-	1,204	-
Repayments of long-term debt and subordinated debt	(22,891)	(2,663)	(24,234)	(4,392)
Purchase of treasury shares	(3,495)	(30,914)	(3,495)	(32,018)
Proceeds from issuance of preferred shares	-	220	-	220
Proceeds from issuance of common shares and exercise of stock options	2,269	918	3,570	952
Dividend to minority shareholders	(20,920)	(22,341)	(20,920)	(22,341)
Net cash used in financing activities	(44,734)	(54,524)	(45,601)	(57,073)
Exchange rate effects	(1,980)	(1,205)	(2,919)	(4,557)
Net increase (decrease) in cash and cash equivalents	(44,112)	(34,238)	(40,444)	(15,638)
Cash and cash equivalents at beginning of period	197,540	186,523	193,872	167,923
Cash and cash equivalents at end of period	153,428	152,285	153,428	152,285
Supplemental disclosures of cash flow information				
Cash paid during the period for:				
Interest, net	3,196	2,476	2,210	1,815
Income taxes, net	428	806	2,586	6,503
Non cash investing and financing activities:				
Conversion of subordinated debt into 349,286 common shares	-	4,656	-	4,656

ASM INTERNATIONAL N.V.
DISCLOSURE ABOUT SEGMENTS AND RELATED INFORMATION (1/2)

The Company organizes its activities in two operating segments, Front-end and Back-end.

The Front-end segment manufactures and sells equipment used in wafer processing, encompassing the fabrication steps in which silicon wafers are layered with semiconductor devices. The segment is a product driven organizational unit comprised of manufacturing, service, and sales operations in Europe, the United States, Japan and Southeast Asia.

The Back-end segment manufactures and sells equipment and materials used in assembly and packaging, encompassing the processes in which silicon wafers are separated into individual circuits and subsequently assembled, packaged and tested. The segment is organized in ASM Pacific Technology Ltd., in which the Company holds a majority interest of 53.10% at June 30, 2008, whilst the remaining shares are listed on the Stock Exchange of Hong Kong. The segment's main operations are located in Hong Kong, Singapore, the People's Republic of China and Malaysia.

(thousands)	In Euro		
	Front-end	Back-end	Total
	(unaudited)	(unaudited)	(unaudited)
Three months ended June 30, 2007			
Net sales to unaffiliated customers	120,413	134,301	254,714
Gross profit	38,546	58,353	96,899
Earnings from operations	5,495	36,876	42,371
Net interest income (expense)	(1,632)	632	(1,000)
Expense resulting from early extinguishment of debt	(5,910)	-	(5,910)
Foreign currency transaction losses	(264)	(519)	(783)
Income tax expense	(791)	(3,237)	(4,028)
Minority interest	-	(15,747)	(15,747)
Net earnings (loss)	(3,102)	18,005	14,903
Capital expenditures and purchase of intangible assets	4,681	11,724	16,405
Depreciation and amortization	4,157	4,532	8,689
Three months ended June 30, 2008			
Net sales to unaffiliated customers	77,170	132,230	209,400
Gross profit	24,592	56,629	81,221
Earnings from operations	(5,754)	35,250	29,496
Net interest income (expense)	(1,150)	205	(945)
Foreign currency transaction gains (losses)	(19)	(506)	(525)
Income tax benefit (expense)	121	(4,003)	(3,882)
Minority interest	-	(14,548)	(14,548)
Net earnings (loss)	(6,802)	16,398	9,596
Dividend preferred shares	(2)	-	(2)
Net earnings (loss) to common shareholders	(6,804)	16,398	9,594
Capital expenditures and purchase of intangible assets	3,491	4,999	8,490
Depreciation and amortization	3,626	4,473	8,099
Impairment of goodwill	1,395	-	1,395

ASM INTERNATIONAL N.V.
DISCLOSURE ABOUT SEGMENTS AND RELATED INFORMATION (2/2)

(thousands, except headcount)	In Euro		
	Front-end	Back-end	Total
Six months ended June 30, 2007	(unaudited)	(unaudited)	(unaudited)
Net sales to unaffiliated customers	236,690	228,115	464,805
Gross profit	73,443	96,215	169,658
Earnings from operations	8,934	56,387	65,321
Net interest income (expense)	(3,563)	1,537	(2,026)
Expense resulting from early extinguishment of debt	(5,910)	-	(5,910)
Foreign currency transaction gains (losses)	(804)	80	(724)
Income tax expense	(545)	(5,613)	(6,158)
Minority interest	-	(24,443)	(24,443)
Net earnings (loss)	(1,888)	27,948	26,060
Capital expenditures and purchase of intangible assets	5,957	16,930	22,887
Depreciation and amortization	8,436	8,988	17,424
Cash and cash equivalents	86,571	66,857	153,428
Capitalized goodwill	14,034	39,325	53,359
Other intangible assets	4,244	409	4,653
Other identifiable assets	359,299	288,788	648,087
Total assets	464,148	395,379	859,527
Total debt	202,209	194	202,403
Headcount in full-time equivalents (1)	1,881	9,769	11,650
Six months ended June 30, 2008	(unaudited)	(unaudited)	(unaudited)
Net sales to unaffiliated customers	161,048	245,431	406,479
Gross profit	53,144	104,499	157,643
Earnings from operations	(5,541)	63,344	57,803
Net interest income (expense)	(2,368)	624	(1,744)
Foreign currency transaction gains (losses)	(131)	533	402
Income tax benefit (expense)	175	(8,034)	(7,859)
Minority interest	-	(26,367)	(26,367)
Net earnings (loss)	(7,865)	30,100	22,235
Dividend preferred shares	(2)	-	(2)
Net earnings (loss) to common shareholders	(7,867)	30,100	22,233
Capital expenditures and purchase of intangible assets	9,395	9,036	18,431
Depreciation and amortization	7,294	9,098	16,392
Impairment of goodwill	1,395	-	1,395
Cash and cash equivalents	95,157	57,128	152,285
Capitalized goodwill	10,794	33,690	44,484
Other intangible assets	4,442	635	5,077
Other identifiable assets	287,879	292,341	580,220
Total assets	398,272	383,794	782,066
Total debt	168,978	-	168,978
Headcount in full-time equivalents (1)	1,741	10,421	12,162

(1) Headcount includes those employees with a fixed contract, and is exclusive of temporary workers.

ASM INTERNATIONAL N.V.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Basis of Presentation

ASM International N.V. ("ASMI") follows accounting principles in the United States of America ("US GAAP"). Accounting principles applied are unchanged compared to the year 2007.

Principles of Consolidation

The Consolidated Financial Statements include the accounts of ASMI and its subsidiaries, where ASMI holds a controlling interest. The minority interest of third parties is disclosed separately in the Consolidated Financial Statements. All intercompany profits, transactions and balances have been eliminated in consolidation.

ASM INTERNATIONAL N.V.
RECONCILIATION US GAAP - IFRS

Accounting principles under IFRS

ASMI's primary consolidated financial statements are and will continue to be prepared in accordance with US GAAP. However, ASMI is required under Dutch law to report its Consolidated Financial Statements in accordance with International Financial Reporting Standards ("IFRS"). As a result of the differences between IFRS and US GAAP that are applicable to ASMI, the Consolidated Statement of Operations and Consolidated Balance Sheet reported in accordance with IFRS differ from those reported in accordance with US GAAP. The major differences relate to goodwill, minority interest, convertible subordinated notes, development expenses, option plans, pension plans and preferred shares.

The reconciliation between IFRS and US GAAP is as follows:

(thousands, except per share data)	Net earnings		Net earnings	
	Three months ended June 30,		Six months ended June 30,	
	2007	2008	2007	2008
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
US GAAP	14,903	9,596	26,060	22,235
Adjustments for IFRS:				
Classification of minority interest	15,747	14,548	24,443	26,367
Convertible subordinated notes	(3,693)	(1,641)	(5,485)	(3,936)
Development expenses	3,914	2,530	7,451	5,871
Option plans	2	-	6	-
Preferred shares	-	(2)	-	(2)
Total adjustments	15,970	15,435	26,415	28,300
IFRS	30,873	25,031	52,475	50,535
IFRS allocation of net earnings:				
Shareholders	15,126	10,483	28,032	24,168
Minority interest	15,747	14,548	24,443	26,367
Net earnings per share:				
Basic	0.28	0.20	0.52	0.46
Diluted	0.28	0.20	0.52	0.46

(thousands)	Equity		Equity	
	December 31,		June 30,	
	2007		2008	
			(unaudited)	
US GAAP	318,878		308,689	
Adjustments for IFRS:				
Goodwill	(9,569)		(9,005)	
Classification of minority interest	120,624		117,399	
Convertible subordinated notes	17,151		13,215	
Development expenses	29,717		34,351	
Pension plans	747		741	
Preferred shares	-		(220)	
Total adjustments	158,670		156,481	
IFRS	477,548		465,170	