
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549**

FORM 8-K

**CURRENT REPORT
Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934**

**Date of Report (Date of earliest event reported)
November 4, 2010**

AMKOR TECHNOLOGY, INC.

(Exact name of registrant as specified in its charter)

DELAWARE

(State or Other
Jurisdiction of
Incorporation)

000-29472

(Commission File Number)

23-1722724

(IRS Employer
Identification No.)

**1900 SOUTH PRICE ROAD
CHANDLER, AZ 85286**

(Address of Principal Executive Offices, including Zip Code)

(480) 821-5000

(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- ☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - ☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - ☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - ☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 2.02. Results of Operations and Financial Condition.

Attached hereto as Exhibit 99.1 and incorporated by reference herein is financial information for Amkor Technology, Inc. for the three and nine months ended September 30, 2010 and forward-looking statements relating to the fourth quarter of 2010 as presented in a press release dated November 4, 2010. The information in this Form 8-K and the exhibit attached hereto is being furnished and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act") or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, regardless of any general incorporation language in such filing.

Exhibit 99.1 discloses free cash flow for the three months ended September 30, 2010. Free cash flow (which we define as net cash provided by operating activities less purchases of property, plant and equipment) is considered a non-GAAP financial measure. Generally, a non-GAAP financial measure is a numerical measure of a company's performance, financial position, or cash flows that either excludes or includes amounts that are not normally excluded or included in the most directly comparable measure calculated and presented in accordance with generally accepted accounting principles. We believe free cash flow to be relevant and useful information to our investors in assessing our financial operating results as this measure is used by our management in evaluating our liquidity, our ability to service debt and fund capital expenditures. However, this measure should be considered in addition to, and not as a substitute for, or superior to, cash flows or other measures of financial performance prepared in accordance with generally accepted accounting principles, and may not be comparable to similarly titled measures reported by other companies. The non-GAAP measures included in our press release have been reconciled to the nearest GAAP measure as required under SEC rules regarding the use of non-GAAP financial measures.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits.

99.1 Text of Press Release dated November 4, 2010, which is furnished (not filed) herewith.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

AMKOR TECHNOLOGY, INC.

By: /s/ Joanne Solomon
Joanne Solomon
Executive Vice President and Chief Financial Officer

Date: November 4, 2010

EXHIBIT INDEX:

| Exhibit | Description |
|----------------|--|
| 99.1 | Text of Press Release dated November 4, 2010 |



News Release

Amkor Technology Reports Financial Results for the Third Quarter 2010

- Net sales \$794 million
- Gross margin 24%
- Net income \$78 million
- Earnings per diluted share \$0.30

CHANDLER, Ariz. — November 4, 2010 — Amkor Technology, Inc. (NASDAQ: AMKR), a leading provider of semiconductor assembly and test services, today announced financial results for the third quarter ended September 30, 2010, with net sales of \$794 million, net income of \$78 million, and earnings per diluted share of \$0.30.

“Amkor set a new record for sales in the third quarter reflecting solid growth across all of our end markets, with notable strength in the consumer and communications areas,” said Ken Joyce, Amkor’s president and chief executive officer. “Gross margin was lower than expectations primarily due to an unanticipated shift in product mix to packages with higher material content. The lower gross margin, together with a foreign currency loss and increased income tax expense, led to lower than anticipated earnings in the quarter.”

Select financial information for the third quarter 2010 is as follows:

- Net Sales: \$794 million, up 6% from \$749 million in the prior quarter, and up 29% from \$616 million in the third quarter of 2009
- Gross Margin: 24%, compared to 24% in the prior quarter and 25% in the third quarter of 2009
- Net Income: \$78 million, up from \$59 million in the prior quarter, and down from \$81 million in the third quarter of 2009
- Earnings Per Diluted Share: \$0.30, up from \$0.23 in the prior quarter, and down from \$0.31 in the third quarter of 2009

Net sales grew 6% in the third quarter, with ball grid array packages delivering the strongest performance. Unit shipments grew 5%, to 2.9 billion units, principally driven by leadframe packaging services.

“High demand for ball grid array packages in support of gaming and TVs, which have higher material content, contributed to lower than expected gross margin. Gross margin was also compressed by lower than anticipated utilization of some of our leadframe and chip scale capacity as some of our customers in the consumer electronics area adjusted their demand.” said Joanne Solomon, Amkor’s executive vice president and chief financial officer.

“In addition, our earnings were reduced by an \$8 million foreign currency loss, or \$0.03 per diluted share, primarily attributable to the appreciation of the Korean won and the resulting revaluation of Amkor’s Korean employee benefit plan liability. Income taxes were \$5 million higher than expected, or \$0.02 per diluted share, primarily due to higher than anticipated profits in Taiwan,” added Solomon.

“Capital additions were \$171 million during the third quarter, primarily in support of the communications area,” continued Solomon.

Cash and cash equivalents were \$417 million, and total debt was \$1.4 billion, at September 30, 2010.

Selected operating data for the third quarter 2010 is included in a section before the financial tables.

Business Outlook

“As we look ahead to the fourth quarter, demand in the communications market continues to be solid,” said Joyce. “At the same time, we see seasonal softness in demand for gaming and lower demand forecasts by some of our customers in the consumer electronics and networking areas.”

Based upon the currently available information, we have the following expectations for the fourth quarter of 2010:

- Net sales of \$715 million to \$754 million, down 5% to down 10% from the prior quarter
- Gross margin between 22% and 24%
- Net income of \$60 million to \$81 million, or \$0.23 to \$0.31 per diluted share
- Capital additions of approximately \$75 million for the fourth quarter, and \$480 million for the full year, or a full year capital intensity of approximately 16% of net sales

Conference Call Information

Amkor will conduct a conference call on November 4, 2010, at 5:00 p.m. Eastern Daylight Time. This call is being webcast and can be accessed at Amkor’s web site: www.amkor.com. You may also access the call by dialing 877-941-1468. A replay of the call will be made available at Amkor’s web site or by dialing 800-406-7325 (access pass code #4376952). The webcast is also being distributed over Thomson Reuters’ Investor Distribution Network to both institutional and individual investors. Individual investors can listen to the call through Thomson Reuters’ individual investor center at www.companyboardroom.com or by visiting any of the investor sites in Thomson Reuters’ Individual Investor Network. Institutional investors can access the call via Thomson Reuters’ password-protected event management site, Street Events (www.streetevents.com).

About Amkor

Amkor is a leading provider of semiconductor assembly and test services to semiconductor companies and electronics OEMs. More information on Amkor is available from the company's SEC filings and on Amkor's website: www.amkor.com.

Forward-Looking Statement Disclaimer

This press release contains forward-looking statements within the meaning of federal securities laws. All statements other than statements of historical fact are considered forward-looking statements including, without limitation, the statements made regarding our current business outlook for the fourth quarter of 2010, including demand in the communications market, demand for gaming, consumer electronics, and networking, our expected net sales, gross margin, net income, capital additions and capital intensity. These forward-looking statements involve a number of risks, uncertainties, assumptions and other factors that could affect future results and cause actual results and events to differ materially from historical and expected results and those expressed or implied in the forward-looking statements, including, but not limited to, the following:

- the highly unpredictable nature of the semiconductor industry;
 - the effect of the global economy on credit markets, financial institutions, customers, suppliers and consumers;
 - inability to achieve high capacity utilization rates;
 - volatility of consumer demand for products incorporating our semiconductor packages;
 - dependence on key customers;
 - weakness in the forecasts of our customers;
 - customer modification of and follow through with respect to forecasts provided to us;
 - curtailment of outsourcing by our customers;
 - our substantial indebtedness and restrictive covenants;
 - failure to realize sufficient cash flow to fund capital additions;
 - the effects of a recession or other downturn in the U.S. and other economies worldwide;
 - disruptions or deficiencies in our controls resulting from the implementation of our new enterprise resource planning system;
 - the highly unpredictable nature and costs of litigation and other legal activities and the risk of adverse results of such matters;
 - worldwide economic effects of terrorist attacks, natural disasters and military conflict;
 - our ability to control costs;
 - competitive pricing and declines in average selling prices;
 - timing and volume of orders relative to production capacity;
 - fluctuations in manufacturing yields;
 - competition;
 - dependence on international operations and sales;
 - dependence on raw material and equipment suppliers and changes in raw material and precious metal costs;
 - exchange rate fluctuations;
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- dependence on key personnel;
- difficulties in managing growth;
- enforcement of intellectual property rights;
- environmental and other governmental regulations; and
- technological challenges.

Other important risk factors that could affect the outcome of the events set forth in these statements and that could affect our operating results and financial condition are discussed in the company's Annual Report on Form 10-K for the year ended December 31, 2009 and in the company's subsequent filings with the Securities and Exchange Commission made prior to or after the date hereof. Amkor undertakes no obligation to review or update any forward-looking statements to reflect events or circumstances occurring after the date of this press release.

Contact:

Amkor Technology, Inc., Chandler
Joanne Solomon
Executive Vice President & Chief Financial Officer
480-786-7878
joanne.solomon@amkor.com

AMKOR TECHNOLOGY, INC.
Selected Operating Data

| Sales Data: | <u>Q3 2010</u> | <u>Q2 2010</u> | <u>Q3 2009</u> |
|---|-----------------------|-----------------------|-----------------------|
| Packaging services (in millions): | | | |
| Chip scale package | \$ 244 | \$ 234 | \$ 206 |
| Ball grid array | 212 | 194 | 129 |
| Leadframe | 204 | 202 | 172 |
| Other packaging | <u>52</u> | <u>48</u> | <u>42</u> |
| Packaging services | 712 | 678 | 549 |
| Test services | <u>82</u> | <u>71</u> | <u>67</u> |
| Total sales | <u>\$ 794</u> | <u>\$ 749</u> | <u>\$ 616</u> |
| Packaging services: | | | |
| Chip scale package | 31% | 31% | 33% |
| Ball grid array | 27% | 26% | 21% |
| Leadframe | 26% | 27% | 28% |
| Other packaging | <u>6%</u> | <u>6%</u> | <u>7%</u> |
| Packaging services | 90% | 90% | 89% |
| Test services | <u>10%</u> | <u>10%</u> | <u>11%</u> |
| Total sales | <u>100%</u> | <u>100%</u> | <u>100%</u> |
| Packaged units (in millions): | | | |
| Chip scale package | 618 | 580 | 481 |
| Ball grid array | 72 | 61 | 57 |
| Leadframe | 2,185 | 2,093 | 1,802 |
| Other packaging | <u>8</u> | <u>7</u> | <u>7</u> |
| Total packaged units | <u>2,883</u> | <u>2,741</u> | <u>2,347</u> |
| Net sales from top ten customers | 55% | 55% | 54% |
| Capacity utilization | 87% | 87% | 82% |
| End Market Distribution Data (an approximation including representative devices and applications based on a sampling of our largest customers. Prior periods were revised for an expanded sampling methodology and refinement of our classifications): | | | |
| Communications (cell phones, Ethernet, WiMAX, wireless LAN, Bluetooth) | 34% | 34% | 40% |
| Consumer (gaming, set top boxes, TV, portable media) | 30% | 30% | 28% |
| Computing (PCs, servers, displays, hard disk drive, printers, other peripherals) | 14% | 14% | 13% |
| Networking (infrastructure, routers, network servers) | 13% | 13% | 12% |
| Other (auto, industrial) | <u>9%</u> | <u>9%</u> | <u>7%</u> |
| Total | <u>100%</u> | <u>100%</u> | <u>100%</u> |

AMKOR TECHNOLOGY, INC.
Selected Operating Data (continued)

| | Q3 2010 | Q2 2010 | Q3 2009 |
|--|--------------------------------------|----------------|----------------|
| Gross Margin Data: | | | |
| Net sales | 100% | 100% | 100% |
| Cost of sales: | | | |
| Materials | 43% | 42% | 39% |
| Labor | 12% | 13% | 13% |
| Other manufacturing | 21% | 21% | 23% |
| Gross margin | <u>24%</u> | <u>24%</u> | <u>25%</u> |
| Packaging services gross margin | 22% | 24% | 25% |
| Test services gross margin | 36% | 27% | 28% |
| Earnings per Share Data: | | | |
| | (in millions, except per share data) | | |
| Net income attributable to Amkor — basic | \$ 78 | \$ 59 | \$ 81 |
| Adjustment for dilutive securities on net income : | | | |
| Interest on 2.5% convertible notes due 2011, net of tax | — | — | — |
| Interest on 6.25% convertible notes due 2013, net of tax | 2 | 2 | 2 |
| Interest on 6.0% convertible notes due 2014, net of tax | 4 | 4 | 4 |
| Net income attributable to Amkor — diluted | <u>\$ 84</u> | <u>\$ 65</u> | <u>\$ 87</u> |
| Weighted average shares outstanding — basic | 183 | 183 | 183 |
| Effect of dilutive securities: | | | |
| Stock options and unvested restricted shares | — | 1 | — |
| 2.5% convertible notes due 2011 | 3 | 3 | 3 |
| 6.25% convertible notes due 2013 | 13 | 13 | 13 |
| 6.0% convertible notes due 2014 | 83 | 83 | 83 |
| Weighted average shares outstanding — diluted | <u>282</u> | <u>283</u> | <u>282</u> |
| Net income attributable to Amkor per common share: | | | |
| Basic | <u>\$ 0.42</u> | <u>\$ 0.32</u> | <u>\$ 0.44</u> |
| Diluted | <u>\$ 0.30</u> | <u>\$ 0.23</u> | <u>\$ 0.31</u> |
| Capital Investment Data: | | | |
| Property, plant and equipment additions | \$ 171 | \$ 158 | \$ 78 |
| Net change in related accounts payable and deposits | (37) | (82) | (36) |
| Purchases of property, plant and equipment | <u>\$ 134</u> | <u>\$ 76</u> | <u>\$ 42</u> |
| Depreciation and amortization | \$ 83 | \$ 78 | \$ 74 |
| Free Cash Flow Data: | | | |
| Net cash provided by operating activities | \$ 176 | \$ 87 | \$ 123 |
| Less purchases of property, plant and equipment | (134) | (76) | (42) |
| Free cash flow* | <u>\$ 42</u> | <u>\$ 11</u> | <u>\$ 81</u> |

* We define free cash flow as net cash provided by operating activities less purchases of property, plant and equipment. Free cash flow is not defined by generally accepted accounting principles. However, we believe free cash flow to be relevant and useful information to our investors because it provides them with additional information in assessing our liquidity, capital resources and financial operating results. Our management uses free cash flow in evaluating our liquidity, our ability to service debt and our ability to fund capital additions. However, this measure should be considered in addition to, and not as a substitute for, or superior to, cash flows or other measures of financial performance prepared in accordance with generally accepted accounting principles, and our definition of free cash flow may not be comparable to similarly titled measures reported by other companies.

AMKOR TECHNOLOGY, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

| | For the Three Months Ended September 30, | | For the Nine Months Ended September 30, | |
|---|---|------------|--|--------------|
| | 2010 | 2009 | 2010 | 2009 |
| | (In thousands, except per share data) | | | |
| Net sales | \$ 793,971 | \$ 616,205 | \$ 2,188,874 | \$ 1,511,497 |
| Cost of sales | 605,713 | 461,589 | 1,684,461 | 1,206,455 |
| Gross profit | 188,258 | 154,616 | 504,413 | 305,042 |
| Operating expenses: | | | | |
| Selling, general and administrative | 57,735 | 53,619 | 180,387 | 156,132 |
| Research and development | 12,669 | 13,364 | 36,437 | 33,546 |
| Gain on sale of real estate | — | (146) | — | (146) |
| Total operating expenses | 70,404 | 66,837 | 216,824 | 189,532 |
| Operating income | 117,854 | 87,779 | 287,589 | 115,510 |
| Other (income) expense: | | | | |
| Interest expense | 19,614 | 24,946 | 66,393 | 78,961 |
| Interest expense, related party | 3,812 | 3,813 | 11,437 | 9,187 |
| Interest income | (695) | (481) | (2,275) | (1,525) |
| Foreign currency loss | 8,456 | 8,259 | 9,010 | 2,161 |
| Loss (gain) on debt retirement, net | 235 | 1,226 | 18,042 | (15,658) |
| Equity in earnings of unconsolidated affiliate | (2,174) | — | (4,883) | — |
| Other income, net | (85) | (126) | (475) | (77) |
| Total other expense, net | 29,163 | 37,637 | 97,249 | 73,049 |
| Income before income taxes | 88,691 | 50,142 | 190,340 | 42,461 |
| Income tax expense (benefit) | 10,321 | (30,854) | 8,954 | (25,940) |
| Net income | 78,370 | 80,996 | 181,386 | 68,401 |
| Net income attributable to noncontrolling interests | (350) | (133) | (19) | (407) |
| Net income attributable to Amkor | \$ 78,020 | \$ 80,863 | \$ 181,367 | \$ 67,994 |
| Net income attributable to Amkor per common share: | | | | |
| Basic | \$ 0.42 | \$ 0.44 | \$ 0.99 | \$ 0.37 |
| Diluted | \$ 0.30 | \$ 0.31 | \$ 0.70 | \$ 0.32 |
| Shares used in computing per common share amounts: | | | | |
| Basic | 183,340 | 183,060 | 183,280 | 183,048 |
| Diluted | 282,495 | 282,356 | 282,523 | 238,568 |

AMKOR TECHNOLOGY, INC.
CONSOLIDATED BALANCE SHEETS
(Unaudited)

| | September 30, 2010 | December 31, 2009 |
|---|-----------------------|----------------------|
| | (In thousands) | |
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 417,498 | \$ 395,406 |
| Restricted cash | 2,679 | 2,679 |
| Accounts receivable: | | |
| Trade, net of allowances | 450,146 | 328,252 |
| Other | 17,630 | 18,666 |
| Inventories | 203,873 | 155,185 |
| Other current assets | 44,239 | 32,737 |
| Total current assets | 1,136,065 | 932,925 |
| Property, plant and equipment, net | 1,533,439 | 1,364,630 |
| Intangibles, net | 15,360 | 9,975 |
| Investments | 26,019 | 19,108 |
| Restricted cash | 12,997 | 6,795 |
| Other assets | 98,024 | 99,476 |
| Total assets | \$ 2,821,904 | \$ 2,432,909 |
| LIABILITIES AND EQUITY | | |
| Current liabilities: | | |
| Short-term borrowings and current portion of long-term debt | \$ 144,885 | \$ 88,944 |
| Trade accounts payable | 540,907 | 361,263 |
| Accrued expenses | 215,604 | 155,630 |
| Total current liabilities | 901,396 | 605,837 |
| Long-term debt | 985,137 | 1,095,241 |
| Long-term debt, related party | 250,000 | 250,000 |
| Pension and severance obligations | 97,858 | 83,067 |
| Other non-current liabilities | 6,510 | 9,063 |
| Total liabilities | 2,240,901 | 2,043,208 |
| Equity: | | |
| Amkor stockholders' equity: | | |
| Preferred stock | — | — |
| Common stock, \$0.001 par value, 500,000 shares authorized, issued and outstanding of 183,436 in 2010 and 183,171 in 2009 | 183 | 183 |
| Additional paid-in capital | 1,503,968 | 1,500,246 |
| Accumulated deficit | (940,874) | (1,122,241) |
| Accumulated other comprehensive income | 11,489 | 5,021 |
| Treasury stock, at cost, 45 shares in 2010 | (274) | — |
| Total Amkor stockholders' equity | 574,492 | 383,209 |
| Noncontrolling interests in subsidiaries | 6,511 | 6,492 |
| Total equity | 581,003 | 389,701 |
| Total liabilities and equity | \$ 2,821,904 | \$ 2,432,909 |

AMKOR TECHNOLOGY, INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

| | For the Nine Months Ended September 30, | |
|--|--|-------------------|
| | 2010 | 2009 |
| | (In thousands) | |
| Cash flows from operating activities: | | |
| Net income | \$ 181,386 | \$ 68,401 |
| Depreciation and amortization | 237,225 | 230,887 |
| Loss (gain) on debt retirement, net | 10,562 | (15,658) |
| Other operating activities and non-cash items | (707) | (12,080) |
| Changes in assets and liabilities | (61,504) | (114,740) |
| Net cash provided by operating activities | <u>366,962</u> | <u>156,810</u> |
| Cash flows from investing activities: | | |
| Purchases of property, plant and equipment | (276,672) | (111,929) |
| Proceeds from the sale of property, plant and equipment | 2,399 | 1,570 |
| Financing lease payment from unconsolidated affiliate | 10,087 | — |
| Other investing activities | (10,781) | (8,573) |
| Net cash used in investing activities | <u>(274,967)</u> | <u>(118,932)</u> |
| Cash flows from financing activities: | | |
| Borrowings under revolving credit facilities | 3,261 | — |
| Payments under revolving credit facilities | (34,253) | — |
| Proceeds from issuance of short-term working capital facility | 15,000 | 15,000 |
| Payments of short-term working capital facility | (15,000) | — |
| Proceeds from issuance of long-term debt | 611,007 | 100,000 |
| Proceeds from issuance of long-term debt, related party | — | 150,000 |
| Payments of long-term debt, net of redemption premiums and discounts | (643,793) | (272,214) |
| Payments for debt issuance costs | (7,737) | (8,479) |
| Proceeds from issuance of stock through share-based compensation plans | 881 | 348 |
| Net cash used in financing activities | <u>(70,634)</u> | <u>(15,345)</u> |
| Effect of exchange rate fluctuations on cash and cash equivalents | <u>731</u> | <u>(133)</u> |
| Net increase in cash and cash equivalents | 22,092 | 22,400 |
| Cash and cash equivalents, beginning of period | <u>395,406</u> | <u>424,316</u> |
| Cash and cash equivalents, end of period | <u>\$ 417,498</u> | <u>\$ 446,716</u> |