

SEQ_NO	3	Date of announcement	2006/02/28	Time of announcement	15:45:28
Subject	Announcement for the Company's subsidiary Inventec Appliances (Cayman) Holding Corp. on the investment of Inventec Appliances (Pudong) Corporation				
Date of events	2006/02/28	To which item it meets	article 2 paragraph 20		
Statement	<p>1.Date of occurrence of the event:2006/02/28</p> <p>2.Method of the present increase (decrease) in investment: Acquisition of Inventec Appliances (Pudong) Corporation new common share</p> <p>3.Transaction volume, price per unit, and total monetary amount of the transaction: USD 25,000,000</p> <p>4.Company name of the invested mainland Chinese company: Inventec Appliances (Pudong) Corporation</p> <p>5.Paid-in capital of said invested mainland Chinese company: USD 12,000,000</p> <p>6.Amount of new capital increment currently planned by said invested mainland Chinese company: USD 25,000,000</p> <p>7.Main business items of said invested mainland Chinese company: Wireless communication and mobile telecommunication equipment design and manufacturing business</p> <p>8.Type of CPA opinion issued for the financial statement of said invested mainland Chinese company for the most recent fiscal year: N/A</p> <p>9.Net worth of said invested mainland Chinese company on the financial statement for the most recent fiscal year: RMB 95,571,749</p> <p>10.Amount of profit/loss of said invested mainland Chinese company on the financial statement for the most recent fiscal year: Loss of RMB 3,750,531</p> <p>11.Amount of actual investment to date in said invested mainland Chinese company: USD 12,000,000</p>				

12.Counterparty to the transaction and its relationship to the Company:

N/A

13.Where the counterparty to the transaction is an actual related party, public announcement shall also be made of the reason for choosing the related party as the counterparty and the identity of the previous owner (including its relationship with the company and the trading counterpart), the date of transfer, and the price:

N/A

14.Where a person who owned the subject matter of the transaction within the past five years has been an actual related party of the company, public announcement shall also be made of the dates and prices of acquisition and disposal by the related party and such party's relationship to the company at those times:

N/A

15.Gain (or loss) on disposal:

N/A

16.Terms of delivery or payment (including payment period and monetary amount), restrictive covenants in the contract, and other important stipulations:

Wire

17.The manner of deciding on this transaction, the reference basis for the decision on price and the decision-making department:

Board of Directors

18.Broker:

N/A

19.Concrete purpose of the acquisition or disposal:

Business expansion

20.Do the directors have any objection to the present transaction?:

No

21.Total amount of mainland China area investment (including the present investment) approved by the Investment Commission to date:

USD 104,899,512

22. Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the paid-in capital on the financial statement for the most recent period:
111.67%

23. Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the total assets on the financial statement for the most recent period:
16.23%

24. Ratio of the total amount of investment (including the present investment) in the mainland China area approved by the Investment Commission to date to the shareholders' equity on the financial statement for the most recent period:
42.71%

25. Total amount of actual investment in the mainland China area to date:
USD 79,399,512

26. Ratio of the total amount of actual investment in the mainland China area to date to the paid-in capital on the financial statement for the most recent period:
84.52%

27. Ratio of the total amount of actual investment in the mainland China area to date to the total assets on the financial statement for the most recent period:
12.29%

28. Ratio of the total amount of actual investment in the mainland China area to date to the shareholders' equity on the financial statement for the most recent period:
32.33%

29. Amount of recognized profits and losses on investment in the mainland China area for the most recent three fiscal years:
2004 NTD 694,722 thousand
2003 NTD 239,363 thousand
2003 NTD 0 thousand

30. Amount of profit remitted back to Taiwan for the most recent three fiscal years:

2004 NTD 0

2003 NTD 0

2003 NTD 0

31.Has the CPA issued an opinion on the unreasonableness of the price of the current transaction?:

N/A

32.Any other matters that need to be specified:

N/A