

SEQ_NO	5	Date of announcement	2006/04/25	Time of announcement	21:54:54
Subject	The Board proposes the issuance of new common shares to sponsor GDR offering				
Date of events	2006/04/25	To which item it meets	article 2 paragraph 11		
Statement	<p>1.Date of the board of directors resolution:2006/04/25</p> <p>2.Source of capital increase funds:Issuance of common shares for cash to sponsor GDR offering.</p> <p>3.Number of shares issued:The number of shares to be issued shall not exceed 30,000,000 common shares.</p> <p>4.Par value per share:NT\$10 per common share</p> <p>5.Total monetary amount of the issue:To be determined.</p> <p>6.Issue price:The issue price of the new shares will be based on international practices, under the principle of not affecting existing shareholders' interest.</p> <p>(1).The issue price of the new shares will be determined with reference to (a) the closing price of the Company's common shares in Taiwan Stock Exchange Company at the time of pricing or (b) the average of the closing price of the Company's common shares for 1, 3 or 5 trading days prior to the pricing date (each of (a) and (b) is referred to hereinafter as the "Reference Price"). The actual issue price shall not be less than 90% of the Reference Price, factoring out the bonus shares issued as stock dividends and cash dividends.</p> <p>(2).The Chairman is authorized to coordinate with the underwriter of the DR offering to determine the actual issue price in accordance with the international capital market conditions, the closing price of the Company's common shares and book building status.</p> <p>7.Number of shares subscribed by or allotted to employees: 10% of the new shares shall be allocated for the employees' subscription under the applicable law. Rights to subscribe the 90% of the new shares shall be waived by the shareholders and such 90% should be offered to the public under Article 28-1 of the Securities and Exchange Law. Depending on the market, the Chairman should determine any new shares not subscribed by employees of the Company be allocated as underlying shares of the overseas depositary shares.</p> <p>8.Number of shares publicly sold:As stated previously</p> <p>9.Ratio of shares subscribed by or allotted as stock dividends to existing shareholders:As stated previously</p> <p>10.Method of handling fractional shares and shares unsubscribed by the deadline:N/A</p> <p>11.Rights and obligations of the newly issued shares:Same as those of the existing common shares.</p> <p>12.Utilization of the funds from the capital increase:Funding requirement for overseas material procurement</p> <p>13.Any other matters that need to be specified: The Company had previously approved to issue common shares up to 30,000,000 shares for cash to sponsor GDR offering in the Special Shareholders' Meeting held in October 18, 2005. However, the Company hasn't executed the issuance due to certain cause. The Board now proposes the issuance of new common shares up to 30,000,000 shares, to sponsor GDR offering, in response of overseas material procurement requirement. Upon the authorization by shareholders, the Board may, within the issuance limit and based on the market conditions, adjust the issue size, provided that the new shares should be issued at one time or several times.</p>				