

SEQ_NO	7	Date of announcement	2006/04/25	Time of announcement	21:58:41
Subject	IAC Board of Directors proposes capital increase resulting from stock dividends, capital surplus, and employee stock bonus.				
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: IAC BoD proposes capital inceased of NT\$1,029,000,000 of which, NT\$666,000,000 is from 2005 earnings, NT\$333,000,000 is from capital surplus, and NT\$30,000,000 is from employee stock bonus.</p> <p>3.Number of shares issued:102,900,000 shares</p> <p>4.Par value per share:NT\$10</p> <p>5.Total monetary amount of the issue:NT\$1,029,000,000</p> <p>6.Issue price:N/A</p> <p>7.Number of shares subscribed by or allotted to employees:3,000,000 shares</p> <p>8.Number of shares publicly sold:N/A</p> <p>9.Ratio of shares subscribed by or allotted as stock dividends to existing shareholders:Each common share holder will be entitled to receive 300 shares in total for each 1,000 shares owned.</p> <p>10.Method of handling fractional shares and shares unsubscribed by the deadline:If the stock dividends includes any fractional shares which are less @than one full share, the shareholders concerned may arrange for pooling together of their fractional shares to form one full share and register the same within 5 days after the record date. For the unregistered fractional share, otherwise, the shareholders will be paid by cash in a dollar amount calculated at par value. Such fractional shares will be registered under the name of the parties designated by the Chairman as authorized by shareholders' resolution.</p> <p>11.Rights and obligations of the newly issued shares: Same as those of existing common shares</p> <p>12.Utilization of the funds from the capital increase:For business expansion</p> <p>13.Any other matters that need to be specified:N/A</p>				