

SEQ_NO	3	Date of announcement	2007/08/28	Time of announcement	18:30:16
Subject	IAC plans to invest Inventec Appliances (Nanjing) System Corp. via its investment vehicle Inventec Appliances (Cayman) Holding Corp.				
Date of events	2007/08/28	To which item it meets	article 2 paragraph 20		
Statement	<p>1.Date of occurrence of the event:2007/08/28</p> <p>2.Method of the present increase (decrease) in investment:IAC plans to invest Inventec Appliances (Nanjing) System Corp. (IANS) through its 100%-owned investment vehicle Inventec Appliances (Cayman) Holding Corp.</p> <p>3.Transaction volume, price per unit, and total monetary amount of the transaction: Total Transaction: US\$2,500,000</p> <p>4.Company name of the invested mainland Chinese company: Inventec Appliances (Nanjing) System Corp.</p> <p>5.Paid-in capital of said invested mainland Chinese company:US\$7,500,000</p> <p>6.Amount of new capital increment currently planned by said invested mainland Chinese company:US\$2,500,000</p> <p>7.Main business items of said invested mainland Chinese company:System integration and solution provider with telecom operators</p> <p>8.Type of CPA opinion issued for the financial statement of said invested mainland Chinese company for the most recent fiscal year:Unqualified audit report</p> <p>9.Net worth of said invested mainland Chinese company on the financial statement for the most recent fiscal year: 2006-end net worth was US\$7,654,000.</p> <p>10.Amount of profit/loss of said invested mainland Chinese company on the financial statement for the most recent fiscal year:2006 net loss was US\$21,000.</p> <p>11.Amount of actual investment to date in said invested mainland Chinese company:US\$10,000,000</p> <p>12.Counterparty to the transaction and its relationship to the Company:N/A</p> <p>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</p> <p>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</p> <p>15.Gain (or loss) on disposal:N/A</p> <p>16.Terms of delivery or payment (including payment period and monetary amount), restrictive covenants in the contract, and other important stipulations:Wired</p> <p>17.The manner of deciding on this transaction, the reference basis for the decision on price and the decision-making department:Board of Directors</p> <p>18.Broker:N/A</p> <p>19.Concrete purpose of the acquisition or disposal:Strategic investment</p> <p>20.Do the directors have any objection to the present transaction?:No</p> <p>21.Total amount of mainland China area investment (including the present investment) approved by the Investment Commission to date:US\$117,278,000</p> <p>22.Ratio of the total amount of investment (including</p>				

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:88.79%

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:16.55%

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:33.74%

25.Total amount of actual investment in the mainland China area to date:US\$117,278,000

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:88.18%

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:16.44%

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:33.51%

29.Amount of recognized profits and losses on investment in the mainland China area for the most recent three fiscal years:
2006 NT\$2,128,258 thousand
2005 NT\$1,526,165 thousand
2004 NT\$694,722 thousand

30.Amount of profit remitted back to Taiwan for the most recent three fiscal years:
2006 NT\$244,493 thousand
2005 NT\$0
2004 NT\$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