

Provided by: Inventec Appliances Corp

SEQ_NO	4	Date of announcement	2008/03/25	Time of announcement	18:30:49																																																																																																																																								
Subject	IAC Board approved the Company's 2007 financial results (audited by CPA)																																																																																																																																												
Date of events	2008/03/25	To which item it meets	article 2 paragraph 48																																																																																																																																										
Statement	<p>1.Date of occurrence of the event:2008/03/25  2.Company name:Inventec Appliances Corp.  3.Relationship to the Company (please enter " head office" or " affiliate company" ):Head office  4.Reciprocal shareholding ratios:N/A  5.Cause of occurrence:N/A  6.Countermeasures:N/A  7.Any other matters that need to be specified:  2007 &amp; 2006 financial results on unconsolidated basis (audited):  (NT\$ thousand, otherwise stated)</p> <table border="1"> <thead> <tr> <th></th> <th>2007</th> <th>2006</th> <th>YoY</th> </tr> </thead> <tbody> <tr> <td>Net sales</td> <td>79,367,335</td> <td>95,654,971</td> <td>-17.0%</td> </tr> <tr> <td>Cost of sales</td> <td>(75,871,734)</td> <td>(93,031,627)</td> <td>-18.4%</td> </tr> <tr> <td>Gross profit</td> <td>3,495,601</td> <td>2,623,344</td> <td>33.2%</td> </tr> <tr> <td>Less: Unrealised inter company profits</td> <td>(36,095)</td> <td>(138,441)</td> <td>-73.9%</td> </tr> <tr> <td>Add: Realised inter company profits</td> <td>138,441</td> <td>111,582</td> <td>24.1%</td> </tr> <tr> <td>Operating expenses</td> <td>(2,651,875)</td> <td>(2,627,711)</td> <td>0.9%</td> </tr> <tr> <td>Operating income</td> <td>946,072</td> <td>(31,226)</td> <td>na</td> </tr> <tr> <td>Non-opg income</td> <td>2,799,025</td> <td>2,829,407</td> <td>-1.1%</td> </tr> <tr> <td>Non-operating expenses and losses</td> <td>(165,454)</td> <td>(148,481)</td> <td>11.4%</td> </tr> <tr> <td>Income before income tax</td> <td>3,579,643</td> <td>2,649,700</td> <td>35.1%</td> </tr> <tr> <td>Income tax</td> <td>(330,711)</td> <td>(590,627)</td> <td>-44.0%</td> </tr> <tr> <td>Net income</td> <td>3,248,932</td> <td>2,059,073</td> <td>57.8%</td> </tr> <tr> <td>Earnings per share before tax (after retroactive adjustments)</td> <td>NT\$7.75</td> <td>NT\$5.74</td> <td>35.0%</td> </tr> <tr> <td>Earnings per share after tax (after retroactive adjustments)</td> <td>NT\$7.04</td> <td>NT\$4.46</td> <td>57.8%</td> </tr> <tr> <td>Profitability in margin</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Gross margin</td> <td>5%</td> <td>3%</td> <td></td> </tr> <tr> <td>Operating margin</td> <td>1%</td> <td>0%</td> <td></td> </tr> <tr> <td>Net margin</td> <td>4%</td> <td>2%</td> <td></td> </tr> </tbody> </table> <p>2007 &amp; 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Profitability in margin			
Gross margin	10%	7%	
Operating margin	4%	2%	
Net margin	4%	2%	