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## Siliconware Precision Industries Reports 16.6% Revenues Growth and EPS NT \$0.35 for 2Q 2003

Taichung, Taiwan, August 7, 2003 **Siliconware Precision Industries Co., Ltd.** ("SPIL" or the "Company")(TAIEX: 2325, NASDAQ: SPIL) today announced that its sales revenues for 2Q 2003 was NT\$ 6,533 million, representing 16.6% increase QoQ and 21.0% increase compared to the same period of year 2002.

SPIL reported a net income of NT\$ 639 million in 2Q 2003, compared with a net loss of NT\$ 295 million in 1Q 2003 and a net income of NT\$ 185 million in 2Q 2002.

SPIL reports its sales revenues for the first six-month period ended June 30 2003 were NT\$ 12,134 million, up 13.9% compared to the same period of year 2002.

For the six-month period ended June 30, 2003 net income was NT\$ 343 million, compared with a net income of NT\$ 341 million for the same period of year 2002.

### **Unconsolidated 2Q 2003 Financial Results**

- Net revenue was NT\$ 6,533 million, of which NT\$ 5,934 million was from assembly business and NT\$ 599 million was from testing business.
- Cost of goods sold was NT\$ 5,587 million, and gross profit was NT\$ 946 million, representing a gross margin of 14.5%.
- Operating expenses were NT\$ 383 million, including selling expenses of NT\$ 102 million, administrative expenses of NT\$ 158 million, and R& D expenses of NT\$ 123 million. Operating profit was NT\$ 563 million, representing an operating margin of 8.6% vs 2.4% in 1Q 2003.
- The Company recognized an investment income of NT\$ 40 million, including an income of NT\$ 62 million from Sigurd, and a loss of NT\$ 26 million from Ucomm.
- Net interest expense for this quarter was NT\$ 73 million.
- Net income was NT\$ 639 million, compared with a net loss of NT\$ 295 million in 1Q 2003.
- Earnings per ordinary share for this quarter was NT\$0.35, and earnings per ADS of US\$ 0.05.

# **Siliconware Precision Industries Co., Ltd.**

Total weighted average outstanding shares for 2Q 2003 were 1,826,915 thousand shares.

## **Capital Expenditure**

- Capital spending in 2Q 2003 totaled NT\$ 532 million, in which NT\$ 352 million were spent on assembly equipment, and NT\$ 180 million were spent on testing equipment.

## **Assembly Operation**

- BGA revenues accounted for 44% of total revenues, up from 38% in the previous quarter, QFP revenues accounted for 31%, down from 36% in the previous quarter, and SO revenues accounted for 11%, down from 13% in the previous quarter. Testing service generated 9% of our total revenues in 2Q 2003.
- The average assembly utilization rate was 82% in 2Q 2003.

## **Testing Operation**

- The average testing utilization rate was 50% in 2Q 2003.

## About SPIL

Siliconware Precision Industries Ltd. ("SPIL")(NASDAQ:SPIL, TSE:2325) is a leading provider of comprehensive semiconductor assembly and test services. SPIL is dedicated to meeting all of its customers' integrated circuit packaging and testing requirements, with turnkey solutions that range from design consultations, modeling and simulations, wafer bumping, wafer probe and sort, package assembly, final test, burn-in, to drop ship. Products include advanced leadframe and substrate packages, which are widely used in personal computers, communications, Internet appliances, cellular phones, digital cameras, cable modems, personal digital assistants and LCD monitors. SPIL supplies services and support to fabless design houses, integrated device manufacturers and wafer foundries globally. For further information, visit SPIL's web site at [www.spil.com.tw](http://www.spil.com.tw).

## Safe Harbor Statement

The information herein contains forward-looking statements. We have based these forward-looking statements on our current expectations and projections about future events. Although we believe that these expectations and projections are reasonable, such forward-looking statements are inherently subject to risks, uncertainties and assumptions about us, including, among other things:

- the intensely competitive personal computer, communications, consumer ICs and non-commodity memory semiconductor industries and markets;
- cyclical nature of the semiconductor industry;
- risks associated with global business activities;
- non-operating losses due to poor financial performance of some of our investments;
- our dependence on key personnel;
- general economic and political conditions;
- possible disruptions in commercial activities caused by natural and human induced disaster, including terrorist activities and armed conflicts and contagious disease, such as the Severe Acute Respiratory Syndrome;
- fluctuations in foreign currency exchange rates; and
- other risks identified in our annual report for the year ended December 31, 2002 on Form 20-F filed with the U.S. Securities and Exchange Commission on June 27, 2003.

The words "anticipate," "believe," "estimate," "expect," "intend," "plan" and similar expressions, as they relate to us, are intended to identify a number of these forward-looking statements. We undertake no obligation to update or revise any forward-looking statements whether as a result of new information, future events or otherwise. In light of these risks, uncertainties and assumptions, the forward-looking events discussed herein might not occur and our actual results could differ materially from those anticipated in these forward-looking statements.

All financial figures discussed herein are prepared pursuant to ROC GAAP on an unaudited unconsolidated basis. Audited unconsolidated financial figures will be publicly announced upon the completion of our auditing process. The investment gains of our company for the three months ended June 30, 2003 reflect our gains or losses attributable to the second quarter of 2003 unaudited financial results of several of our investments (the "Investees") which are evaluated under the equity method. The unaudited unconsolidated financial data for our company for the three months ended June 30, 2003, are not necessarily indicative of the results that may be expected for any period thereafter.