



United Test and Assembly Center

A Leading Solutions Provider for Semiconductor Test and Assembly

3Q05 Results Briefing 26 October 2005

By Mr J C Lee
Group President & CEO



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ISO 9002 / QS 9000



CERT NO.: 2003-1-0565
SS ISO 9001 : 2000



CERT NO.: 2003-0212
SS ISO 14001 : 1996





- **3Q05 and YTD05 Highlights**

- Outlook and Guidance

- Share Cancellation and Share Buyback Mandate

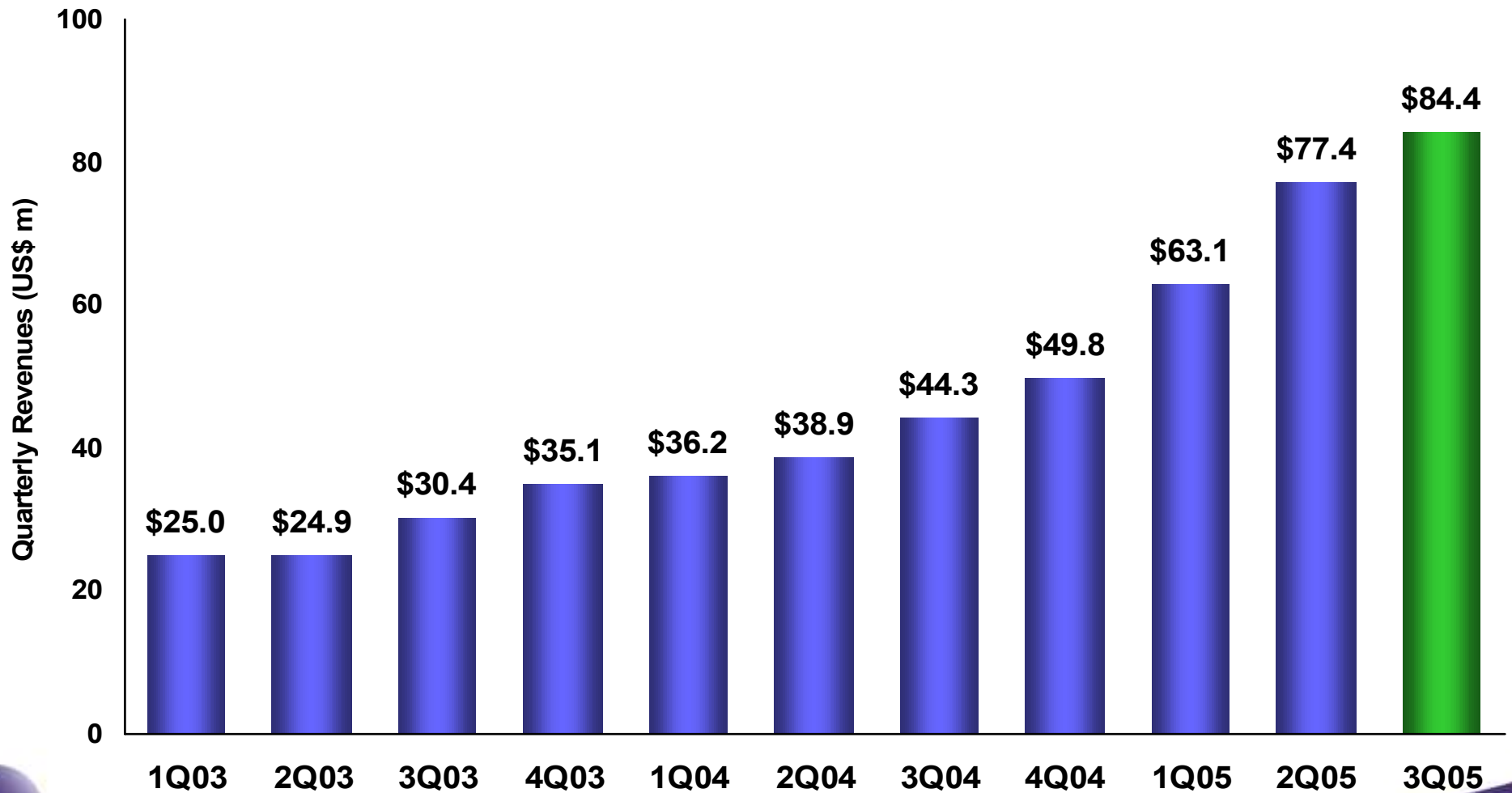
- Questions & Answers



3Q05 and YTD05 Highlights

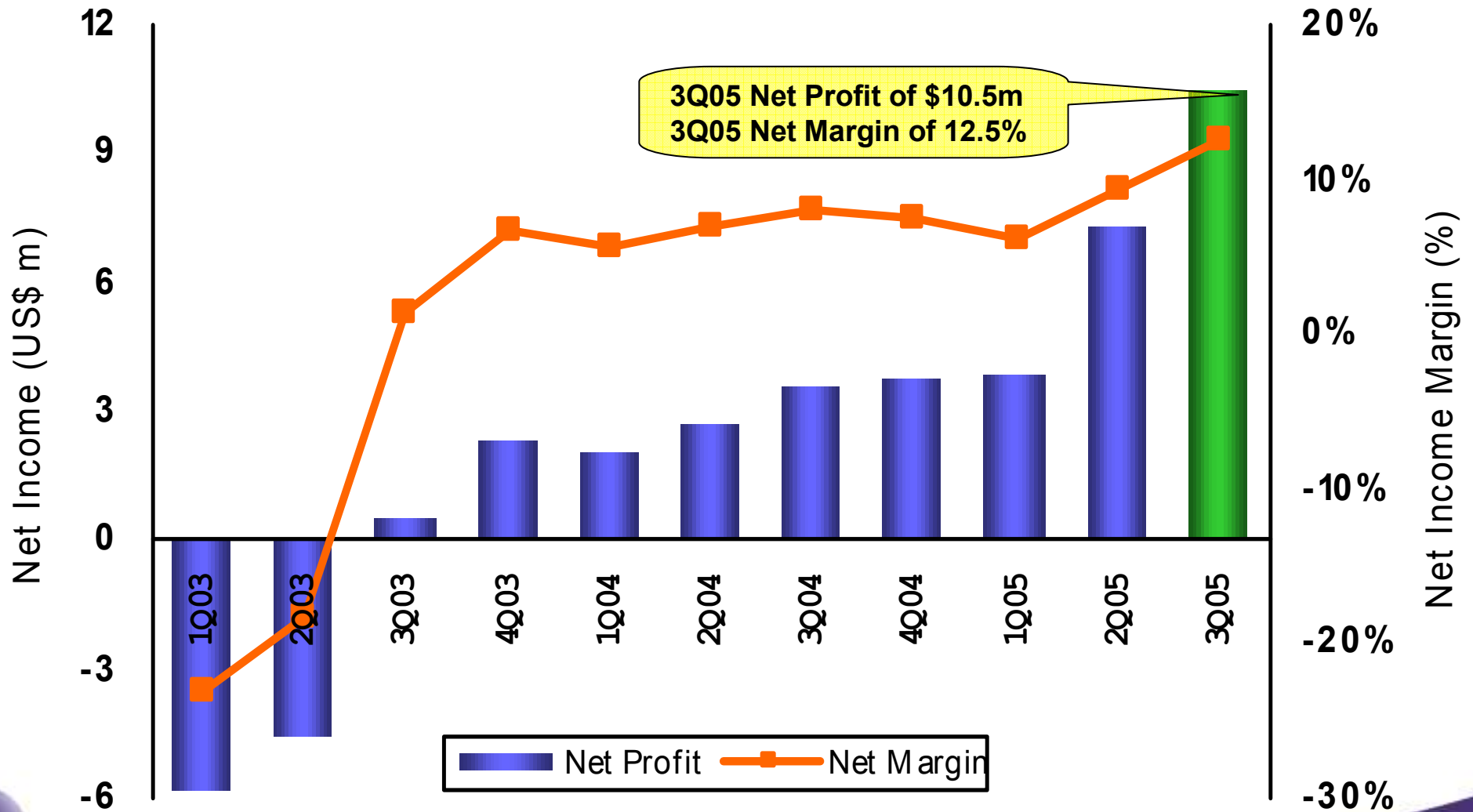
Revenue Trends

*9 consecutive quarters of sequential growth
3Q05 growth was 97% y-o-y and 9% on a sequential basis*



Net Profit Trends

6 consecutive quarters of sequential net profit growth

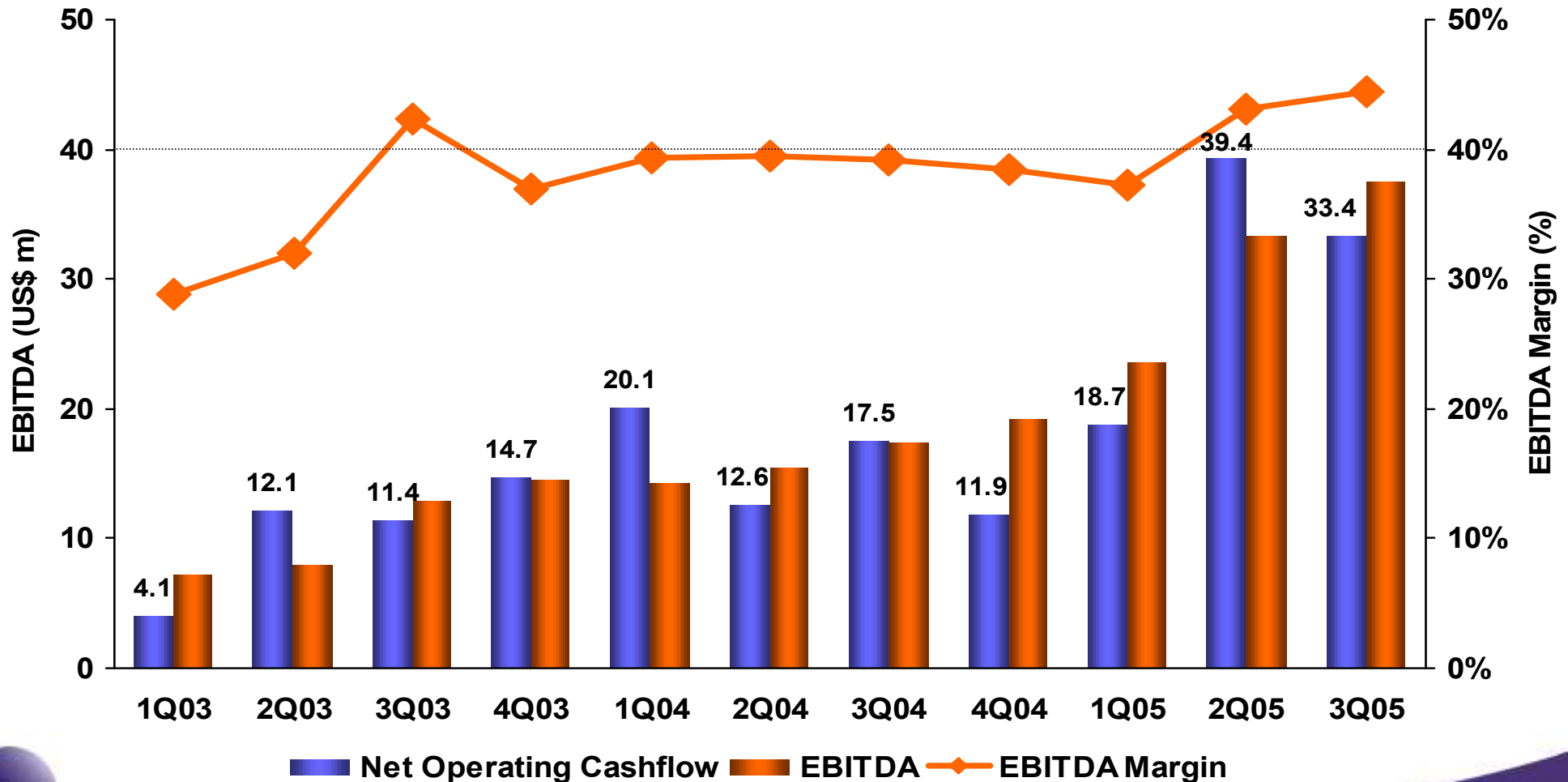


Note: FY04 Profit figures adjusted for stock option expense for comparison purposes



Strong Cashflow, EBITDA & EBITDA Margin

9 consecutive quarters of EBITDA margins are holding about 40%



Balance Sheet Summary

Net cash

in US\$ millions

30 September 2005

Current Assets	172.1
Cash & cash equivalents	47.8
Marketable securities (other financial assets)	40.5
Non-Current Assets	489.6
Fixed Assets	385.3
Investment in an associated company	30.0
Total Assets	661.7
Current Liabilities	99.4
Total Liabilities	153.6
Total Borrowings	74.2
Net Assets	508.0

Leverage ratio

(2.8)%

Note: Leverage Ratio defined as Total Borrowings less Cash & Marketable Securities divided by Total Shareholders' Equity.

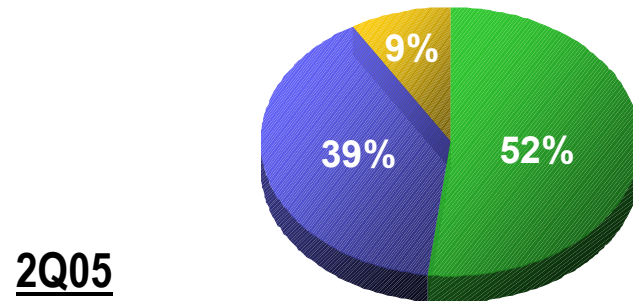
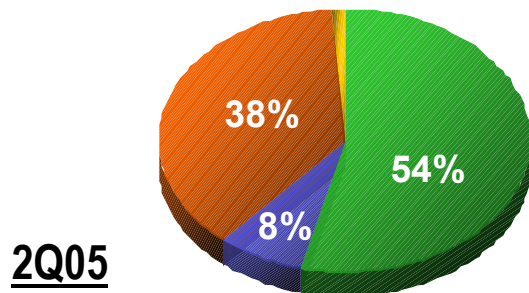
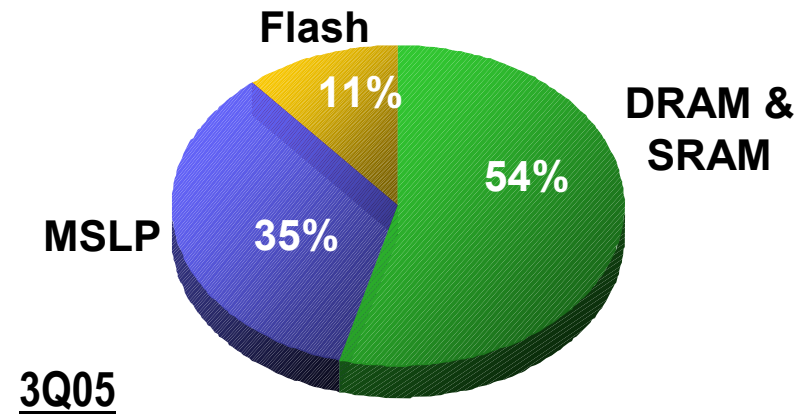
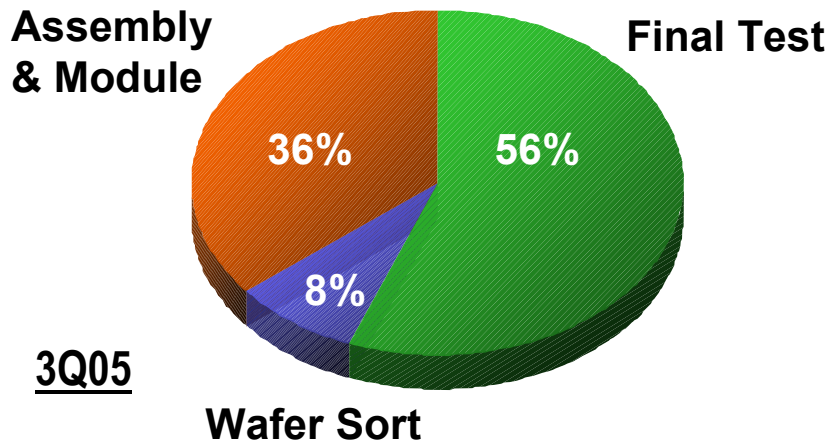


Revenue By Business Activity

Led by Strength in Test; Diversified Product Mix

By Business Activity

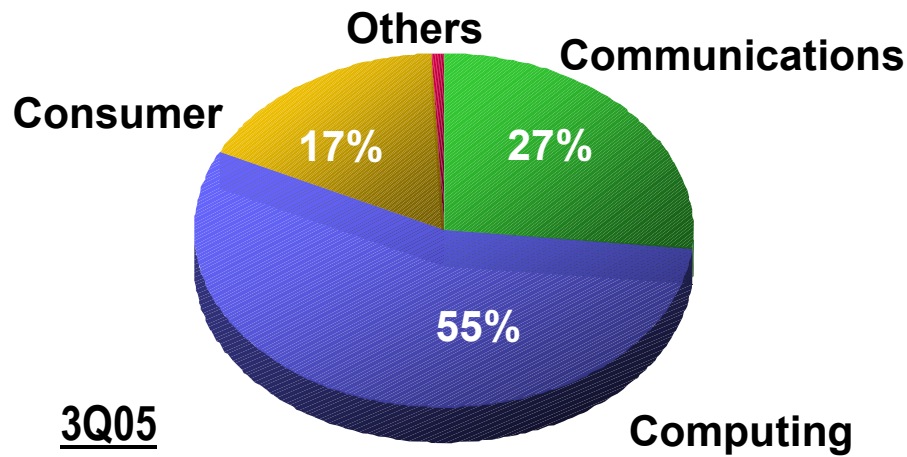
By Product Mix



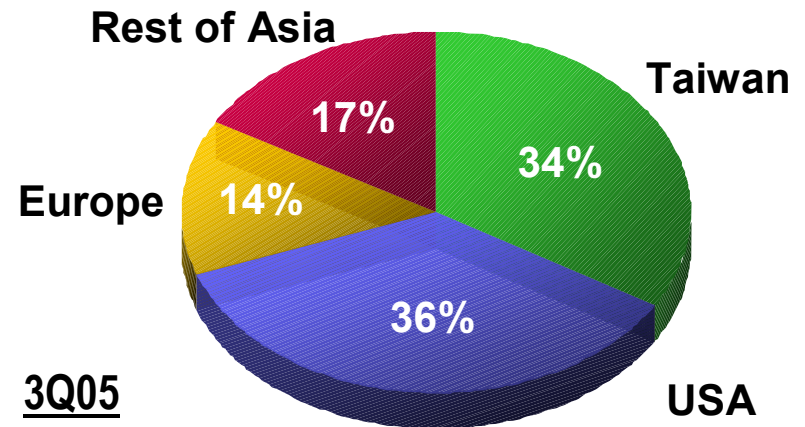
Revenue by Applications & Region

Diversified Mix

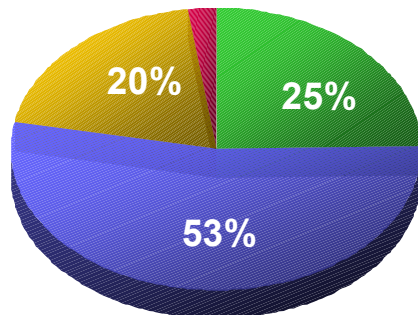
By Applications



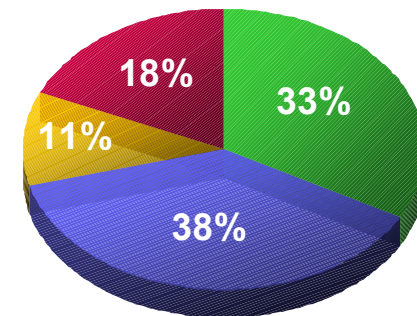
By Geographical Region



2Q05



2Q05



Highlights of FY05 Todate

- Volume production ramp for Korean MP3 chipmaker Telechips
- JV with Nepes to establish wafer bumping facility in Singapore
- Proposal to cancel 36.5mm shares (about 2.4% of share capital)
- Volume production ramp of DDR II DRAM for Infineon
- JV with SMIC to establish an assembly & test facility in Chengdu, China
- MOU with 9 Chinese fabless IC design companies
- Completion of the acquisition of UltraTera Corp in March 2005
- Award by Asahi Kasei Microsystems for test capability
- Selection by BridgeCo as a turnkey provider of digital entertainment network chips
- Volume production ramp of Mobile-RAM for Infineon
- Volume production ramp for SigmaTel

■ 3Q05 and YTD05 Highlights

■ **Outlook and Guidance**

■ Share Cancellation and Share Buyback Mandate

■ Questions & Answers



Outlook & Guidance

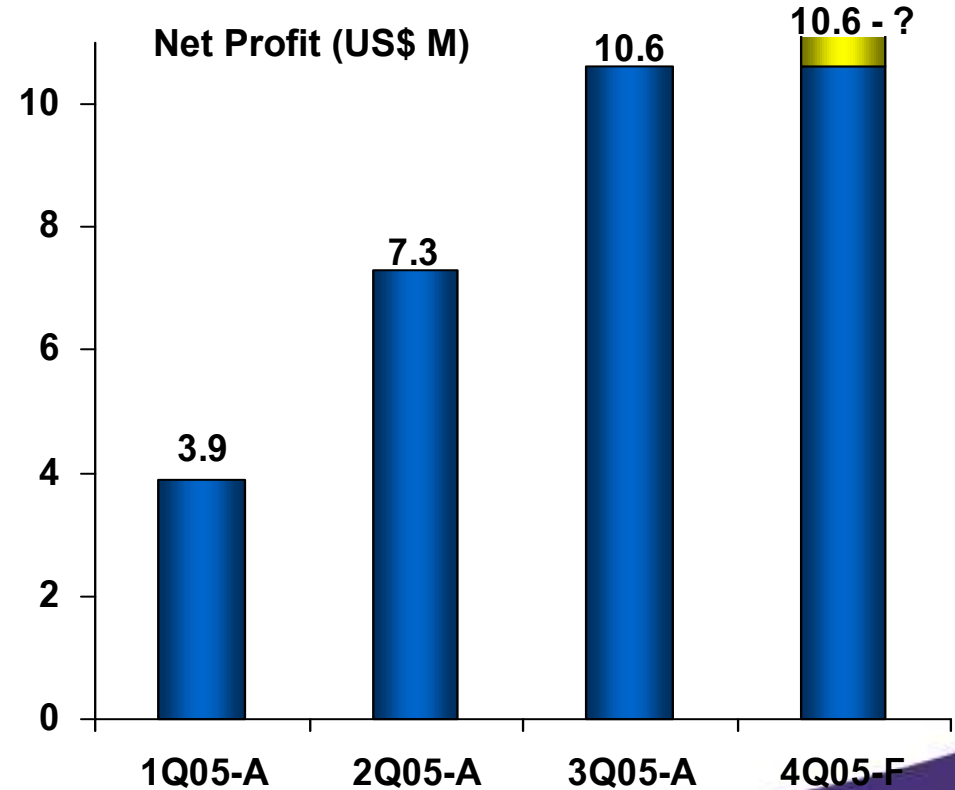
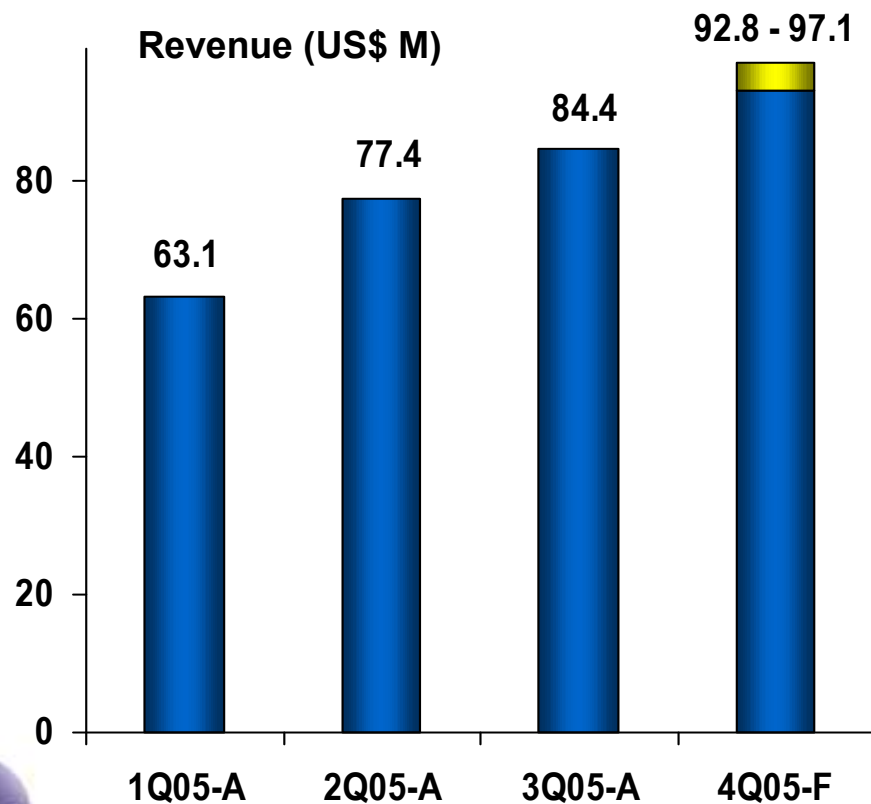
- **DRAM volume remains healthy**
 - **UTAC DDR II content of DRAM revenue reached 28% in 3Q05**
- **NAND flash's robust demand spiked further with shortage driven by iPod nano**
- **UTAC's flash business grew 41% q-o-q in 3Q05; strong demand expected to continue**
- **MSLP sector picked up with broad-based strength, but in particular**
 - **Bluetooth**
 - **MP3**
- **2005 capex to be in-line with earlier guidance of \$130 million**



Outlook & Guidance

- 4Q05 revenue to grow by 10-15% q-o-q
 - FY05 revenue to be \$ 317.7 – 322.0 m

- Net profit growth to continue in 4Q05
 - FY05 net profit to be \$ 32.2 – ? m



- 3Q05 and YTD05 Highlights
- Guidance and Growth Drivers
- **Share Cancellation and Share Buyback Mandate**
- Questions & Answers

Share Cancellation

- Approved by shareholders during EGM on 26 October 2005
- To be effective upon court sanction
- Cancellation of all 36,533,333 shares held by UTAC (Taiwan) Corporation through a selective capital reduction exercise
- Represents 2.44% of share capital
- Anti-dilutive to EPS and ROE
- No effect on par value nor number of shares held by shareholders

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- **Questions & Answers**