

UTAC (Taiwan) Corporation

Nov 08, 2005

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United Test and Assembly Center Ltd ("UTAC" or the "Company") wishes to inform of an incident that occurred at UTAC (Taiwan) Corporation ("UTC"), its wholly-owned subsidiary on 7 November 2005.

At about 6 pm on 7 November 2005, a 3000A bus way short-circuited and smoke was detected in the power distribution centre at UTC's facilities, located in Hsinchu, Taiwan. As a precautionary measure, all personnel were evacuated from UTC and production was temporarily halted. There were no injuries or casualties, and no damage to any production equipment including the testers. However, some damage to the equipment in the power distribution centre is expected. The cost of the damage, which is expected to be covered by insurance, is conservatively estimated at not exceeding US\$300,000.

UTAC expects a full restoration of production at UTC this evening, 8 November 2005, with an estimated production downtime of 1 day.