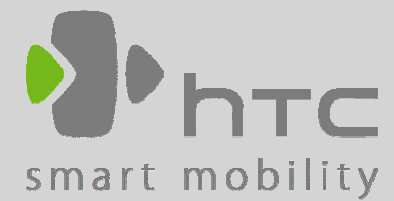


# 1H 2006 Results

**HTC Corp.**  
August 30, 2006



# Disclaimer

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This presentation and release contains “forward-looking statements” which may include our future results of operations, financial condition or business prospects, are based on our own information and from other sources.

Our actual results of operations, financial condition or business prospects may differ from those expressed or implied in these forward looking statements for a variety of reasons, including risks of market condition, supply chain, market demand, and our ability to maintain a high quality products delivery.

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## 2Q 2006 Income Statement - YoY

| (NT\$m)                       | 2Q 06    |        | 2Q 05    |        | YoY |
|-------------------------------|----------|--------|----------|--------|-----|
|                               | Amount   | %      | Amount   | %      | %   |
| Total revenues                | 25,992   | 100.0  | 15,437   | 100.0  | 68  |
| Cost of sales                 | (17,517) | (67.4) | (11,543) | (74.8) | 52  |
| Gross profit                  | 8,475    | 32.6   | 3,895    | 25.2   | 118 |
| Operating expenses            | (1,907)  | (7.3)  | (1,092)  | (7.1)  | 75  |
| Operating profit              | 6,535    | 25.1   | 2,799    | 18.1   | 134 |
| Non-operating income/expenses | (257)    | (1.0)  | (218)    | (1.4)  | 18  |
| Income before tax             | 6,278    | 24.2   | 2,581    | 16.7   | 143 |
| Income tax                    | (541)    |        | (97)     |        | 458 |
| Net income                    | 5,737    | 22.1   | 2,484    | 16.1   | 131 |
| EPS (NT\$)                    | 13.15    |        | 5.77     |        |     |

Note: \* 2006 Q1/Q2 weight average shares were 436,419 K shares

\* Based on unconsolidated financial statements.



## 2Q 2006 Income Statement - QoQ

| (NT\$m)                          | 2Q 06    |        | 1Q 06    |        | QoQ |
|----------------------------------|----------|--------|----------|--------|-----|
|                                  | Amount   | %      | Amount   | %      | %   |
| Total revenues                   | 25,992   | 100.0  | 24,012   | 100.0  | 8   |
| Cost of sales                    | (17,517) | (67.4) | (16,987) | (70.7) | 3   |
| Gross profit                     | 8,475    | 32.6   | 7,026    | 29.3   | 21  |
| Operating expenses               | (1,907)  | (7.3)  | (1,580)  | (6.6)  | 21  |
| Operating profit                 | 6,535    | 25.1   | 5,434    | 22.6   | 20  |
| Non-operating<br>Income/expenses | (257)    | (1.0)  | (180)    | (0.7)  | 43  |
| Income before tax                | 6,278    | 24.2   | 5,614    | 23.4   | 12  |
| Income tax                       | (541)    |        | (221)    |        | 145 |
| Net income                       | 5,737    | 22.1   | 5,393    | 22.5   | 6   |
| EPS (NT\$)                       | 13.15    |        | 12.36    |        |     |

Note: \* 2006 Q1/Q2 weight average shares were 436,419 K shares

\* Based on unconsolidated financial statements.



# 1H 2006 Income Statement - YoY

| (NT\$m)                          | 1H 06    |        | 1H 05    |        | YoY  |
|----------------------------------|----------|--------|----------|--------|------|
|                                  | Amount   | %      | Amount   | %      |      |
| Total revenues                   | 49,742   | 100.0  | 28,628   | 100.0  | 74   |
| Cost of sales                    | (34,393) | (69.1) | (22,048) | (77.0) | 56   |
| Gross profit                     | 15,349   | 30.9   | 6,580    | 23.0   | 133  |
| Operating expenses               | (3,352)  | (6.8)  | (2,053)  | (7.2)  | 63   |
| Operating profit                 | 11,997   | 24.1   | 4,527    | 15.8   | 165  |
| Non-operating<br>Income/expenses | (107)    | (0.2)  | (354)    | (1.2)  | (70) |
| Income before tax                | 11,890   | 23.9   | 4,173    | 14.6   | 185  |
| Income tax                       | (761)    |        | (117)    |        | 550  |
| Net income                       | 11,130   | 22.4   | 4,056    | 14.2   | 174  |
| EPS (NT\$)                       | 25.50    |        | 9.41     |        |      |

Note: \* 2006 Q1/Q2 weight average shares were 436,419 K shares

\* Based on consolidated financial statements.



# 1H 2006 B/S and Cash Flow – YoY

| (NT\$m)               | 1H06   |     | 1H05   |     | YoY |
|-----------------------|--------|-----|--------|-----|-----|
|                       | Amount | %   | Amount | %   | %   |
| Cash                  | 28,106 | 52  | 11,629 | 42  | 142 |
| Short-term debt       | 0      |     | 0      |     |     |
| Long-term debt        | 0      |     | 0      |     |     |
| Equity                | 28,685 | 53  | 15,244 | 55  | 89  |
| Total assets          | 54,062 | 100 | 27,528 | 100 | 96  |
| Depreciation          | 305    |     | 296    |     | 3   |
| Operating cash inflow | 11,670 |     | 5,415  |     | 116 |
| Capital expenditure   | 147    |     | 395    |     | 63  |

Note: \* Based on consolidated financial statements.



## 1H 2005 B/S and Cash Flow – QoQ

| (NT\$m)               | 1H06   |     | 1Q06   |     | QoQ |
|-----------------------|--------|-----|--------|-----|-----|
|                       | Amount | %   | Amount | %   | %   |
| Cash                  | 27,575 | 51  | 20,969 | 47  | 32  |
| Short-term debt       | 0      |     | 0      |     |     |
| Long-term debt        | 0      |     | 0      |     |     |
| Equity                | 28,685 | 54  | 28,377 | 63  | 1   |
| Total assets          | 53,613 | 100 | 44,859 | 100 | 20  |
| Depreciation          | 292    |     | 146    |     | 2   |
| Operating cash inflow | 11,717 |     | 4,938  |     | 137 |
| Capital expenditure   | 127    |     | 32     |     | 297 |

Note: \* Based on consolidated financial statements.

