

The logo consists of the letters 'ITEQ' in a white, bold, serif font, set against a green curved background element in the top-left corner of the slide.

ITEQ

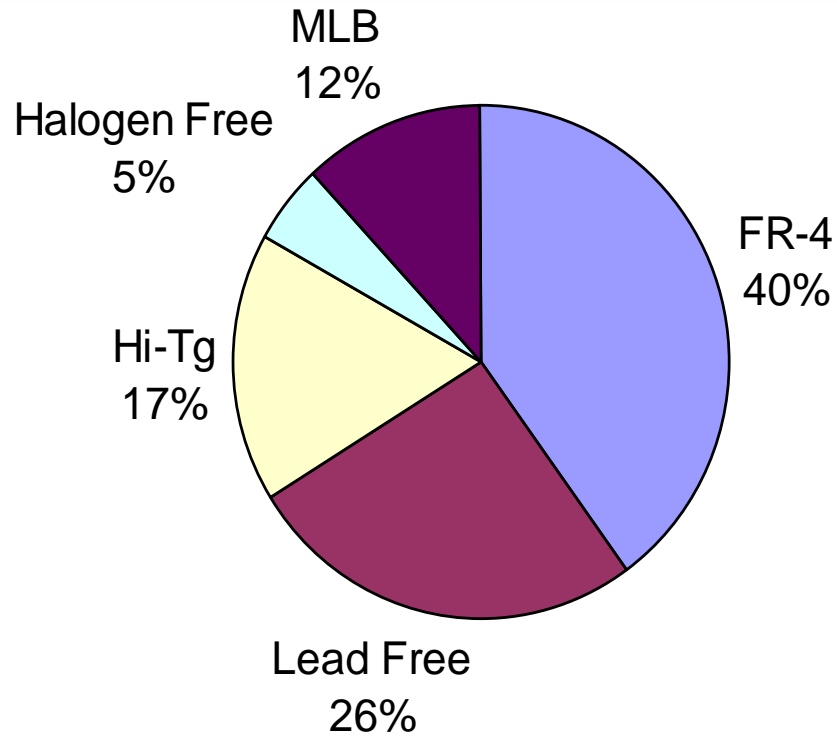
A light gray silhouette of a world map is centered in the background of the slide, showing the outlines of all major continents.

ITEQ Corporation

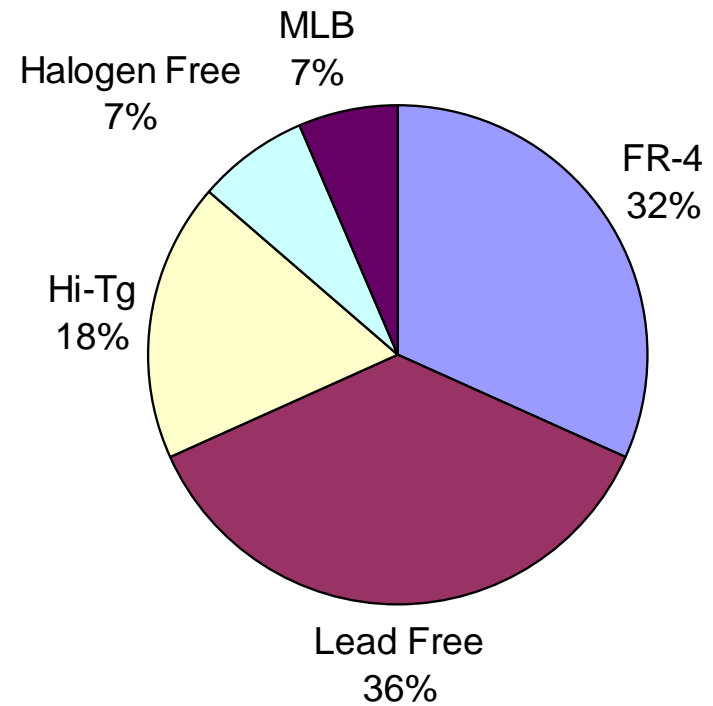
Date : Sept. 19, 2008

Innovation, Teamwork, Excellence, Quality

Products Mix

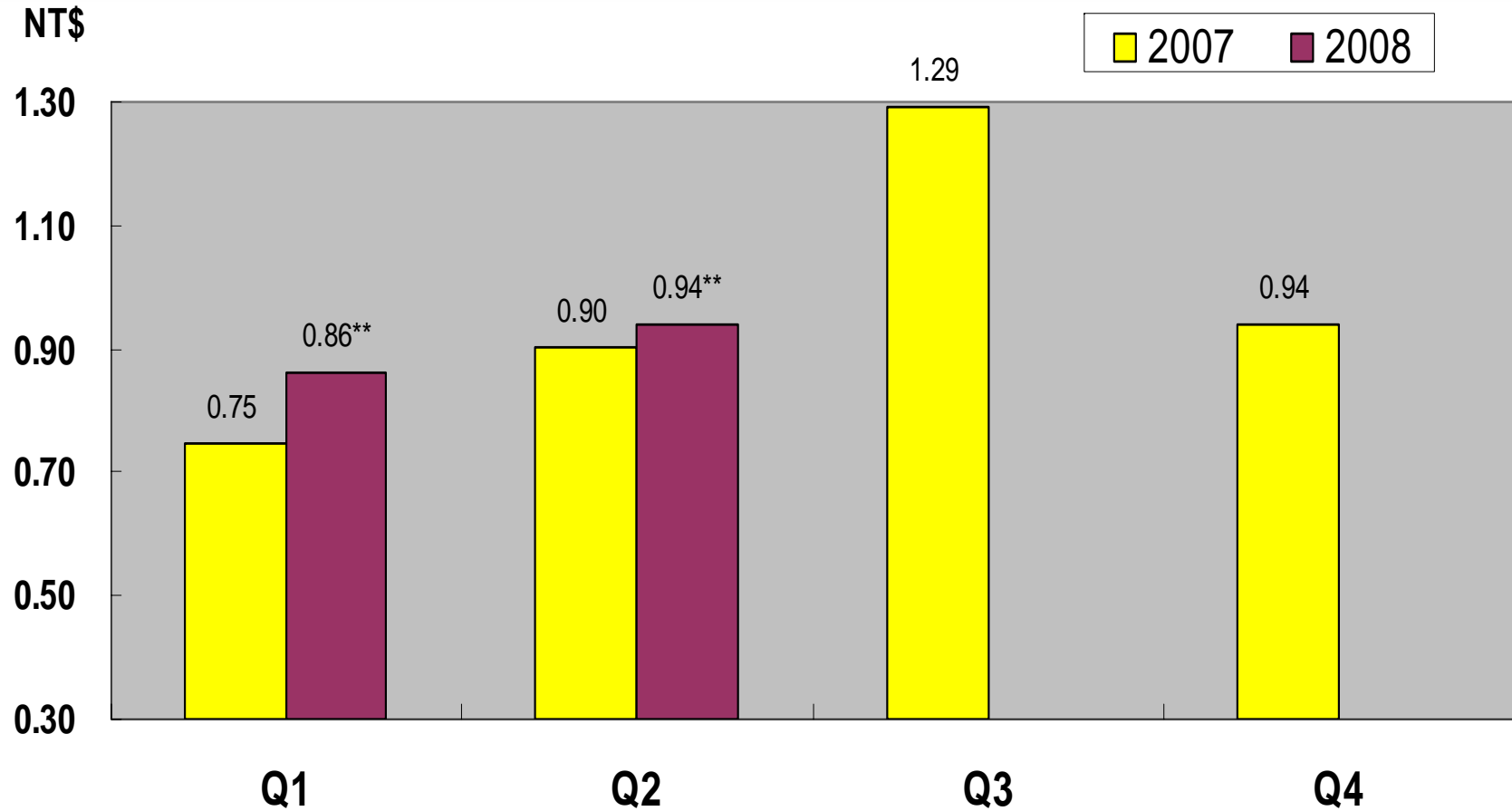


2007Y Sales



H1 '08 Sales

EPS Comparison



** after Employee's Bonus

Q2' 08 Result Highlights

Unit : NT\$million

	<u>Q2 '08</u>	<u>Q1 '08</u>	<u>2Q'07</u>
	<u>Amount</u>	<u>Amount</u>	<u>Amount</u>
Net Sales	3,821	3,379	3,244
Net Income	254	235	242
Basic EPS (after tax) (NT\$)	0.94 **	0.86 **	0.90
Total Assets	10,964	11,148	10,050
Total Liability	6,546	6,308	5,824
Total Stockholders' Equity	4,418	4,840	4,226
ROE(%)	22.0	19.7	23.6

**after Employee's Bonus

Consolidated Income Statement -YoY Comparison

Unit : NT\$million

	H1 '08		H1 '07		YoY
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>%</u>
Net Sales	7,200	100	6,018	100	20
Gross Profit	965	13	883	15	9
Operating Expense	393	5	332	6	18
Operating Income	572	8	551	9	4
Net Non-operating Income(Expense)	1	0	(32)	(1)	(102)
Income before Tax	573 **	8	519	9	10
Net Income	489 **	7	443	7	10
Basic EPS (after tax) (NT\$)	1.80 **		1.65		9

**after Employee's Bonus

Consolidated Income Statement -QoQ Comparison

Unit : NT\$million

	Q2 '08		Q1 '08		QoQ	Q2 '07		YoY
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>%</u>
Net Sales	3,821	100	3,379	100	13	3,244	100	18
Gross Profit	506	13	459	14	10	468	14	8
Operating Expense	207	5	186	6	11	182	6	14
Operating Income	299	8	273	8	10	286	9	5
Net Non-operating Income(Expense)	(7)	(0)	8	0	(191)	13	0	(156)
Income before Tax	292 **	8	281 **	8	4	299	9	(2)
Net Income	254 **	7	235 **	7	8	246	8	3
Basic EPS (after tax) (NT\$)	0.94 **		0.86 **		9	0.90		4

**after Employee's Bonus

Consolidated Balance Sheet

Unit : NT\$million	2008/6/30		2008/3/31*		2007/6/30	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Cash	1,191	11	1,528	14	1,225	12
Account Receivable	3,568	33	3,010	27	3,135	31
Inventories	1,130	10	1,240	11	1,459	15
Total Current Assets	7,015	64	7,143	64	6,739	67
Fixed Assets	3,794	35	3,841	34	3,146	31
Total Assets	10,964	100	11,148	100	10,050	100
Account Payable	4,094	37	3,606	32	3,506	35
Total Current Liabilities	5,785	53	5,761	52	5,407	54
Long-Term Debts	761	7	547	5	417	4
Total Liabilities	6,546	60	6,308	57	5,824	58
Total Stockholders' Equity	4,418	40	4,840	43	4,226	42

*Unaudited

Consolidated Cash Flow

Unit : NT\$million	2008H1 <u>Amount</u>	2007H1 <u>Amount</u>
-Net Income	489	443
-Depreciation & Amortization	192	151
-Other Operating Sources(Uses)	72	229
From Operation	753	822
-Capital Expenditures	(473)	(462)
-Other Investing Sources (Uses)	64	24
From Investment	(409)	(438)
-Increase (decrease) in Bank Loans	(731)	(659)
-Dividends	0	0
-Other Financing Sources (Uses)	2	3
From Financing	(729)	(656)
Net Cash Position Change	(476)	(280)
Ending Cash Balance	1,191	1,225

Key Indices

	<u>H1 '08</u>	<u>H1 '07</u>
A/R Turnover Days	85	91
Inventory Turnover Days	32	44
Current Ratio(%)	121	125
Net Working Capital [*]	1,230	1,332

* NT\$million

Sales & Gross Profit Margin

