

IR Electronic Newspaper

Spokesperson : Yulin Chen (Director, President Office)
 Deputy spokesperson : Chilli Hsieh (Manager ,President Office)
 Investor mail box : investor@sg.com.tw
 TEL : +886-2-2917-3005
 FAX : +886-2-2911-1283
 Address : 8F,No.205-3,Sec3,Beishin Road, Shindian City, Taipei,
 Taiwan, R.O.C.

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■ SG reports net revenue for June of NTD 94 millions

SG's net revenue of June is NTD 94 millions, representing an increase of 8.37% on a month-over-month comparison basis. Nevertheless, it shows a decrease of 12.25% on a year-over-year comparison basis and the accumulated revenue slightly decreases 2.10% than the previous year.

Items	Net Revenues (NTD.1,000)
June, 2006	94,045
June, 2005	107,176
Difference	(13,131)
YoY	(12.25%)
Accumulated Revenue of 2006	593,787
Accumulated Revenue of 2005	606,554
Difference	(12,767)
YoY	(2.10%)

■ Trading information of June

Monthly Trading Volume

High Price	Lowest Price	Weighted Ave. Price	Transaction	Transaction Trade Value (NTD.1,000)	Trade Volume (1,000 Shares)	Turnover Ratio
76.30	53.20	61.67	7,417	1,000,833	16,228	29.14%

Foreign & institutional Investors

Objects	Buy (1,000 Shares)	Sell (1,000 Shares)	Difference (1,000 Shares)
Foreign Investors	226	353	(127)
Securities Investment Trust Companies	125	973	(848)
Dealers	54	2	52
Total	405	1,328	(923)

Company Introduction

System General (SG) was founded in 1983 as a consulting company specializing in Device Programming and Power Management. In 1985, the company expanded its operations to include the design and manufacture of Device Programmers. Aiming to become the leader in its field of expertise, SG is committed to delivering products and services of the highest quality. It has earned an excellent reputation from customers all over the world. System General significantly expanded its business scope in 1999, after merging with the IC design company ESIC. Armed with a strong R&D team, SG successfully entered the business by delivering its first series of Power Management products. System General's innovative energy-saving power conversion designs were well received by the market.

With the corporate vision of "Innovation for a Better Tomorrow", SG's business goal has always been to provide original products that improve people's lives. SG operates through two strategic business units: Semiconductors and Programming Instruments. Both units have the backing of dedicated and highly skilled R&D, manufacturing, sales, logistics and technical support teams.

SG is headquartered in Taipei, Taiwan. It has branch offices in the USA, China, and Hsinchu Taiwan. System General also works with sales agencies throughout the world.

SG Website :
<http://www.sg.com.tw/>

Market Observation Post System Website :
<http://newmops.tse.com.tw/>

Monthly Margin Transactions

Objects	Beginning Remain (1,000 shares)	Ending Remain (1,000 shares)	Difference (1,000 shares)
Purchase on Margin	11,480	10,652	(828)
Short Sales	314	0	(314)

■ **Important information and stocks related release of June.**

1.Summary of important information. :

On a recently-held board meeting, SG's board of directors had-made the following two decisions:

- (1) This year's ex-dividend date: July 6th 2006
- (2) Adjustments of the ratios of stock and cash dividends:
 - a. Reason of adjustment : Due to the exercise of employee stock options, the total number of outstanding common shares has slightly increased. The original set ratios of stock and cash dividend thus adjust accordingly.
 - b. Stock dividend :
 - Before: NTD 2 per common share
 - Now: NTD 1.98598983 per common share
 - c. Cash dividend :
 - Before: NTD 1.6 per common share
 - Now: NTD 1.588791 per common share
 - d. Ex-rights date : July 6th ,2006
 - e. Final transfer registration date of shares : July 7th ,2006
 - f. Shares transfer suspension period : July 8th ,2006 to July 12th ,2006
 - g. Capital increasing date : July 12th ,2006

2.Stocks related release :

- (1)** Exercise of year 2003 employee stock option program during July of 2006: 0 share
- (2)** Exercise of year 2003 employee stock option program till July 30st , 2006: 787,500 shares

■ **What's new : SG6516**

System General Unveils New ATX SMPS Supervisor IC –SG6516

System General (SG) announced the latest desktop PC ATX power supply supervisor IC – SG6516. This IC comes with comprehensive supervision and redundant protection functions to protect power supplies against abnormal working conditions. Furthermore, the SG6516 provides two 12V over current protection functions, facilitating easy compliance with the Intel ATX 12V version 2.0 standard.

To further enhance its capabilities, the SG6516 is armed with over-current protection (OCP), over-voltage protection (OVP), under-voltage protection (UVP), fault protection (FPO) and power-good (PGO) functions. These protection features effectively prevent power supply lockups when facing variable voltage output levels. In comparison to existing products, the SG6516 has a ±1% precise VRI tolerance for assuring an accurate OCP trip point without the need for an added variable resistance; consequently, adding further value without raising a customer's additional BOM and operating costs.

The SG6516's high IREF precision (±5%) delivers increased stability to the OCP trip points, and in so doing

the overall stability of the power system; additionally, the SG6516 possesses a robust surge/ESD protection capability at the board level. The ESD immunity levels pass 16KV/20KV while the surge immunity passes 3.5KV. The high performance not only complies with international CE safety regulation standards, but also provides double secure protection for the power system.

“System General continues to extend its strength in developing new technologies in the power control market space. This new product demonstrates, once again, System General’ s development achievement in the desktop PC ATX power supply market,” said Dr Gary Lin, Vice President of the Semiconductors Business Unit. “The SG6516 supervisor IC is designed to create a monitored environment with emphasis on safety and efficiency. Integrating all of the required voltage and current capabilities in one chip enables the entire system to operate with optimal protection against failure.”

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