



PRESS RELEASE

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Ellipsiz Placement Of 39 Million New Shares Fully Taken Up
With \$25m Addition To War Chest, Company Well-Positioned To Ride Fresh Semiconductor Ramp-Up Cycle

Singapore, February 23, 2004 — Ellipsiz is pleased to announce that following the launch on 20 February 2004 of its proposed placement of 39 million new shares, all the shares have been fully placed out to institutional investors by BNP Paribas Peregrine (Singapore) Ltd, the placement agent. The placement, when completed, will raise approximately \$25.2m in net proceeds for Ellipsiz's expansion plans.

"We are very pleased that our institutional investors have demonstrated their confidence in us," says Ellipsiz Chairman and CEO, Xavier Chong. "We launched this fund-raising exercise to prepare to capture the growth opportunities in this new semiconductor upturn. We have restructured our operations, and worked intensively on business development, over the last eighteen months. With our shareholders' support, we are now in a very strong position to grow our business."

The Group has recently reported a profit before tax of \$4m for the first half of its financial year (July '03-Dec '03), due largely to a write-back of provisions for equipment impairment, following the successful restructuring of its wafer bumping business from a capex-heavy "foundry", to a process technology licensor and turnkey bump-line integrator to service foundries or packaging houses that require this advanced packaging capability on their premises for their high-end customers.

The other prongs of the Group's restructuring initiatives include:

a. Adding a Design-To-Silicon Division to provide support services for IC designers, including test engineering and multi-product-wafers in incubator parks, with the focus on China's semiconductor centers; and

b. Restructuring its core sales and distribution division, the Engineering Solutions Division, which provided 94% of its FY2003 revenues, into separate business units that specialize in different engineering solutions and services for wafer fabs.

The estimated net proceeds from the Placement of approximately S\$25.2 million will be used for business expansion purposes including acquisitions and investments, capital expenditure, and for working capital purposes. From time to time, the Group may also acquire or invest in businesses, products or technologies that it believes will complement its current business or be building blocks for future businesses.

Says Mr. Chong, "As veterans in the highly cyclical semiconductor industry, we are keenly aware of the need to catch the wave as it gathers momentum, before it crests. Timing is critical, and we need to seize opportunities to grow both organically and inorganically, through merger and acquisition activities."

The current consensus among the semiconductor industry is for the global cycle to grow strongly in 2004 and the first half of 2005, and then to soften again as capacity build-up once again exceeds demand for chips. Mr. Chong stated, "We will now be focusing on execution, to grow both revenues and profits, and a strong recurrent income base, in the 18 months ahead."

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About Ellipsiz Ltd.

The Ellipsiz Group is a leading engineering and advanced packaging solutions provider to the semiconductor industry in Asia. The holding company, Ellipsiz Ltd., was listed on SGX in July 2000.

It serves fabless customers in the test-engineering and other design-to-silicon services, and is a services foundry for wafer fabs. It also licenses its proprietary electroplating wafer bumping technology to fabs and advanced packaging houses which require this service for their flip-chip products. Among its offerings as a wafer fab service foundry are lithography applications, total facility management, total chemicals management, failure analysis and reliability laboratories, pump refurbishment, and wafer reclaim.

The Group has operations in Singapore, Malaysia, Taiwan and China. More information on the Group is posted on its website at www.ellipsiz.com.