



Displaying your vision

Chunghwa Picture Tubes, Ltd.

2Q07 Investor Conference





Safe Harbor Statement

The statements included in this presentation that are not historical in nature are forward-looking statements. These forward-looking statements which may include statements regarding CPT's future results of operations, financial condition, and investment plan are subject to significant risks and uncertainties and are based on CPT current expectations.

Actual results may differ materially from those expressed or implied in these forward-looking statements for a variety of reasons, including, among other things: the cyclical fluctuation and our gross margin affected by downward price pressures; our dependence on growth in the demand for our products; dependence on access to raw materials and components; general economic and political conditions, including those related to the TFT-LCD industry; possible disruptions in commercial activities caused by natural and human-induced disasters; and fluctuations in foreign currency exchange.

Additional information as to these and other factors that may cause actual results to differ materially from CPT forward-looking statements can be found in CPT annual report on Market Observe Post System in Security and Future Commission website.



Agenda

- Opening
- CPT Financials – 2Q07
- Market & CPT
- Q&A



Session 1

✓ Opening

Mr. Wei-Shan Lin
Chairman

- CPT Financials – 2Q07
- Market & CPT
- Q&A



Session 2

- Opening

- ✓ CPT Financials – 2Q07

Mr. James Wu
CFO

- Market & CPT

- Q&A



2Q07 Sales Results

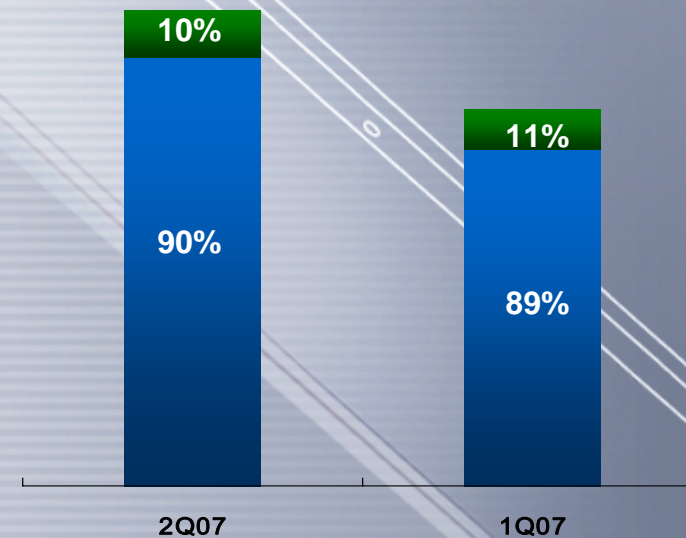
Unit: NT\$ M.

Revenue	2Q07	1Q07	QoQ %
Group	37,595	29,812	26
TFT-LCD	33,932	26,595	28
(L)	30,721	24,644	25
(S&M)	3,211	1,951	65
CRT & Others	3,663	3,217	14

Revenue	2Q07	2Q06	YoY %
Group	37,595	27,714	36
TFT-LCD	33,932	21,916	54
(L)	30,721	20,383	50
(S&M)	3,211	1,533	110
CRT & Others	3,663	5,798	(37)

QoQ Revenue Breakdown

■ TFT-LCD ■ CRT & Others



Source: Unaudited company data



2Q07 Consolidated Income Statement

Unit: NT\$ M.	2Q07	1Q07	QoQ Chg (%)	2Q06	YoY Chg(%)
Net Sales	37,595	29,812	26.1	27,714	35.5
Gross Profit	3,988	(307)	1,399	(1,897)	3102.3
Operating Income	1,419	(2,582)	155.0	(4,118)	134.5
Pre-tax Income	560	(3,076)	118.2	(5,759)	109.7
Net Income	504	(3,069)	116.4	(5,778)	108.7
Adjusted EBITDA ⁽¹⁾	7,769	3,650	112.8	1,987	291
EPS	0.06	(0.37)	116.2	(0.7)	108.6
Margins (%)	2Q07	1Q07		2Q06	
Gross Margin	10.6	(1.0)		(6.8)	
Operating Margin	3.8	(8.7)		(14.9)	
EBITDA Margin	20.7	12.2		7.2	

Source: Unaudited company data

Note: 1. Adjusted EBITDA is defined as operating income, plus depreciation and amortization.



1H07 Consolidated Income Statement

Unit: NT\$ M.	1H07	1H06	YoY Chg(%)
Net Sales	67,407	57,465	17.3
Gross Profit	3,681	(69)	5434.8
Operating Income	(1,163)	(3,190)	63.5
Pre-tax Income	(2,516)	(6,409)	60.7
Net Income	(2,565)	(7,248)	64.6
Adjusted EBITDA	11,420	7,615	50.0
EPS	(0.31)	(0.88)	64.8
Margins (%)	1H07	1H06	
Gross Margin	5.5	(0.1)	
Operating Margin	(1.7)	(5.5)	
EBITDA Margin	16.9	13.3	

Source: Unaudited company data



2Q07 Consolidated Balance Sheet

Unit: NT\$ M.	2Q07	1Q07	QoQ Chg (%)	2Q06	YoY Chg(%)
Cash & ST investment	27,878	32,014	(12.9)	25,471	9.4
Inventory	13,706	16,451	(16.7)	18,059	(2.4)
Short term Debt	43,404	51,492	(15.7)	30,710	41.3
Long term Debt	52,829	55,028	(4)	72,124	(26.8)
Stockholder Equity	81,888	79,310	3.3	88,823	(7.8)
Ratios(%)	2Q07	1Q07		2Q06	
Debt / Equity	118%	134%		116%	
Net Debt / Equity	83%	94%		87%	
Inventory Turnover (days) ²	37	46		51	

Source: Unaudited company data

Note: 2. Average period of the designated period divided by annualized and multiplied by 365 days



2Q07 TFT BU Income Statement

Unit: NT\$ M.	2Q07	1Q07	QoQ Chg (%)	2Q06	YoY Chg(%)
Net Sales	33,932	26,595	27.6	21,981	54.4
Gross Profit	4,048	37	10840.5	(2,141)	289.1
Operating Income	1,753	(1,972)	188.9	(3,904)	144.9
Pre-tax Income	722	(2,474)	129.2	(5,415)	113.3
Adjusted EBITDA	7,448	3,628	105.3	1,314	466.6
EBITDA per panel (3)	1072	582	84.2	234	358.1
Margins (%)	2Q07	1Q07		2Q06	
Gross Margin	11.9	0.1		(9.7)	
Operating Margin	5.2	(7.4)		(17.8)	
EBITDA Margin	21.9	13.6		6	

Source: Unaudited company data

Note: 3. The unit for EBITDA per "large-sized" panel is NT\$.



1H07 TFT BU Income Statement

Unit: NT\$ M.	1H07	1H06	YoY Chg(%)
Net Sales	60,527	46,165	31.1
Gross Profit	4,085	(456)	995.8
Operating Income	(219)	(3,868)	94.3
Pre-tax Income	(1,752)	(5,911)	70.4
Adjusted EBITDA	11,076	6,195	78.8
EBITDA per panel	840	574	46.3
Margins (%)	1H07	1H06	
Gross Margin	6.7	(1.0)	
Operating Margin	(0.4)	(8.4)	
EBITDA Margin	18.3	13.4	

Source: Unaudited company data



2Q07 CRT BU Income Statement

Unit: NT\$ M.	2Q07	1Q07	QoQ Chg (%)	2Q06	YoY Chg(%)
Net Sales	3,663	3,215	13.9	5,756	(36.4)
Gross Profit	(63)	(271)	76.8	347	(118.2)
Operating Income	(233)	(462)	49.6	23	(1113)
Pre-tax Income	(63)	(456)	86.2	(110)	-
Adjusted EBITDA	318	91	249.5	587	(87)
Margins (%)	2Q07	1Q07		2Q06	
Gross Margin	(1.7)	(8.4)		6	
Operating Margin	(6.4)	(14.4)		0.4	
EBITDA Margin	8.7	2.8		10.2	

Source; Unaudited company data



1H07 CRT BU Income Statement

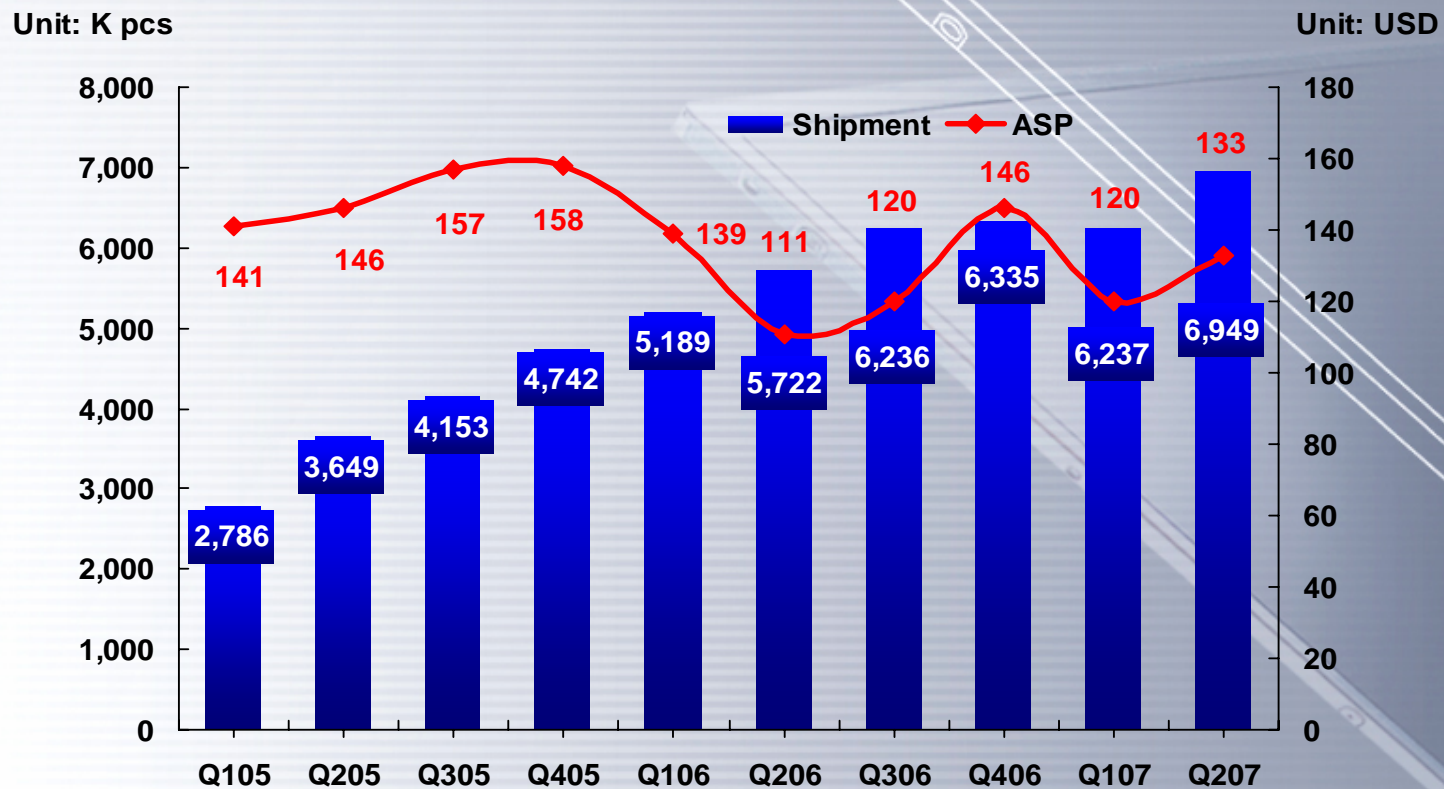
Unit: NT\$ M.	1H07	1H06	YoY Chg(%)
Net Sales	6,878	11,275	39.0
Gross Profit	(333)	705	(147.2)
Operating Income	(696)	122	(670.5)
Pre-tax Income	(519)	(25)	(1976)
Adjusted EBITDA	409	1,266	(67.7)
Margins (%)	1H07	1H06	
Gross Margin	(4.8)	6.3	
Operating Margin	(10.1)	1.1	
EBITDA Margin	5.9	11.2	

Source; Unaudited company data



TFT-LCD Panel Shipment –(L)

- In 2Q07, TFT-LCD large-sized panel shipments were around 6.9M., up 11.4% QoQ.
- In 2Q07, blended ASP approximated US\$133, up 10.8% QoQ.



Source: Unaudited company data



TFT-LCD Panel Shipment – (S&M)

- In 2Q07, TFT-LCD small- and medium-sized panel shipments were around 14 M., up 35.2 % QoQ.
- In 2Q07, the revenue generated from this sector was NT\$ 3,211 M., up 64.6% QoQ.



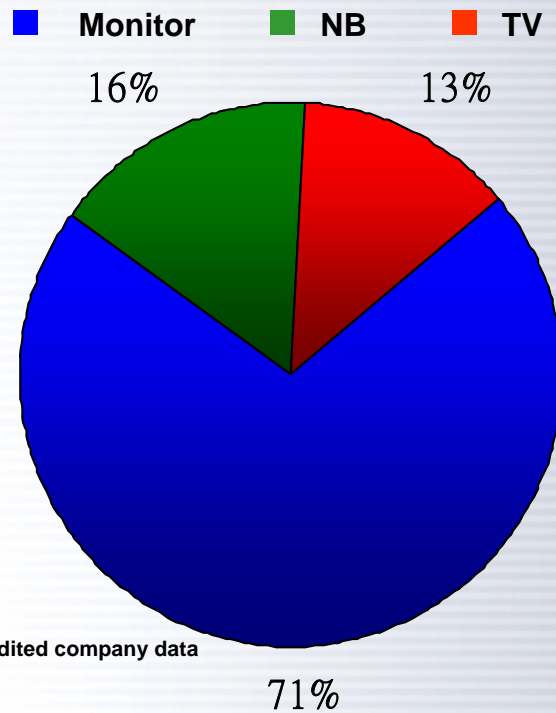
Source: Unaudited company data



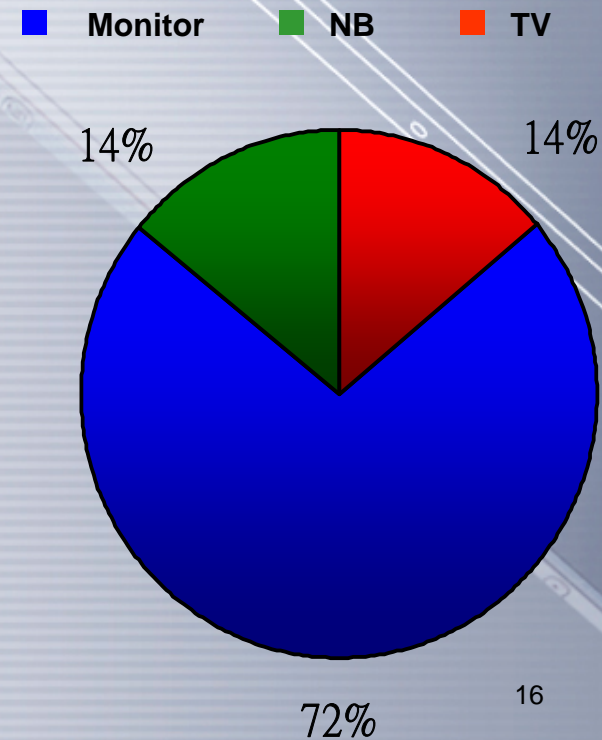
Product mix by application-shipments

•In 2Q07, TFT-LCD large-sized panel shipments for FPM increased 12% QoQ.

1Q07 TFT-LCD product mix



2Q07 TFT-LCD product mix



Source: Unaudited company data



Shipments breakdown by size

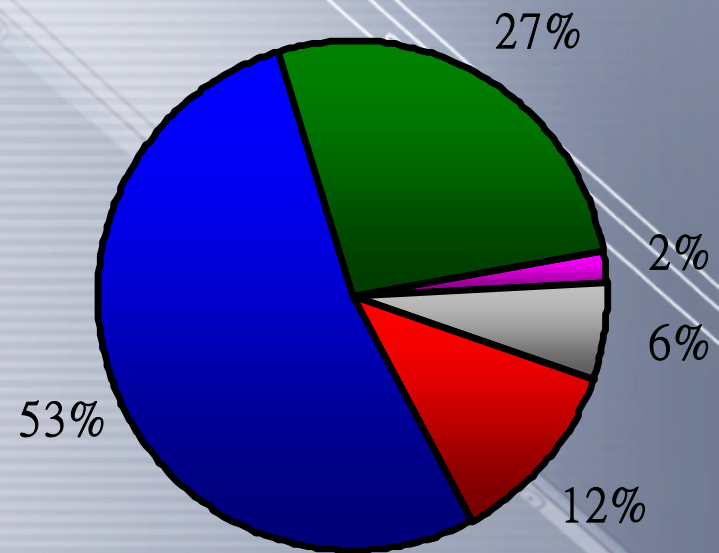
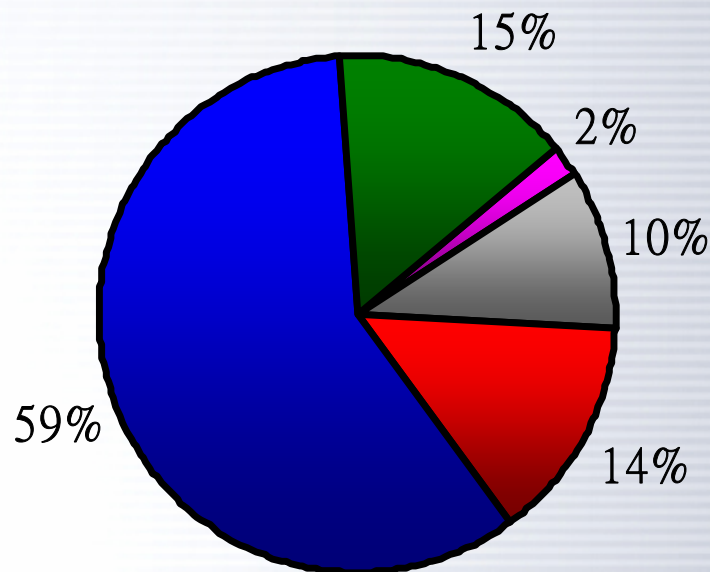
In 2Q07, TFT-LCD large-sized shipments for 20" (included 20") above increased 80% QoQ.

1Q07 TFT-LCD breakdown by size

2Q07 TFT-LCD breakdown by size

■ <15" ■ 15" ■ 15.4" ■ 17"/19" ■ ≥20.1"

■ <15" ■ 15" ■ 15.4" ■ 17"/19" ■ ≥20.1"



Source: Unaudited company data



CPT 2Q07 Highlight

Substrate Size (mm)		Capacity (k /m)	2Q07
T1	550*670	40,000	Sales: NT\$37.6 B.
T2	680*880	72,600	Large-sized panel Shipments:
L1A	730*920	90,000	6.95 M.
L1B	730*920	90,000	Small- & Medium-sized panel Shipments:
L2	1500*1850	80,000	14.1 M.
Y1(CF)	730*920	220,000	CAPEX (NT\$ B.)
Y2(CF)	1500*1850	40,000	2007: \$12.8
			2006: \$18.2

Source: Unaudited company data



Thank you.

Appendix:



2Q07 Unconsolidated Income Statement

Unit: NT\$ m	2Q07	1Q07	QoQ Chg (%)	2Q06	YoY Chg(%)
Net Sales	33,683	26,505	27.1	21,996	53.1
Gross Profit	998	(380)	362.6	(1,104)	190.3
Operating Income	(1,016)	(2,154)	52.8	(2,710)	62.5
Pre-tax Income	504	(3,069)	116.4	(5,778)	108.7
Net Income	504	(3,069)	116.4	(5,778)	108.7
Adjusted EBITDA ⁽¹⁾	4,513	3,274	37.8	2,660	69.7
EPS	0.06	(0.37)	116.2	(0.7)	108.6
Margins(%)	2Q07	1Q07		2Q06	
Gross Margin	3	(1.4)		(5)	
Operating Margin	(3)	(8.1)		(12.3)	
EBITDA Margin	13.4	12.4		12.1	

Source: Unaudited company data



Keep in Contact!!!

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