

Sunright Corporate Press Release

SUNRIGHT'S TESTING SUBSIDIARY AND TEXAS INSTRUMENTS DISSOLVE CONTRACT

Singapore, July 8 1998 – Sunright Limited (“Sunright”) announces that its testing subsidiary in Singapore, KES Rood Technology Pte Ltd (“KRTS”) specializing in testing of semiconductor chips dissolved its three-year testing contract with Texas Instruments Pte Ltd (“TIS”).

Sunright’s Executive Chairman & Chief Executive Officer, Mr. Sam Lim said, “KTS has an excellent business rapport with TIS. Declining prices in the dynamic random access memory chips (“DRAM”) and the slowing down of market demand, have resulted in an early cancellation of its agreement which represented 10% of the previous year’s group turnover”.

KRTS, a joint venture between Sunright Limited and Rood Testhouse International N.V. (“RTI”), was established in July 1992 to provide semiconductor testing services to major semiconductor manufacturers. Sunright has a 87.2% stake in this joint venture.

The sale of Texas Instrument’s memory business to Micron Technology is not connected to the premature end of its contract.

He added, “the cancellation would provide an earlier realization of its returns from test investments for KRTS and in view of the present market sentiments, it is not an unsatisfactory arrangement”.

The loss of the test business with TIS is not expected to have any significant impact on the financial performance of the Group for the financial year ending 31st July 1998.

About Sunright

Sunright Limited, a main board listed company on the Singapore Exchange Securities Trading, is the world’s largest independent provider of burn-in and test services, and a leading manufacturer of parallel test and burn-in systems. Sunright also distributes high technology equipment and materials and engages in selective OEM assembly of electronic components. It has a total workforce of 2,500 employees with annual revenue in excess of S\$ 100 million. Sunright’s customers include multi-national semiconductor manufacturers, namely AMD, Hyundai, Hewlett-Packard, Infineon, Motorola, NEC, National Semiconductor, Texas Instruments, Toshiba and others. More information on Sunright is available on Sunright’s website: www.sunright.com.

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