

CipherLab reports consolidated Second-Quarter Financial Results

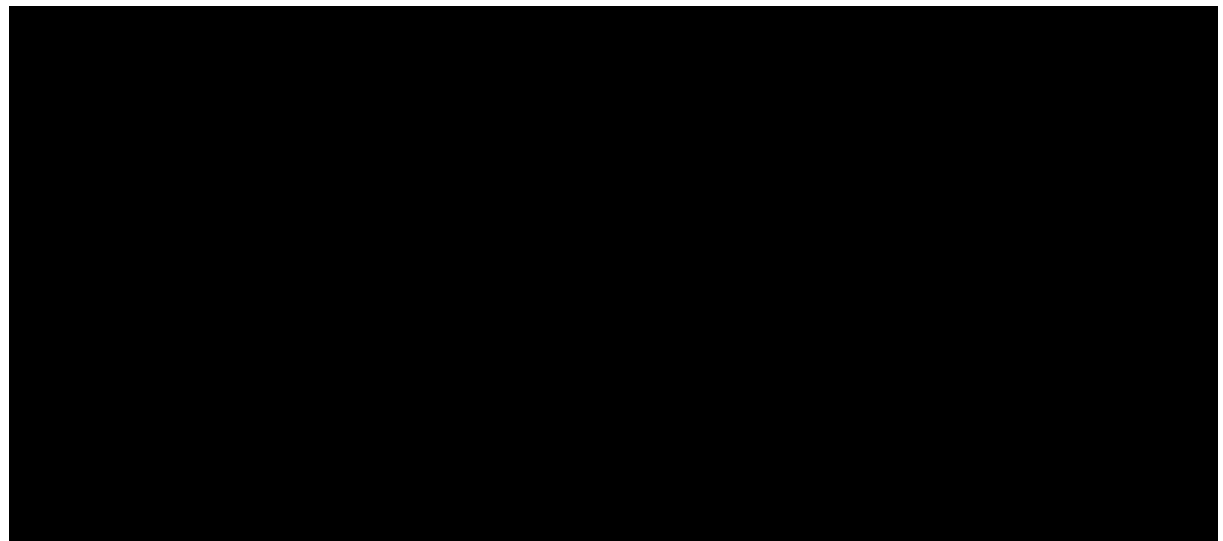
Taipei, Taiwan, August 31, 2008--CipherLab (TWN: 6160) today reported consolidated sales of \$378.07 million for the second quarter of 2008. The net income for the same period was \$104.47 million, or \$ 1.47 per share.

Compared to first quarter of 2008, the second quarter sales increased 14% while Income from Operations and Net Income increased 8 % and 94%, respectively.

The realized gross margin, operating margin and Net margin for the second quarter were 58%, 30% and 28%, respectively.

The product mix for second quarter was: 64%, 26% and 10% to mobile computers, hand-held scanners and accessories, respectively. Global Sales Distribution was 17% Asia Pacific, 17% Americas, 44% EMEA, 7% China and 15% Large Direct Accounts.

(all figures are in thousands of NT\$, except EPS)



Note: Since CipherLab didn't report the consolidated financials on the quarterly basis till 2008, thus we can only provide the six months comparisons ended June for 2007 and 2008 .