

**QISDA CORP.
ZERO COUPON BONDS DUE 2012 EXCHANGEABLE INTO
COMMON SHARES OF AU OPTRONICS CORP.**

Issuer	Qisda Corporation
Size	NT\$4.5 billion.
Exchange into	AU Optronics Corp. Common shares (the "Reference Shares")
Use of Proceed	Repayment of bank loan
Issue Price	100% of principal amount
Issue date	January 18, 2007.
Coupon Rate	0%
Maturity Date	January 18, 2012
Yield to Maturity	0%
Exchange Price	The Bonds are exchangeable at any time on or after 1 month from the Issue Date and prior to January 8, 2012 into Reference shares, if applicable, at an exchange price per Reference Share (the "Exchange Price") of NT\$42.84.
Exchange Price Reset	The Exchange Price shall be adjusted on September 30, 2007, September 30, 2008, September 30, 2009, September 30, 2010, September 30, 2011 (the "Reset Date") as follows: Adjusted Exchange Price = 115% * Reset Reference Price (shall be one of the average closing prices of the Reference Shares for 1, 3 or 5 trading days before the Reset Date). The Exchange Price pursuant to the Exchange Price Reset shall be limited so that the adjusted Exchange Price shall not be less than 80% of the initial Exchange Price which should be adjusted pursuant to anti-dilution adjustments. For a full description, see "terms and Conditions of the Bonds".
Yield to Put	1. 2 years after offering : 100% of the principal amount 2. 5 years after offering : 0%. 3. Delisting : 0%.
Call Option	1. The Issuer has the option to call all or any portion of the Bonds from 1 month after the Issue Date to 40 days before the Maturity Date at their principal amount if the closing price of the Reference Shares on the Taiwan Stock Exchange for each of the 30 consecutive trading days is at least 150% of the Exchange Price. 2. The Issuer may redeem the outstanding Bonds at their principal amount in whole, at their principal amount in the event that at least 90% of the Bonds have been previously redeemed, called or exchanged.
Block Period	One month
Listing	GreTai Securities Market