

Internal Control System Execution Status

Ichia Technologies, Inc.
Statement of Internal Control System
Date: February 25, 2005

Based on the findings of a self-assessment, Ichia Technologies, Inc. ("Ichia") states the following with regard to its internal control system during the period from January 1, 2004 to December 31, 2004:

1. Ichia is fully aware that establishing, executing and maintaining an internal control system are the responsibility of its Board of Directors and management. Ichia has established such a system aimed at providing reasonable assurance regarding the achievement of objectives in efficiency and effectiveness of operations (including profitability, performance and safeguarding of assets), reliability of the financial reporting and compliance with applicable laws and regulations.
2. An internal control system has inherent constraints. No matter how perfectly designed, an effective internal control system can provide only reasonable assurance of achieving the three objectives mentioned above. Moreover, the effectiveness of an internal control system may be subject to changes of environment or circumstances. Nevertheless, the internal control system of Ichia contains self-monitoring mechanisms, and Ichia takes corrective actions whenever a deficiency is identified.
3. Ichia's evaluates the design and operating effectiveness of its internal control system based on the criteria provided in the Regulations Governing the Establishment of Internal Control Systems by Public Companies promulgated by the Securities and Futures Bureau, Financial Supervisory Commission, Executive Yuan, R.O.C. (herein below, the "Regulations"). The criteria adopted by the Regulations identify five components of internal control based on the process of management control: (1) Control Environment, (2) Risk Assessments, (3) Control Activities, (4) Information and Communication, and (5) Monitoring. Each component further contains several items. Please refer to the Regulations for details.
4. Ichia has evaluated the design and operating effectiveness of its internal control system according to the aforesaid criteria.
5. Based on the findings of the evaluation mentioned in the preceding paragraph, Ichia believes that, during the year 2004, its internal control system (including its supervision of subsidiaries), as well as its internal controls to monitor the achievement of its objectives concerning operational efficiency and effectiveness, reliability of financial reporting, and compliance with applicable laws and regulations, were effective in design and operation, and reasonably assured the achievement of the above-stated objectives.
6. This Statement will be an integral part of Ichia's annual report for the year 2004 and prospectus, and will be made public. Any falsehood, concealment, or other illegality in the content made public will entail legal liabilities under Articles 20, 32, 171 and 174 of the Securities and Exchange Law.
7. This Statement has been passed by the Board of Directors in their meeting held on February 25, 2005, with none of the five attending directors expressing dissenting opinion, and the remainder all affirming the content of this Statement.

Ichia Technologies, Inc.

Benny Huang
Chairman

Benny Huang
CEO