



PRESS INFORMATION

BayanTrade, Microsoft Kick-Off Pilot RosettaNet Project at PSi Technologies *System to facilitate seamless data communication between PSi and its offshore customers*

Manila, Philippines and Santa Clara, California, August 14, 2003 — PSi Technologies Holdings, Inc. (NASDAQ: PSIT), a leading global independent provider of power semiconductor assembly and test services, BayanTrade, the Philippines' premiere business-to-business e-commerce hub, and Microsoft Philippines today announced the implementation of RosettaNet e-business standards in PSi Technologies' e-business infrastructure.

RosettaNet promotes a common e-business "language" meant to align business processes along entire supply chains and facilitate seamless information exchange among cross-country trade partners. The project is a first for the RosettaNet Philippines consortium in which BayanTrade and Microsoft Philippines are co-founders.

According to Arthur J. Young, Jr., Chairman & CEO of PSi Technologies, "The decision to adopt RosettaNet was driven by the company's desire to provide better service to our global customers and build a stronger, collaborative supply chain. Since we supply and assemble electronic components for large RosettaNet-compliant companies like Infineon Technologies, it is imperative that we conform to their business processes." The installation of RosettaNet's standards will enable automated information exchange between Infineon and PSi's respective enterprise resource planning (ERP) systems.

"This initiative aims to demonstrate the business advantages of incorporating RosettaNet's global standards for e-business. We are pleased that PSi Technologies agreed to be the pilot implementation site for RosettaNet and to serve as a model for other Philippine companies to follow," said BayanTrade president Dante Briones

The pilot project will allow PSi use of RosettaNet's technology for a 60-day trial period, according to Briones. PSi will use Microsoft's RosettaNet Solution to facilitate the connection of its enterprise system to Infineon's. As a first step and in early July, PSi began installing RosettaNet's partner-interface program (PIP) to connect to Infineon's enterprise resource planning system, with the help of BayanTrade and Microsoft. A PIP enables servers at the two companies to exchange information online using RosettaNet standards.

Once live, PSi's existing SAP ERP system will automatically communicate ASNs to Infineon Technologies, "instead of having employees currently call or manually email and re-enter shipment information into their respective ERPs," said Young. ASNs are advanced shipment notices that provide detailed product content in a shipment, arrival date and other shipment information.

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Based on the results of the implementation, PSi can opt to own the system or have it hosted through BayanTrade. "Our facility can host the B2B exchange between PSi and Infineon. This will eliminate additional infrastructure and maintenance costs for PSi while assuring smooth transaction processes between the companies," Briones added.

Aside from shipment notices, RosettaNet's PIPs apply to core processes such as order management, inventory management, marketing information management, service and support, and manufacturing.

"Adopting RosettaNet standards is a key step in our quest for more efficient operations," said Young.

About PSi Technologies Holdings, Inc.

PSi Technologies is an independent semiconductor assembly and test service provider focused on the power semiconductor market. The Company provides comprehensive package design, assembly and test services for power semiconductors used in telecommunications and networking systems, computers and computer peripherals, consumer electronics, electronic office equipment, automotive systems and industrial products. PSi's customers include most of the major power semiconductor manufacturers in the world such as Fairchild Semiconductor, Infineon Technologies, ON Semiconductor, Philips Semiconductor, and ST Microelectronics.

For more information, visit the Company's web site at www.psitechnologies.com or call:
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About RosettaNet

RosettaNet is a consortium of major Information Technology, Electronic Components, Semiconductor Manufacturing and Telecommunications companies working to create and implement industry-wide, open e-business process standards. These standards form a common e-business language, aligning processes between supply chain partners on a global basis. Globally, over 500 companies use RosettaNet's standards to connect and electronically share information with their supply chain partners. RosettaNet is a subsidiary of the Uniform Code Council, Inc. (UCC). In the Philippines, BayanTrade, Microsoft Philippines, Ayala Port and the Semiconductor and Electronic Industries of the Philippines (SEIPI), an industry trade group of which PSi is a member, founded RosettaNet.

For more information, visit the organization's web site at www.rosettanet.org.

About BayanTrade

BayanTrade is the Philippines' premiere business-to-business e-Commerce Hub. Founded in June 2000, BayanTrade is a joint venture among the Philippines' top 6 conglomerates namely Aboitiz Equity Ventures, Inc., Ayala Corp., Benpres Holdings, Corp., JG Summit Holdings, Inc., PLDT and United Laboratories, Inc.

For more information, visit the organization's web site at www.bayantrade.com or call:
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About Microsoft

Founded in 1975, Microsoft (Nasdaq: MSFT) is the nationwide leader in software for personal and business computing. The company offers a wide range of products and services designed to empower people through great software - any time, any place and on any device.

Safe Harbor Statement

This press release contains forward-looking statements that involve risks and uncertainties. Actual results may differ materially. Factors that might cause a difference include, but are not limited to, those relating to the pace of development, adoption and difficulties of implementing RosettaNet's partner-interface program (PIP) in PSi Technologies. PSi will not update these forward-looking statements to reflect events or circumstances after the date hereof. More detailed information about potential factors that could affect PSi's financial results is included in the documents PSi files from time to time with the Securities and Exchange Commission.

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