

October 3, 2005



Tadahito Takahashi, President and CEO
2-3-12 Shin-Yokohama, Kouhoku-ku,
Yokohama 222-0033 Japan

PALTEK CORPORATION Signs Sales and Distribution Agreement With SiliconExpert Technologies Inc.

-- Leading electronic components database solution
to be offered to Japanese OEMs, ODMs and EMS --

October 3, 2005 -- PALTEK CORPORATION, a leading silicon and electronic solutions supplier in Japan, and SiliconExpert Technologies Inc., a U.S. company that develops and markets web-based intelligent component management solutions, today announced that they have been entered into a distribution agreement for the Japanese market.

SiliconExpert has developed its rich electronic components database and provides an ASP service that allows users to search from this large database. The database contains vast components information of over 60+ million orderable part numbers from over 1,500 global suppliers. Utilizing this rich Database, SiliconExpert offers component management software tools called "Part Search Manager," a robust components search service based on the database, and "BOM Manager," which can be used to cleanse, scrub and analyze groups of Bills of Materials (BOM). These software tools offer valuable features such as searching for preferred electronic parts by parameter or supplier names, finding suppliers' PCNs, performing Cross-References, side-by-side comparison, and many other features which help reduce time, increase efficiency and cleansed, organized BOMs. These features help the design and component engineers as well as the procurement professionals, who have to make the right component choice in a timely manner to meet the time to market pressures. The database is continuously updated and maintained for freshness to offer latest information on the electronic components. SiliconExpert is also a leader in offering comprehensive RoHS/Pb-Free information, enabling users to efficiently collect information and select desired parts.

By partnering with SiliconExpert as its exclusive agent in Japan, PALTEK markets "Parts Search Manager" and "BOM Manager" tools to Japanese systems manufacturers, OEMs, EMS, and provides user support in Japanese. The users of SiliconExpert's software tools can access these tools from PALTEK's homepage. With this partnership, PALTEK endeavors to provide more comprehensive user support to its customers in electronics industry from not limited to providing semiconductor products like PLDs and ASSPs, but broadening its services to help customers for more efficient and intelligent component management.

PALTEK has been providing silicon and software solutions to many Japanese electronics manufacturers along with strong technical support to expedite the design processes and to enable more complex designs of its customers. By offering SiliconExpert's electronic parts database software tools, PALTEK is now the first electronics distributor in Japan that provides components search and management solutions along with strong support based on vast experience of silicon solutions.

About PALTEK CORPORATION:

Since the foundation in 1982, PALTEK Corporation has been providing silicon and software solutions to Japanese manufacturers. In particular, PALTEK is very strong in providing solutions with Programmable Logic Devices (PLDs), Application Specific Standard Products (ASSPs) and other Networking related silicon. Based on sound business performance, PALTEK made its Initial Public Offering on JASDAQ in 1998. The company is continuously making efforts to contribute to the development of the electronics industry by providing the best available hardware and software solutions.

For further information, see <http://www.paltek.co.jp>

About SiliconExpert Technologies Inc.:

Founded in 2000, SiliconExpert has developed and marketed the world-largest electronic components database and various ASP services for suppliers, OEMs and EMS. It employs 120 full-time engineers engaging in the development and update of its rich component database, which consists of over 60+ million items from 1,500 suppliers. SiliconExpert has its headquarters in Santa Clara, CA.

For further information, see <http://www.siliconexpert.com>

■ Glossary

BOM (Bill Of Materials):

Bill Of Materials (BOM) summarizes the components, sub-products and materials which compose a specific product in a defined and well-structured manner.

Questions concerning this Press Release:

PALTEK CORPORATION	Ikuko Tokunaga, Public Relations
Phone(Direct)	+81-45-477-2016
FAX	+81-45-477-2012
E-mail address	pr@paltek.co.jp

Questions concerning products & services:

PALTEK CORPORATION	Support Center
Phone (Direct)	+81-45-477-2003
FAX	+81-45-477-2013
E-mail address	siexp@paltek.co.jp