

Commencement of Integrated Telecom Express' Initial Distribution Under Its Chapter 11 Plan of Liquidation

CUPERTINO, Calif., June 5 -- Integrated Telecom Express, Inc. reported that it will commence its initial distribution today to holders of the company's old common stock pursuant to its Second Amended Plan of Liquidation under Chapter 11 of the Bankruptcy Code (the "Plan"). Holders of the company's old common stock are expected to receive \$1.75 per share in connection with the initial distribution.

Shareholders should refer to the Letter of Transmittal sent by our Paying Agent, EquiServe, for distribution instructions. EquiServe can be contacted at Corporate Actions Department, Post Office Box 43025, Providence, RI 02940-3025, or for Telephone Assistance at 877-282-1168.

The company has set aside contingency reserves that may be required to be paid in connection with a pending appeal by the company's former landlord and the securities class action litigation to which the company is a party. Future distributions, if any, will be made as soon as practicable pending resolutions of such legal actions.

Forward-Looking Statements

This document contains forward-looking statements that involve risks and uncertainties that may cause actual results to differ. All statements other than statements of historical fact are statements that could be deemed forward-looking statements, including any statements regarding the amount of liquidation proceeds that may be available for distribution, in accordance with the bankruptcy process or otherwise. Furthermore, legal proceedings and the results of litigations are inherently unpredictable and may affect the amount and timing of distributions to be made to stockholders. The company also refers readers to the risk factors identified in its Annual Report on Form 10-K for the year ended December 31, 2002 as filed with the Securities and Exchange Commission, to the extent applicable. The company does not undertake any obligations to publicly update any forward-looking statements to reflect events or circumstances after the date on which any such statement is made or to reflect the occurrence of unanticipated events.