

INTEGRATED TELECOM EXPRESS ANNOUNCES UNITED STATES COURT OF APPEALS DECISION IN BANKRUPTCY CASE

CUPERTINO, Calif., September 21, 2004 – Integrated Telecom Express, Inc. today announced that the United States Court of Appeals for the Third Circuit reversed the May 2004 order of the United States District Court for the District of Delaware. The United States Court of Appeals for the Third Circuit also remanded the case to the Bankruptcy Court with instructions to dismiss Integrated Telecom Express' petition under Chapter 11. The Company is currently exploring its appellate options in light of this decision.