

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
REPORT AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2003

Report of Independent Auditor

To The Board of Directors and Shareholders of
Delta Electronics (Thailand) Public Company Limited

I have reviewed the accompanying consolidated balance sheet of Delta Electronics (Thailand) Public Company Limited and its subsidiaries as at 31 March 2003, and the related consolidated statements of earnings, changes in shareholders' equity and cash flows for the three-month period then ended, and the separate financial statements of Delta Electronics (Thailand) Public Company Limited for the same period. These financial statements are the responsibility of the management of the Company and its subsidiaries as to their correctness and completeness of the presentation. My responsibility is to report on these financial statements based on my reviews.

I conducted my reviews in accordance with the auditing standard applicable to review engagements. This standard requires that I plan and perform the reviews to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. I have not performed an audit and, accordingly, I do not express an audit opinion.

Based on my reviews, nothing has come to my attention that causes me to believe that the accompanying financial statements are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

The consolidated financial statements of Delta Electronics (Thailand) Public Company Limited and its subsidiaries and the separate financial statements of Delta Electronics (Thailand) Public Company Limited for the year ended 31 December 2002 were audited in accordance with generally accepted auditing standard by another auditor in my office, who expressed an unqualified opinion on those statements under his report dated 17 January 2003. The balance sheet as at 31 December 2002, as presented herein for comparative purposes, formed an integral part of the financial statements which that auditor audited and reported on.

The related consolidated statements of earnings, changes in shareholders' equity and cash flows of Delta Electronics (Thailand) Public Company Limited and its subsidiaries for the three-month period ended 31 March 2002, and the separate financial statements of Delta Electronics (Thailand) Public Company Limited for the same periods as presented herein for comparative purposes, formed an integral part of the interim financial statements which were reviewed by the aforementioned auditor who reported, under his report dated 2 May 2002, that nothing had come to his attention that caused him to believe that the aforementioned financial statements were not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

Supachai Phanyawattano

Certified Public Accountant (Thailand) No. 3930

Ernst & Young Office Limited

Bangkok : 18 April 2003

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

(Unit: Baht)

	Note	Consolidated		The Company Only	
		31 March 2003	31 December 2002	31 March 2003	31 December 2002
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	2	9,218,318,648	7,857,503,429	7,198,084,386	6,044,425,240
Investments in available-for-sale securities	3	134,766,450	102,348,278	-	-
Accounts receivable - trade					
Related parties	12	590,930,426	664,925,263	3,901,307,306	5,685,177,678
Unrelated parties		6,499,421,854	7,700,365,625	4,943,284,975	5,516,131,378
Less : Allowance for doubtful accounts		(264,295,912)	(341,544,541)	(264,295,912)	(341,544,541)
Accounts receivable - trade, net	4	6,826,056,368	8,023,746,347	8,580,296,369	10,859,764,515
Inventories - net		2,508,533,630	3,785,186,877	1,148,102,284	1,296,274,970
Other current assets					
Input tax refundable		37,989,656	61,746,639	37,967,025	53,044,022
Advance payments		46,220,488	26,785,287	26,131,898	6,557,630
Forward contracts receivable		35,960,677	-	13,372,000	-
Others		77,563,920	61,670,324	41,107,655	19,965,630
TOTAL CURRENT ASSETS		18,885,409,837	19,918,987,181	17,045,061,617	18,280,032,007
NON - CURRENT ASSETS					
Investments accounted for under equity method	5	621,556,254	623,575,311	2,563,595,900	2,371,818,383
Other long-term investments					
Investments in other related parties	6	324,598,375	361,542,654	-	-
Investments in unit trusts		120,000,000	120,000,000	120,000,000	120,000,000
Long-term loan to related party	12	65,211,496	65,662,936	-	-
Property, plant and equipment - net		3,769,247,512	3,854,696,062	3,764,624,766	3,851,152,166
Consolidation goodwill		84,485,425	85,680,794	-	-
Other non-current assets		1,292,084	1,685,084	1,292,084	1,685,084
TOTAL NON-CURRENT ASSETS		4,986,391,146	5,112,842,841	6,449,512,750	6,344,655,633
TOTAL ASSETS		23,871,800,983	25,031,830,022	23,494,574,367	24,624,687,640

The accompanying notes are an integral part of the financial statements.

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS (Continued)

(Unit: Baht)

	Note	Consolidated		The Company Only	
		31 March 2003	31 December 2002	31 March 2003	31 December 2002
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term loans from financial institutions	7	866,928,000	869,107,356	866,928,000	869,040,000
Accounts payable - trade					
Related parties	12	49,920,101	155,570,753	48,064,994	142,057,538
Unrelated parties		5,024,885,749	6,639,696,279	5,024,906,910	6,633,130,603
Total accounts payable - trade		5,074,805,850	6,795,267,032	5,072,971,904	6,775,188,141
Amounts due to related parties	12	945,638,272	966,772,680	955,267,552	1,260,375,821
Other current liabilities					
Accrued expenses	8	536,346,557	487,692,684	531,866,658	481,666,554
Advance received		219,281,735	221,142,107	219,156,330	221,142,107
Forward contracts payable	9	-	23,532,520	-	-
Dividend payable	15	3,326,685,922	-	3,326,685,922	-
Other accounts payable		169,179,787	221,438,442	169,179,787	221,438,442
Others		53,191,588	86,775,759	18,295,825	18,680,184
TOTAL CURRENT LIABILITIES		11,192,057,711	9,671,728,580	11,160,351,978	9,847,531,249
SHAREHOLDERS' EQUITY					
Share capital					
Registered					
1,200 million ordinary shares of Baht 1 each		1,200,000,000	1,200,000,000	1,200,000,000	1,200,000,000
Issued and fully paid					
1,188.10 million ordinary shares of Baht 1 each		1,188,102,115	1,188,102,115	1,188,102,115	1,188,102,115
Additional paid-in capital					
Premium on share capital		1,491,912,500	1,491,912,500	1,491,912,500	1,491,912,500
Unrealised loss on investments in available-for-sale securities		(25,062,578)	(29,642,143)	(25,062,578)	(29,642,143)
Translation adjustments		172,631,952	116,025,994	172,631,952	116,025,994
Retained earnings					
Appropriated - Statutory reserve		120,000,000	120,000,000	120,000,000	120,000,000
Unappropriated		9,386,638,400	11,890,757,925	9,386,638,400	11,890,757,925
EQUITY ATTRIBUTABLE TO THE COMPANY'S SHAREHOLDERS		12,334,222,389	14,777,156,391	12,334,222,389	14,777,156,391
MINORITY INTEREST - equity attributable to minority shareholders of subsidiaries		345,520,883	582,945,051	-	-
TOTAL SHAREHOLDERS' EQUITY		12,679,743,272	15,360,101,442	12,334,222,389	14,777,156,391
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		23,871,800,983	25,031,830,022	23,494,574,367	24,624,687,640
		0	0	0	0

The accompanying notes are an integral part of the financial statements.

DIRECTORS

(UNAUDITED BUT REVIEWED)

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

EARNINGS STATEMENTS

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2003 AND 2002

(Unit: Baht)

	Note	Consolidated		The Company Only	
		2003	2002	2003	2002
REVENUES					
Sales		8,518,312,171	8,557,138,348	7,482,908,520	8,594,319,592
Other income					
Interest income		65,019,727	56,769,868	25,163,290	46,334,134
Gain on exchange rate		60,199,664	-	-	-
Others		23,461,834	21,687,994	7,895,455	9,420,143
Share of profit from investments accounted for under equity method		2,262,909	34,839	130,591,994	27,710,481
TOTAL REVENUES		8,669,256,305	8,635,631,049	7,646,559,259	8,677,784,350
EXPENSES					
Cost of sales		7,114,143,336	7,093,137,748	6,133,246,122	7,143,070,540
Selling and administrative expenses		731,696,167	523,815,417	671,066,795	500,843,407
Directors' remuneration		100,000	60,000	100,000	60,000
Loss on exchange rate		-	183,968,679	18,184,138	195,756,635
TOTAL EXPENSES		7,845,939,503	7,800,981,844	6,822,597,055	7,839,730,582
EARNINGS BEFORE INTEREST EXPENSES AND CORPORATE INCOME TAX		823,316,802	834,649,205	823,962,204	838,053,768
INTEREST EXPENSES		(1,395,807)	(9,993,976)	(1,395,807)	(9,993,976)
CORPORATE INCOME TAX		(764,353)	-	-	-
EARNINGS AFTER CORPORATE INCOME TAX		821,156,642	824,655,229	822,566,397	828,059,792
MINORITY INTEREST IN NET LOSS OF SUBSIDIARIES		1,409,755	3,404,563	-	-
NET EARNINGS FOR THE PERIOD		822,566,397	828,059,792	822,566,397	828,059,792
EARNINGS PER SHARE					
<i>11</i>					
Basic earnings per share					
Net earnings		0.69	0.70	0.69	0.70
Weighted average number of ordinary shares (shares)		1,188,102,115	1,188,070,690	1,188,102,115	1,188,070,690
<i>11</i>					
Diluted earnings per share					
Net earnings		0.69	0.70	0.69	0.70
Weighted average number of ordinary shares (shares)		1,188,116,088	1,188,112,143	1,188,116,088	1,188,112,143

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2003 AND 2002

(Unit: Baht)

Consolidated

	Issued and paid-up share capital	Premium on share capital	Unrealised loss on investments in available-for-sale securities	Translation adjustments	Retained earnings		Minority interest-equity attributable to minority shareholders of subsidiaries	Total
					Appropriated	Unappropriated		
Balance as at 31 December 2001 (Audited)	1,188,042,920	1,491,912,500	(20,927,361)	139,859,753	120,000,000	12,428,990,801	600,789,330	15,948,667,943
Unrealised gain on investments in available-for-sale securities	-	-	12,559,546	-	-	-	-	12,559,546
Translation adjustments	-	-	-	(24,342,197)	-	-	-	(24,342,197)
Unrealised items in earnings statement	-	-	12,559,546	(24,342,197)	-	-	-	(11,782,651)
Net earnings for the period	-	-	-	-	-	828,059,792	-	828,059,792
Dividend paid (Note 15)	-	-	-	-	-	(3,861,239,772)	-	(3,861,239,772)
Returned dividend	-	-	-	-	-	27,120	-	27,120
Increased share capital	30,856	-	-	-	-	-	-	30,856
Minority interest - equity attributable to minority shareholders of subsidiaries	-	-	-	-	-	-	(13,492,138)	(13,492,138)
Balance as at 31 March 2002	<u>1,188,073,776</u>	<u>1,491,912,500</u>	<u>(8,367,815)</u>	<u>115,517,556</u>	<u>120,000,000</u>	<u>9,395,837,941</u>	<u>587,297,192</u>	<u>12,890,271,150</u>
Balance as at 31 December 2002 (Audited)	1,188,102,115	1,491,912,500	(29,642,143)	116,025,994	120,000,000	11,890,757,925	582,945,051	15,360,101,442
Unrealised gain on investments in available-for-sale securities	-	-	4,579,565	-	-	-	-	4,579,565
Translation adjustments	-	-	-	56,605,958	-	-	-	56,605,958
Unrealised items in earnings statement	-	-	4,579,565	56,605,958	-	-	-	61,185,523
Net earnings for the period	-	-	-	-	-	822,566,397	-	822,566,397
Dividend paid (Note 15)	-	-	-	-	-	(3,326,685,922)	-	(3,326,685,922)
Minority interest - equity attributable to minority shareholders of subsidiaries	-	-	-	-	-	-	(237,424,168)	(237,424,168)
Balance as at 31 March 2003	<u>1,188,102,115</u>	<u>1,491,912,500</u>	<u>(25,062,578)</u>	<u>172,631,952</u>	<u>120,000,000</u>	<u>9,386,638,400</u>	<u>345,520,883</u>	<u>12,679,743,272</u>

The accompanying notes are an integral part of the financial statements

(UNAUDITED BUT REVIEWED)

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (Continued)

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2003 AND 2002

(Unit: Baht)

	The Company Only						
	Issued and paid-up share capital	Premium on share capital	Unrealised loss on investments in available-for-sale securities	Translation adjustments	Retained earnings		Total
					Appropriated	Unappropriated	
Balance as at 31 December 2001 (Audited)	1,188,042,920	1,491,912,500	(20,927,361)	139,859,753	120,000,000	12,428,990,801	15,347,878,613
Unrealised gain on investments in available-for-sale securities	-	-	12,559,546	-	-	-	12,559,546
Translation adjustments	-	-	-	(24,342,197)	-	-	(24,342,197)
Unrealised items in earnings statement	-	-	12,559,546	(24,342,197)	-	-	(11,782,651)
Net earnings for the period	-	-	-	-	-	828,059,792	828,059,792
Dividend paid (Note 15)	-	-	-	-	-	(3,861,239,772)	(3,861,239,772)
Returned dividend	-	-	-	-	-	27,120	27,120
Increased share capital	30,856	-	-	-	-	-	30,856
Balance as at 31 March 2002	<u>1,188,073,776</u>	<u>1,491,912,500</u>	<u>(8,367,815)</u>	<u>115,517,556</u>	<u>120,000,000</u>	<u>9,395,837,941</u>	<u>12,302,973,958</u>
Balance as at 31 December 2002 (Audited)	1,188,102,115	1,491,912,500	(29,642,143)	116,025,994	120,000,000	11,890,757,925	14,777,156,391
Unrealised gain on investments in available-for-sale securities	-	-	4,579,565	-	-	-	4,579,565
Translation adjustments	-	-	-	56,605,958	-	-	56,605,958
Unrealised items in earnings statement	-	-	4,579,565	56,605,958	-	-	61,185,523
Net earnings for the period	-	-	-	-	-	822,566,397	822,566,397
Dividend paid (Note 15)	-	-	-	-	-	(3,326,685,922)	(3,326,685,922)
Balance as at 31 March 2003	<u>1,188,102,115</u>	<u>1,491,912,500</u>	<u>(25,062,578)</u>	<u>172,631,952</u>	<u>120,000,000</u>	<u>9,386,638,400</u>	<u>12,334,222,389</u>

The accompanying notes are an integral part of the financial statements

(UNAUDITED BUT REVIEWED)

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2003 AND 2002

(Unit: Baht)

	Consolidated		The Company Only	
	2003	2002	2003	2002
Cash flows from (used in) operating activities :-				
Net earnings	822,566,397	828,059,792	822,566,397	828,059,792
Adjustments to reconcile net earnings to net cash from (used in) operating activities :-				
Depreciation and amortisation	184,046,279	164,422,466	183,281,610	158,835,159
Amortisation in premium/discount of forward contracts	(4,359,774)	3,853,572	(190,951)	895,146
Amortisation of goodwill	1,171,878	1,197,760	-	-
Allowance for doubtful accounts (reversal)	(77,248,629)	(482,328)	(77,248,629)	(482,328)
Provision for obsolete inventories (reversal)	2,517,312	(40,016,725)	2,517,312	(40,016,725)
Gain from sale of fixed assets	(26,361,525)	(9,284,897)	(26,384,377)	(9,284,897)
Gain from sale of investments in available - for - sale securities	-	(3,909,887)	-	-
Share of profit from investments accounted for under equity method	(2,262,909)	(34,839)	(130,591,994)	(27,710,481)
Unrealised (gain) loss on exchange rate	(36,968,754)	180,720,868	1,165,635	165,447,524
Minority interest in net loss of subsidiaries	(1,409,755)	(3,404,563)	-	-
Earnings from operating activities before changes in				
operating assets and liabilities	861,690,520	1,121,121,219	775,115,003	1,075,743,190
Decrease (increase) in operating assets :-				
Accounts receivable - trade	1,264,965,465	(118,809,747)	2,346,743,632	(77,493,352)
Inventories	1,274,135,935	(167,457,809)	145,655,374	(204,665,250)
Input tax refundable	23,756,983	2,507,178	15,076,997	2,026,817
Other current assets	(35,328,797)	(9,075,203)	(40,716,293)	10,489,926
Other non - current assets	393,000	(208,310)	393,000	(208,310)
Increase (decrease) in operating liabilities :-				
Accounts payable - trade	(1,726,684,940)	(580,509,088)	(1,708,439,995)	(564,847,414)
Amounts due to related parties	(20,529,975)	79,953,997	(304,503,836)	76,986,591
Accrued expenses	47,231,384	(131,307,844)	48,777,615	(124,716,110)
Advance received	(1,423,862)	(7,709,989)	(1,549,267)	(7,709,989)
Accounts payable - others	(52,258,655)	173,935,742	(52,258,655)	227,065,723
Other current liabilities	(39,080,437)	54,184,540	(2,028,800)	(9,531,837)
Net cash flows from operating activities	1,596,866,621	416,624,686	1,222,264,775	403,139,985

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS (Continued)

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2003 AND 2002

(Unit: Baht)

	Consolidated		The Company Only	
	2003	2002	2003	2002
Cash flows from (used in) investing activities :-				
Decrease in investments in bank deposit	-	221,348,500	-	-
Increase in investments in available-for-sale securities	-	(11,366,347)	-	-
Proceeds from disposal of investments in available-for-sale securities	-	16,824,842	-	-
Increase in investments in other related parties	-	(32,643,825)	-	-
Acquisition of fixed assets	(114,205,369)	(187,003,882)	(112,312,581)	(187,003,882)
Proceeds from sales of fixed assets	41,942,748	34,464,492	41,942,748	34,464,492
Net cash flows from (used in) investing activities	(72,262,621)	41,623,780	(70,369,833)	(152,539,390)
Cash flows from (used in) financing activities :-				
Increase in short-term loans from financial institutions	(67,356)	1,735,200,000	-	1,735,200,000
Cash received from increased share capital	-	30,856	-	30,856
Returned dividend	-	27,120	-	27,120
Decrease in minority interest from subsidiary's liquidation	(232,003,373)	-	-	-
Net cash flows from (used in) financing activities	(232,070,729)	1,735,257,976	-	1,735,257,976
Increase (decrease) in translation adjustments	66,517,744	(17,452,862)	-	-
Net increase in cash and cash equivalent	1,359,051,015	2,176,053,580	1,151,894,942	1,985,858,571
Cash and cash equivalents - beginning of period	7,857,503,429	11,076,093,164	6,044,425,240	9,824,338,652
Cash and cash equivalents - end of period (Note 14)	9,216,554,444	13,252,146,744	7,196,320,182	11,810,197,223
Supplemental cash flows information				
Cash paid during the period for :				
Interest	1,411,899	11,836,207	1,411,899	11,836,207
Corporate income tax	52,439	412,628	51,450	191,880

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
NOTES TO INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION

1.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standards Pronouncement No. 41 "Interim financial statements", which the Company choosing to present condensed interim financial statements. However, additional line items are presented in the balance sheets, the statements of earnings, changes in shareholders' equity, and cash flows as in the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

1.2 Basis of consolidation

These consolidated financial statements include the financial statements of Delta Electronics (Thailand) Public Company Limited and its subsidiaries ("the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2002. However, there were change in the composition of the Group during the current quarter as follows :-

Percentage of shares held by the Company		Percentage of total assets of subsidiary included in consolidated balance sheets		Percentage of total income of subsidiary included in consolidated earnings statements for the three-month periods ended 31 March	
31 March 2003	31 December 2002	31 March 2003	31 December 2002	2003	2002
<u>Decrease of investment in subsidiary</u>					
Delcom Electronics Limited (owned by DET International Holding Limited)					
-	51	-	1.60	-	0.10

Delcom Electronics Limited completed the registration of its liquidation with the Ministry of Commerce on 29 January 2003.

(UNAUDITED BUT REVIEWED)

1.3 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as adopted for preparation of the financial statements for the year ended 31 December 2002.

2. CASH AND CASH EQUIVALENTS

The majority of “Cash and cash equivalents” of the Company and its subsidiaries consists of cash deposited with various overseas banks in US dollar accounts (most of balance is in 5 banks). As at 31 March 2003, the Company and its subsidiaries have cash amounting to approximately USD 205 million (31 December 2002: approximately USD 165 million), which bear interest at rates of between 0.2 to 1.8 percent per annum.

3. INVESTMENTS IN AVAILABLE-FOR-SALE SECURITIES

(Unit: Baht)

	31 March 2003		31 December 2002	
	Cost/ Book value	Fair value	Cost/ Book value	Fair value
<u>Available-for-sale securities</u>			(Audited)	
a) Cyntec	72,516,408	61,877,866	42,112,794	32,781,792
b) Loyalty Founder Enterprise	20,463,677	16,055,448	20,463,677	13,892,942
c) Others	70,770,050	60,754,243	70,770,050	57,029,644
Total	163,750,135	138,687,557	133,346,521	103,704,378
Less: Unrealised loss on investments in available-for-sale securities	(25,062,578)		(29,642,143)	
Less: Translation adjustments	(3,921,107)		(1,356,100)	
Net marketable securities - equity	<u>134,766,450</u>		<u>102,348,278</u>	

(UNAUDITED BUT REVIEWED)

4. ACCOUNTS RECEIVABLE - TRADE

The aging of the outstanding balances as at 31 March 2003 and 31 December 2002 is as follows :-

	Consolidated		The Company Only	
	31 March 2003	31 December 2002 (Audited)	31 March 2003	31 December 2002 (Audited)
<u>Accounts receivable - trade, related parties</u>				
Current	579,085,888	596,735,564	3,628,401,218	5,599,500,140
Past due 1 - 3 months	5,392,346	64,648,537	261,089,272	81,583,225
Past due 3 - 6 months	2,928,150	246,542	10,321,132	1,682,333
Past due 6 - 12 months	1,450,824	2,470,928	1,495,684	2,411,980
Past due over 12 months	2,073,218	823,692	-	-
Total	590,930,426	664,925,263	3,901,307,306	5,685,177,678
<u>Accounts receivable - trade, unrelated parties</u>				
Current	5,202,203,232	6,171,323,531	3,852,636,261	4,388,178,864
Past due 1 - 3 months	983,660,543	1,169,945,454	777,932,388	772,878,734
Past due 3 - 6 months	212,854,918	21,329,951	212,737,768	18,767,186
Past due 6 - 12 months	90,186,246	1,408,035	89,556,487	454,734
Past due over 12 months	10,516,915	336,358,654	10,422,071	335,851,860
Total	6,499,421,854	7,700,365,625	4,943,284,975	5,516,131,378
Total Accounts receivable - Trade	7,090,352,280	8,365,290,888	8,844,592,281	11,201,309,056
Less : Allowance for doubtful accounts	(264,295,912)	(341,544,541)	(264,295,912)	(341,544,541)
Accounts receivable - trade, net	6,826,056,368	8,023,746,347	8,580,296,369	10,859,764,515

As at 31 March 2003, a USD 5.3 million account receivable of a subsidiary of the Company has filed an application for reorganisation, and the Company does not expect to recover such debt. However, the Company's management believes that the allowance for doubtful accounts already set aside is adequate in the current circumstances.

(UNAUDITED BUT REVIEWED)

5. INVESTMENTS ACCOUNTED FOR UNDER EQUITY METHOD

These represent investments in ordinary shares of the following companies :-

(Unit: Baht)

	Issued and paid up capital		Percentage owned by the Company		Consolidated		The Company Only	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>31 March 2003</u>	<u>31 December 2002</u>	<u>31 March 2003</u>	<u>31 December 2002</u>
	USD	USD	%	%		(Audited)		(Audited)
Subsidiary company								
DET International Holding Company Limited								
- Cost	53,852,576	53,852,576	100	100	-	-	2,133,050,147	2,133,050,147
- Share of profit (accumulated to 31 March and 31 December)							282,976,379	152,384,385
							2,416,026,526	2,285,434,532
Total investments in subsidiary company							2,416,026,526	2,285,434,532
Associated companies								
Huada Holding Company Limited								
- Cost	15,000,000	15,000,000	45	45	248,011,200	248,011,200	-	-
- Share of loss (accumulated to 31 March and 31 December)					(89,093,265)	(87,654,124)		
					158,917,935	160,357,076		
Delta Green (Tianjin) Industries Company Limited								
- Cost	20,000,000	20,000,000	50	50	394,383,470	394,383,470	-	-
- Share of profit (accumulated to 31 March and 31 December)					11,662,572	7,955,338		
					406,046,042	402,338,808		
Delta Components International Limited								
- Cost	-	1,000,000	-	50	-	18,836,400	-	-
- Share of profit (accumulated to 31 March and 31 December)					-	1,151,369		
- Cash received from company's liquidation					-	(19,987,769)		
					-	-		
Deltron Trading (Cambodia) Limited								
- Cost	8,000	8,000	47	47	168,523	168,523	-	-
- Share of loss (accumulated to 31 March and 31 December)					(168,523)	(168,523)		
					-	-		
Unrealised loss on investments in available-for-sale securities of a subsidiary					-	-	(25,062,578)	(29,642,143)
Translation adjustment					56,592,277	60,879,427	172,631,952	116,025,994
Total investments in associated companies					621,556,254	623,575,311		
Total investments accounted for under equity method					621,556,254	623,575,311	2,563,595,900	2,371,818,383

5.1 The subsidiaries held through DET International Holding Limited are Newton Power Limited, DET Logistics (USA) Corporation Limited and Delta Electronics Components (Thailand) Limited. All associated companies are also held through DET International Holding Limited.

(UNAUDITED BUT REVIEWED)

5.2 Share of profit/loss from subsidiary companies, which are Newton Power Limited and DET Logistics (USA) Corporation Limited, and share of profit/loss from associated companies are based on the financial statements as prepare by the management of these companies which have not yet been reviewed by their auditors.

6. INVESTMENTS IN OTHER RELATED PARTIES

These represent investments in ordinary shares and preference shares of the following companies :-

(Unit: Baht)

	The Company's interest		Consolidated		The Company Only	
	in equity capital					
	<u>2003</u>	<u>2002</u>	<u>31 March 2003</u>	<u>31 December 2002</u>	<u>31 March 2003</u>	<u>31 December 2002</u>
	%	%		(Audited)		(Audited)
Cyntec Company Limited (owned by DET International Holding Limited)	-	0.66	-	30,403,614	-	-
IP Fund One, L.P.(owned by DET International Holding Limited)	3.80	3.80	267,438,850	267,438,850	-	-
Ezonics Corporation Company Limited (owned by DET International Holding Limited)	16.49	16.49	60,582,003	50,582,003	-	-
Translation adjustments			<u>6,577,522</u>	<u>13,118,187</u>	<u>-</u>	<u>-</u>
Total investments in other related parties			<u><u>324,598,375</u></u>	<u><u>361,542,654</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

During the current period, the Company's subsidiary company has reclassified an investment in one "other related party", Cyntec Company Limited, as an investment in available-for-sale securities.

According to financial statements of the investees, as at 31 March 2003 the net asset value attributable to the holding of the Company is approximately Baht 103 million less than its recorded book value. However, the management of the Company believe that the decline in value is not of a permanent nature and that therefore no provision for impairment of the investment need be set aside.

(UNAUDITED BUT REVIEWED)

7. SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

As at 31 March 2003, the Company had loans from an overseas bank amounting to approximately JPY 2,400 million. The loans carry interest at a rate equal to LIBOR 3 months + 0.4% per annum and mature in April 2003 (31 December 2002: JPY 2,400 million, interest rate at LIBOR 3 months + 0.4% per annum).

8. ACCRUED EXPENSES

The balance mainly represented expenses and provisions related to product sales, amounting to approximately Baht 316 million (31 December 2002: Baht 317 million). The management of the Company believes that actual expenditures will be close to the amount estimated and accrued in the Company's records.

9. FORWARD CONTRACTS

The Company and its subsidiary have entered into forward exchange contracts to purchase USD 2.5 million and have entered into forward exchange contracts to sell USD 162 million (31 December 2002: forward exchange contracts to sell approximately USD 105 million) in order to reduce exchange rate risk. The Company and its subsidiary have recorded the foreign currency assets and liabilities arising from its entering into these contracts in the balance sheets, under the captions of "Forward contracts - receivable/payable".

10. WARRANTS

The Annual General Meeting of shareholders held on 17 March 2003 approved resolutions to pay a dividend to shareholders. As a result the Company has adjusted the exercise ratio of the warrants such that 1 warrant can be exercised to purchase 12.20585 ordinary shares at a price of Baht 1 per share, effective from 19 February 2003 onward.

During the current period, no outstanding warrants have been exercised to purchase new ordinary shares, leaving 1,188 warrants unexercised as at 31 March 2003.

(UNAUDITED BUT REVIEWED)

11. RECONCILIATION OF DILUTED EARNINGS PER SHARE

	For the three-month periods ended 31 March					
	Net earnings		Weighted average number of ordinary shares		Earnings per share	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
	Baht	Baht	Shares	Shares	Baht	Baht
Basic earnings per share						
Net earnings	822,566,397	828,059,792	1,188,102,115	1,188,070,690	0.69	0.70
Effect of dilutive potential						
Ordinary shares						
Warrants 1,188 units (2002: 3,668 units)	-	-	13,973	41,453	-	-
Diluted earnings per share						
Net earnings of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	<u>822,566,397</u>	<u>828,059,792</u>	<u>1,188,116,088</u>	<u>1,188,112,143</u>	<u>0.69</u>	<u>0.70</u>

12. RELATED PARTY TRANSACTIONS

During the period, the Company and its subsidiaries had business transactions with its local and overseas subsidiaries and related parties (related by way of common shareholders and/or common directors) in respect of raw materials and production equipment purchases, sales of manufactured finished goods, commission, technical fee, management fee and inspection fee. The transactions, which were concluded on the terms and basis as specified in the agreements between the Company and those companies and in the ordinary course of business, are summarised below :-

		(Unit: Baht)			
		For the three-month periods ended 31 March			
		Consolidated		The Company Only	
		<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
<u>Pricing policies</u>					
Transactions with subsidiary companies (eliminated from the consolidated financial statements)					
Sales of goods	Cost plus certain margin	-	-	2,079,585,266	3,672,041,054
Commission paid	Contract prices	-	-	-	40,942,520
Inspection fee	Contract prices	-	-	25,800,402	-

(UNAUDITED BUT REVIEWED)

(Unit: Baht)

		For the three-month periods ended 31 March			
		Consolidated		The Company Only	
		2003	2002	2003	2002
<u>Pricing policies</u>					
<u>Transactions with related parties</u>					
Sales of goods	With reference to market prices	616,303,779	893,885,320	616,303,779	893,885,320
Sales of raw materials	With reference to market prices	5,560,872	4,367,292	5,560,872	4,367,292
Purchase of raw materials	Agreed upon basis	63,745,932	83,787,927	63,745,932	83,787,927
Purchase of fixed assets	Agreed upon basis	2,461,370	8,080,002	2,461,370	8,080,002
Commission paid	Contract prices	257,494,300	182,082,359	257,494,300	182,082,359
Technical fee	Contract prices	-	27,143,364	-	27,143,364
Management fee	Contract prices	16,084,063	14,466,232	16,084,063	14,466,232

The outstanding balances of the above transactions have been separately shown in the balance sheets and are as follows :-

		(Unit: Baht)			
		Consolidated		The Company Only	
		31 March 2003	31 December 2002	31 March 2003	31 December 2002
		(Audited)		(Audited)	
<u>Accounts receivable - trade, related parties</u>					
<u>Subsidiary companies</u>					
DET Logistics (USA) Corporation Ltd.	Subsidiary Company	-	-	3,211,633,306	4,847,894,344
DET International Holding Ltd.	Subsidiary Company	-	-	100,631,925	174,082,673
		-	-	3,312,265,231	5,021,977,017
<u>Other related parties</u>					
Delta Electronics Inc.	Shareholder	377,934,431	387,423,119	377,924,750	387,423,722
Delta Electronics (Japan) Ltd.	Common shareholder	41,594,999	49,150,901	41,594,999	49,150,901
Delta Products Corporation Ltd.	Common shareholder	88,551,321	92,279,300	88,551,321	91,395,539
Delta Electronics International Ltd.	Common shareholder	72,661,537	123,966,698	72,458,003	123,124,736
Delta Network Inc.	Common shareholder	2,586,644	6,976,426	2,586,644	6,976,426
Delta Network International Ltd.	Common shareholder	4,105,288	59,751	4,105,288	59,751
Others		3,496,206	5,069,068	1,821,070	5,069,586
		590,930,426	664,925,263	589,042,075	663,200,661
Total accounts receivable - trade, related parties		590,930,426	664,925,263	3,901,307,306	5,685,177,678
<u>Long - term loan to related party</u>					
Deltron Trading (Cambodia) Ltd.	Common shareholder	65,211,496	65,662,936	-	-
Total long-term loan to related party		65,211,496	65,662,936	-	-

(UNAUDITED BUT REVIEWED)

(Unit: Baht)

	Relationship	Consolidated		The Company Only	
		31 March 2003	31 December 2002	31 March 2003	31 December 2002
		(Audited)		(Audited)	
Accounts payable - trade, related parties					
<u>Subsidiary company</u>					
Delta Electronics Components (Thailand) Ltd.	Subsidiary Company	-	-	-	45,158,002
		-	-	-	45,158,002
<u>Other related parties</u>					
Delta Electronics Inc.	Shareholder	29,697,469	79,316,126	29,660,955	79,237,717
Delta Electronics (Japan) Ltd.	Common shareholder	15,917,922	10,526,285	15,869,568	10,526,285
DEI Logistics (USA) Corporation Ltd.	Common shareholder	-	58,353,234	-	-
Others		4,304,710	7,375,108	2,534,471	7,135,534
		49,920,101	155,570,753	48,064,994	96,899,536
Total accounts payable - trade, related parties		49,920,101	155,570,753	48,064,994	142,057,538
Amounts due to related parties					
<u>Subsidiary companies</u>					
Newton Power Limited	Subsidiary Company	-	-	1,569,865	12,966,487
DET Logistics (USA) Corporation Ltd.	Subsidiary Company	-	-	7,934,010	7,123,617
Delta Electronics Components (Thailand) Ltd.	Subsidiary Company	-	-	-	273,513,037
DET International Holding Ltd.	Subsidiary Company	-	-	125,405	-
		-	-	9,629,280	293,603,141
<u>Other related parties</u>					
Delta Electronics Inc.	Shareholder	729,229,396	715,925,155	729,229,396	715,925,155
Delta Products Corporation Ltd.	Common shareholder	179,989,243	217,675,567	179,989,243	217,675,567
Delta Electronics Europe Ltd.	Common shareholder	24,953,048	30,630,321	24,953,048	30,630,321
Delta Electronics (Japan) Ltd.	Common shareholders	7,905,265	2,432,468	7,905,265	2,432,468
Others		3,561,320	109,169	3,561,320	109,169
		945,638,272	966,772,680	945,638,272	966,772,680
Total amounts due to related parties		945,638,272	966,772,680	955,267,552	1,260,375,821

The Company has entered into agreements with a subsidiary and with related parties whereby the subsidiary and the related parties will provide sales services, marketing services, management services, after-sales services, technical information, and raw material purchasing services, and also sell the Company's products. The agreements are not for an identified period and are cancellable. Under the agreements, the Company is obliged to pay remuneration to its related companies at rates ranging from 0.25 to 10 percent of sales, and maximum rate not over than 3 percent of the purchasing price for the raw material purchasing services.

(UNAUDITED BUT REVIEWED)

13. COMMITMENT AND CONTINGENT LIABILITIES

13.1 Financial derivatives

1) Option agreements

A subsidiary of the Company has entered into various sell “call/put option” agreements with overseas financial institutions. The outstanding balances under the agreements as at 31 March 2003 and 31 December 2002 are as follows :-

	Amount (Million USD)		Contractual exchange rate (per 1 USD)	
	<u>31 March 2003</u>	<u>31 December 2002</u>	<u>31 March 2003</u>	<u>31 December 2002</u>
		(Audited)		(Audited)
Sell “call option” agreements	161.60	214.05	42.60 - 44.00 Baht	41.83 - 44.45 Baht
Sell “put option” agreements	22.50	28.50	41.90 - 43.50 Baht	41.90 - 43.50 Baht

The subsidiary has also entered into various buy “put option” agreements. As at 31 March 2003, the subsidiary had outstanding agreements to sell USD 22.5 million at a rate of Baht 42.00 to Baht 43.80 per 1 USD (31 December 2002: USD 88.5 million at Baht 41.83 to Baht 43.80 per 1 USD).

As at 31 March 2003, the subsidiary have contingent losses amounting to approximately Baht 9 million under sell “call option” agreements.

2) Sell “Special-condition option” agreements

A subsidiary of the Company has entered into various sell “call special-condition option” agreements approximately USD 118.40 million and approximately EURO 1.3 million (31 December 2002: USD 5.4 million) and entered into various sell “put special-condition option” agreements approximately USD 15 million (31 December 2002: USD 15 million).

The subsidiary has also entered into various buy “call special-condition option” agreements approximately USD 10 million (31 December 2002: USD 10 million).

As at 31 March 2003, the subsidiary have recorded no contingent losses under “Special-condition option” agreements as they are unable to estimate the amount of such contingent losses for the current period.

(UNAUDITED BUT REVIEWED)

As at 31 March 2003, the exchange rates for US Dollar announced by the BOT are Baht 42.7946 per 1 USD for the average buying rate and Baht 43.0100 per 1 USD for the average selling rate.

3) Interest Rate Swap Transaction agreements

A subsidiary of the Company has entered into USD 45 million Interest Rate Swap Transaction agreements with an overseas financial institution. The contract period is 5 years, maturing in August 2007. Every 6 months, the subsidiary is required to pay interest to that financial institution at the 6-month LIBOR and the financial institution is required to pay interest to the subsidiary at a fixed rate of 4.20 percent per annum, pro-rated for the number of days on which the daily interest rate lies within a range stipulated in the agreements. (31 December 2002: USD 45 million, with every 6 months the subsidiary required to pay interest at the 6-month LIBOR and the financial institution required to pay interest at fixed rate 4.20 percent per annum).

4) Special - condition forward contracts

A subsidiary of the Company has entered into Special - condition forward contracts to sell approximately USD 10 million in order to reduce exchange rate risk.

13.2 C o m m i t m e n t s

As at 31 March 2003, the Company had capital commitments amounting to Baht 50 million for the purchase of machinery and equipments (31 December 2002: Baht 31 million).

13.3 Bank guarantees

As at 31 March 2003, there were outstanding bank guarantees of approximately Baht 36 million and USD 20 million (31 December 2002: Baht 32 million and USD 20 million) issued by the banks on behalf of the Company as required in the ordinary course of business of the Company.

(UNAUDITED BUT REVIEWED)

13.4 Assets/liabilities - foreign currency not hedged against foreign exchange risk

Below is a summary of the Company's and its subsidiaries' unhedged foreign currency denominated assets/liabilities as at 31 March 2003. The majority of these liabilities are repayable within one year.

(Unit: Million unit of currency)

Foreign currency	Assets	Liabilities
USD	179	97
JPY	616	423

14. CASH FLOWS STATEMENTS

For the purpose of the statements of cash flows, cash and cash equivalents include cash in hand and at banks with an original maturity of 3 months or less and without commitment.

Cash and cash equivalents as reflected in the statements of cash flows consist of the following :-

(Unit: Baht)

	Consolidated		The Company Only	
	31 March		31 March	
	2003	2002	2003	2002
Cash and cash equivalents	9,218,318,648	13,105,661,368	7,198,084,386	11,663,711,847
Unrealised loss (gain) on exchange rate	(1,764,204)	146,485,376	(1,764,204)	146,485,376
Cash and cash equivalents in the statements of cash flows	9,216,554,444	13,252,146,744	7,196,320,182	11,810,197,223

15. THE RESOLUTION OF THE ANNUAL GENERAL MEETING OF SHAREHOLDERS / DIVIDENDS

At the Annual General Meeting of shareholders held on 17 March 2003, it was resolved that the Company pay a dividend of Baht 2.80 per share for the year 2002, a total of Baht 3,327 million. The dividend was reflected in the current quarter. In addition, it was resolved that the Company would obtain a loan or issue bonds to raise funds amounting to approximately Baht 7,000 million or the equivalent amount in foreign currency.

(UNAUDITED BUT REVIEWED)

At the Annual General Meeting of shareholders held on 13 March 2002, it was resolved that the Company pay a dividend of Baht 3.25 per share for the year 2001, a total of Baht 3,861 million. The dividend is reflected in the first quarter's financial statements of the year 2001.

16. FINANCIAL INFORMATION BY SEGMENT

The businesses of the Company and its subsidiaries mainly involve the single industry segment of the manufacture and distribution of electronic components and are mainly carried on in Thailand and United States of America. Financial information of the Company and its subsidiaries by geographical segment, for the three-month periods ended 31 March 2003 and 2002 and as at 31 March 2003 and 31 December 2002, is as follow :-

(Unit: Million Baht)

	Consolidated for the three-month periods ended 31 March							
	Domestic		Foreign		Eliminated		Total	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
Sales - external	4,927	4,508	2,975	3,155	-	-	7,902	7,663
Sales - related parties	2,696	4,566	-	-	(2,080)	(3,672)	616	894
	<u>7,623</u>	<u>9,074</u>	<u>2,975</u>	<u>3,155</u>	<u>(2,080)</u>	<u>(3,672)</u>	<u>8,518</u>	<u>8,557</u>
Gross profit	1,394	1,448	10	12	-	-	1,404	1,464
Gain (loss) on exchange rate							60	(184)
Other income							88	78
Share of profit from investments								
accounted for under equity method							2	-
Selling and administrative expenses							(731)	(523)
Interest expenses							(1)	(10)
Corporate income tax							(1)	-
Minority interest in net loss								
of subsidiaries							1	3
Net earnings							<u>822</u>	<u>828</u>

(Unit: Million Baht)

	Consolidated							
	Domestic		Foreign		Eliminated		Total	
	31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 December
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
		(Audited)		(Audited)		(Audited)		(Audited)
Property, plant and equipment - net	3,769	3,855	-	-	-	-	3,769	3,855
Other assets	19,998	21,526	6,240	7,989	(6,135)	(8,338)	20,103	21,177
Total assets	<u>23,767</u>	<u>25,381</u>	<u>6,240</u>	<u>7,989</u>	<u>(6,135)</u>	<u>(8,338)</u>	<u>23,872</u>	<u>25,032</u>

(UNAUDITED BUT REVIEWED)

17. SUBSEQUENT EVENT

On 8 April 2003, an Extraordinary General Meeting of Shareholders of a subsidiary company, Delta Electronics Components (Thailand) Limited, passed a resolution approving the registration of the dissolution of that subsidiary company on 30 April 2003.

18. RECLASSIFICATION

Certain amounts in the financial statements for the year ended 31 December 2002 and for the three-month period ended 31 March 2002 have been reclassified to conform to the current period's classifications, with no effect on previously reported net earnings or shareholders' equity.

19. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements have been approved by the Company's directors.