

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
REPORT AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 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 30 June 2003, the related consolidated earnings statements for the three-month and six-month periods ended 30 June 2003, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-month period ended 30 June 2003, and the separate financial statements of Delta Electronics (Thailand) Public Company Limited for the same period. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to issue a 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 review 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 review, 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, under his report dated 17 January 2003, expressed an unqualified opinion on those financial statements. 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 consolidated earnings statements for the three-month and six-month periods ended 30 June 2002, and the consolidated statements of changes in shareholders' equity and cash flows for the six-month period ended 30 June 2002 of Delta Electronics (Thailand) Public Company Limited and its subsidiaries, and the separate financial statements of Delta Electronics (Thailand) Public Company Limited, 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 18 July 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 July 2003

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

(Unit: Baht)

	Note	Consolidated		The Company Only	
		30 June 2003	31 December 2002	30 June 2003	31 December 2002
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	2	6,588,708,491	7,857,503,429	4,945,407,458	6,044,425,240
Investments in available-for-sale securities	3	120,477,227	102,348,278	-	-
Accounts receivable - trade					
Related parties	14	472,683,872	664,925,263	3,159,230,445	5,685,177,678
Unrelated parties		6,288,965,390	7,700,365,625	5,014,873,124	5,516,131,378
Less : Allowance for doubtful accounts		(266,715,794)	(341,544,541)	(266,715,794)	(341,544,541)
Accounts receivable - trade, net	4	6,494,933,468	8,023,746,347	7,907,387,775	10,859,764,515
Inventories - net		2,452,954,287	3,785,186,877	1,397,304,022	1,296,274,970
Other current assets					
Input tax refundable		20,416,074	61,746,639	20,416,074	53,044,022
Advance payments		74,036,727	26,785,287	28,812,442	6,557,630
Forward contracts receivable		-	-	760,366	-
Others		41,090,455	61,670,324	29,454,259	19,965,630
TOTAL CURRENT ASSETS		15,792,616,729	19,918,987,181	14,329,542,396	18,280,032,007
NON - CURRENT ASSETS					
Investments accounted for under equity method	5	637,745,784	623,575,311	2,584,035,197	2,371,818,383
Other long-term investments					
Investments in other parties	6	349,481,977	361,542,654	-	-
Investments in unit trusts		120,000,000	120,000,000	120,000,000	120,000,000
Prepayment for investment	7	1,775,289,309	-	1,775,289,309	-
Long-term loan to related party	14	63,878,456	65,662,936	-	-
Amount due from other parties	8	2,804,856,827	-	-	-
Property, plant and equipment - net		3,719,512,110	3,854,696,062	3,713,721,779	3,851,152,166
Consolidation goodwill		83,290,056	85,680,794	-	-
Other non-current assets		1,281,584	1,685,084	1,281,584	1,685,084
TOTAL NON-CURRENT ASSETS		9,555,336,103	5,112,842,841	8,194,327,869	6,344,655,633
TOTAL ASSETS		25,347,952,832	25,031,830,022	22,523,870,265	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	
		30 June 2003	31 December 2002	30 June 2003	31 December 2002
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term loans from financial institutions	9	5,469,863,000	869,107,356	847,080,000	869,040,000
Accounts payable - trade					
Related parties	14	60,682,846	155,570,753	63,021,151	142,057,538
Unrelated parties		5,139,154,493	6,639,696,279	5,138,181,595	6,633,130,603
Total accounts payable - trade		5,199,837,339	6,795,267,032	5,201,202,746	6,775,188,141
Amounts due to related parties	14	742,183,357	966,772,680	757,913,722	1,260,375,821
Other current liabilities					
Accrued expenses	10	579,680,619	487,692,684	574,592,403	481,666,554
Advance received		147,265,224	221,142,107	147,265,224	221,142,107
Forward contracts payable	11	32,198,209	23,532,520	-	-
Other accounts payable		160,178,102	221,438,442	160,178,102	221,438,442
Others		48,520,816	86,775,759	14,796,387	18,680,184
TOTAL CURRENT LIABILITIES		12,379,726,666	9,671,728,580	7,703,028,584	9,847,531,249
NON-CURRENT LIABILITIES					
Long-term loans from related party	14	-	-	1,852,615,515	-
TOTAL NON-CURRENT LIABILITIES		-	-	1,852,615,515	-
TOTAL LIABILITIES		12,379,726,666	9,671,728,580	9,555,644,099	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		(20,120,581)	(29,642,143)	(20,120,581)	(29,642,143)
Translation adjustments		128,339,392	116,025,994	128,339,392	116,025,994
Retained earnings					
Appropriated - Statutory reserve		120,000,000	120,000,000	120,000,000	120,000,000
Unappropriated		10,059,992,740	11,890,757,925	10,059,992,740	11,890,757,925
EQUITY ATTRIBUTABLE TO THE COMPANY'S SHAREHOLDERS		12,968,226,166	14,777,156,391	12,968,226,166	14,777,156,391
MINORITY INTEREST - equity attributable to minority shareholders of subsidiaries		-	582,945,051	-	-
TOTAL SHAREHOLDERS' EQUITY		12,968,226,166	15,360,101,442	12,968,226,166	14,777,156,391
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		25,347,952,832	25,031,830,022	22,523,870,265	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 30 JUNE 2003 AND 2002

(Unit: Baht)

	Note	Consolidated		The Company Only	
		2003	2002	2003	2002
REVENUES					
Sales		7,616,670,835	9,249,387,961	7,359,495,618	10,087,386,159
Other income					
Interest income		29,046,130	53,848,832	16,466,841	31,338,694
Gain on exchange rate		28,697,869	-	-	-
Gain on sale of investments in marketable securities		5,206,783	-	-	-
Others		71,450,673	19,311,397	68,452,845	8,341,023
Share of profit from investments accounted for under equity method		-	11,219,795	59,789,860	142,437,051
TOTAL REVENUES		7,751,072,290	9,333,767,985	7,504,205,164	10,269,502,927
EXPENSES					
Cost of sales		6,341,786,683	7,618,549,779	6,102,409,381	8,464,194,690
Selling and administrative expenses		731,525,837	633,724,878	720,065,529	620,144,706
Directors' remuneration		50,000	136,000	50,000	136,000
Loss on exchange rate		-	574,837,434	11,954,754	676,787,119
Share of loss from investments accounted for under equity method		5,834,135	-	-	-
TOTAL EXPENSES		7,079,196,655	8,827,248,091	6,834,479,664	9,761,262,515
EARNINGS BEFORE INTEREST EXPENSES AND CORPORATE INCOME TAX		671,875,635	506,519,894	669,725,500	508,240,412
INTEREST EXPENSES		(1,150,425)	(12,915,835)	(1,150,425)	(12,915,835)
CORPORATE INCOME TAX		(1,544,573)	-	(804,193)	-
EARNINGS AFTER CORPORATE INCOME TAX		669,180,637	493,604,059	667,770,882	495,324,577
MINORITY INTEREST IN NET (EARNINGS) LOSS OF SUBSIDIARIES		(1,409,755)	1,720,518	-	-
NET EARNINGS FOR THE PERIOD		667,770,882	495,324,577	667,770,882	495,324,577
EARNINGS PER SHARE					
<i>13</i>					
Basic earnings per share					
Net earnings		0.56	0.42	0.56	0.42
Weighted average number of ordinary shares (shares)					
		1,188,102,115	1,188,085,241	1,188,102,115	1,188,085,241
<i>13</i>					
Diluted earnings per share					
Net earnings		0.56	0.42	0.56	0.42
Weighted average number of ordinary shares (shares)					
		1,188,116,094	1,188,113,762	1,188,116,094	1,188,113,762

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

(UNAUDITED BUT REVIEWED)

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

EARNINGS STATEMENTS

FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2003 AND 2002

(Unit: Baht)

	Note	Consolidated		The Company Only	
		2003	2002	2003	2002
REVENUES					
Sales		16,134,983,006	17,806,526,309	14,842,404,138	18,681,705,750
Other income					
Interest income		94,065,857	110,618,700	41,630,131	77,672,828
Gain on exchange rate		88,897,533	-	-	-
Gain on sales of investments in marketable securities		5,206,783	3,855,467	-	-
Others		94,912,507	37,089,504	76,348,300	12,576,086
Share of profit from investments accounted for under equity method		-	11,254,634	190,381,854	170,147,532
TOTAL REVENUES		16,418,065,686	17,969,344,614	15,150,764,423	18,942,102,196
EXPENSES					
Cost of sales		13,455,930,019	14,711,687,527	12,235,655,503	15,607,265,230
Selling and administrative expenses		1,463,222,004	1,157,485,875	1,391,132,324	1,115,803,033
Directors' remuneration		150,000	196,000	150,000	196,000
Loss on exchange rate		-	758,806,113	30,138,892	872,543,753
Share of loss from investments accounted for under equity method		3,571,226	-	-	-
TOTAL EXPENSES		14,922,873,249	16,628,175,515	13,657,076,719	17,595,808,016
EARNINGS BEFORE INTEREST EXPENSES AND CORPORATE INCOME TAX		1,495,192,437	1,341,169,099	1,493,687,704	1,346,294,180
INTEREST EXPENSES		(2,546,232)	(22,909,811)	(2,546,232)	(22,909,811)
CORPORATE INCOME TAX		(2,308,926)	-	(804,193)	-
EARNINGS AFTER CORPORATE INCOME TAX		1,490,337,279	1,318,259,288	1,490,337,279	1,323,384,369
MINORITY INTEREST IN NET LOSS OF SUBSIDIARIES		-	5,125,081	-	-
NET EARNINGS FOR THE PERIOD		1,490,337,279	1,323,384,369	1,490,337,279	1,323,384,369
EARNINGS PER SHARE					
<i>13</i>					
Basic earnings per share					
Net earnings		1.25	1.11	1.25	1.11
Weighted average number of ordinary shares (shares)					
		1,188,102,115	1,188,078,006	1,188,102,115	1,188,078,006
<i>13</i>					
Diluted earnings per share					
Net earnings		1.25	1.11	1.25	1.11
Weighted average number of ordinary shares (shares)					
		1,188,116,094	1,188,112,933	1,188,116,094	1,188,112,933

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 SIX-MONTH PERIODS ENDED 30 JUNE 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	-	-	11,237,357	-	-	-	11,237,357
Translation adjustments	-	-	-	(95,210,725)	-	-	(95,210,725)
Unrealised items in earnings statement	-	-	11,237,357	(95,210,725)	-	-	(83,973,368)
Net earnings for the period	-	-	-	-	-	1,323,384,369	1,323,384,369
Dividend paid (Note 17)	-	-	-	-	-	(3,861,239,772)	(3,861,239,772)
Returned dividend	-	-	-	-	-	27,120	27,120
Increased share capital	43,426	-	-	-	-	-	43,426
Balance as at 30 June 2002	<u>1,188,086,346</u>	<u>1,491,912,500</u>	<u>(9,690,004)</u>	<u>44,649,028</u>	<u>120,000,000</u>	<u>9,891,162,518</u>	<u>12,726,120,388</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	-	-	9,521,562	-	-	-	9,521,562
Translation adjustments	-	-	-	12,313,398	-	-	12,313,398
Unrealised items in earnings statement	-	-	9,521,562	12,313,398	-	-	21,834,960
Net earnings for the period	-	-	-	-	-	1,490,337,279	1,490,337,279
Dividend paid (Note 17)	-	-	-	-	-	(3,326,685,922)	(3,326,685,922)
Dividend return	-	-	-	-	-	5,583,458	5,583,458
Balance as at 30 June 2003	<u>1,188,102,115</u>	<u>1,491,912,500</u>	<u>(20,120,581)</u>	<u>128,339,392</u>	<u>120,000,000</u>	<u>10,059,992,740</u>	<u>12,968,226,166</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 SIX-MONTH PERIODS ENDED 30 JUNE 2003 AND 2002

(Unit: Bah)

	Consolidated		The Company Only	
	2003	2002	2003	2002
Cash flows from (used in) operating activities :-				
Net earnings	1,490,337,279	1,323,384,369	1,490,337,279	1,323,384,369
Adjustments to reconcile net earnings to net cash from (used in) operating activities :-				
Depreciation and amortisation	367,684,100	341,161,770	366,116,122	329,144,450
Amortisation in premium/discount of forward contracts	6,021,881	(5,796,222)	(27,618)	(36,168)
Amortisation of goodwill	2,327,986	2,368,154	-	-
Allowance for doubtful accounts (reversal)	(74,828,747)	869,149	(74,828,747)	869,149
Provision for obsolete inventories	12,435,772	36,738,419	12,435,772	36,738,419
Gain from sale of fixed assets	(22,461,691)	(9,728,854)	(22,484,392)	(9,728,854)
Gain from sale of investments in available - for - sale securities	(5,206,783)	(3,855,467)	-	-
Share of (profit) loss from investments accounted for under equity method	3,571,226	(11,254,634)	(190,381,854)	(170,147,532)
Unrealised (gain) loss on exchange rate	70,762,585	833,352,771	(15,956,606)	797,776,601
Minority interest in net loss of subsidiaries	-	(5,125,081)	-	-
Earnings from operating activities before changes in				
operating assets and liabilities	1,850,643,608	2,502,114,374	1,565,209,956	2,308,000,434
Decrease (increase) in operating assets :-				
Accounts receivable - trade	1,544,928,298	(1,363,223,454)	2,968,492,159	(1,943,754,421)
Inventories	1,319,796,818	(2,363,229,374)	(113,464,824)	(1,665,942,838)
Input tax refundable	41,330,565	25,389,975	32,627,948	4,629,794
Other current assets	(28,074,787)	15,425,432	(32,918,254)	570,426
Other non - current assets	403,500	(256,310)	403,500	(256,310)
Increase (decrease) in operating liabilities :-				
Accounts payable - trade	(1,583,610,633)	1,356,006,668	(1,562,166,335)	1,371,662,089
Amounts due to related parties	(223,982,464)	224,100,698	(501,855,240)	219,337,251
Accrued expenses	126,428,487	(243,827,073)	127,366,401	(236,877,254)
Advance received	(73,244,946)	(5,992,898)	(73,244,946)	(5,992,898)
Accounts payable - others	(59,840,620)	202,031,011	(59,840,620)	202,031,011
Other current liabilities	(34,745,113)	4,842,049	(4,112,484)	(7,933,514)
Net cash flows from (used in) operating activities	2,880,032,713	353,381,098	2,346,497,261	245,473,770

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 SIX-MONTH PERIODS ENDED 30 JUNE 2003 AND 2002

(Unit: Bah)

	Consolidated		The Company Only	
	2003	2002	2003	2002
Cash flows from (used in) investing activities :-				
Decrease in investments in bank deposit	-	13,476,000	-	-
Increase in investments in available-for-sale securities	-	(52,825,247)	-	-
Proceeds from disposal of investments in available-for-sale securities	24,671,829	17,170,990	-	-
Increase in investments in other parties	(31,518,975)	(32,643,825)	-	-
Increase in prepayment for investment	(1,775,289,309)	-	(1,775,289,309)	-
Increase in amount due from other parties	(2,891,829,209)	-	-	-
Acquisition of fixed assets	(252,083,403)	(582,383,411)	(248,144,091)	(560,947,503)
Proceeds from sales of fixed assets	41,966,917	38,273,125	41,942,748	38,273,125
Net cash flows used in investing activities	(4,884,082,150)	(598,932,368)	(1,981,490,652)	(522,674,378)
Cash flows from (used in) financing activities :-				
Increase in short-term loans from financial institutions	4,622,715,644	1,643,067,844	-	1,643,067,844
Increase in long-term loan from related party	-	-	1,852,615,515	-
Cash received from increased share capital	-	43,426	-	43,426
Dividend paid	(3,326,685,922)	(3,861,239,772)	(3,326,685,922)	(3,861,239,772)
Returned dividend	5,583,458	27,120	5,583,458	27,120
Decrease in minority interest from subsidiary's liquidation	(227,260,807)	-	-	-
Net cash flows from (used in) financing activities	1,074,352,373	(2,218,101,382)	(1,468,486,949)	(2,218,101,382)
Increase (decrease) in translation adjustments	28,350,848	(68,865,975)	-	-
Cash and cash equivalent as of date subsidiary was excluded from the consolidated financial statements (Note 1.3)	(371,911,280)	-	-	-
Net decrease in cash and cash equivalent	(1,273,257,496)	(2,532,518,627)	(1,103,480,340)	(2,495,301,990)
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 16)	6,584,245,933	8,543,574,537	4,940,944,900	7,329,036,662
Supplemental cash flows information				
Cash paid during the period for :				
Interest	2,831,646	24,553,082	2,831,646	24,553,082
Corporate income tax	570,904	688,115	569,915	245,284

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 CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION

1.1 Acquisition of overseas group of companies

At the meeting of the Board of Directors held on 28 April 2003, a resolution was approved to acquire a group of companies overseas (Ascom Energy System Group) for a total of approximately CHF 145.5 million. The Company expected that the process of acquisition and taking over control will be completed in July 2003. The major business of the Ascom Energy System Group is the manufacture and development of high-energy power conversion modules and systems for the telecommunications and information system industries.

1.2 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.

1.3 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 :-

(UNAUDITED BUT REVIEWED)

- Following Delcom Electronics Limited's registration of its dissolution with the Ministry of Commerce, it registered its liquidation with the Ministry of Commerce on 29 January 2003.
- Following Delta Electronics Components (Thailand) Limited's registration of its dissolution with the Ministry of Commerce on 30 April 2003, it registered its liquidation with the Ministry of Commerce on 18 July 2003.

1.4 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

	Consolidated		The Company Only	
	30 June 2003	31 December 2002 (Audited)	30 June 2003	31 December 2002 (Audited)
Cash in hand and at banks	6,089,579,535	7,857,503,429	4,446,278,502	6,044,425,240
Bills of exchange	499,128,956	-	499,128,956	-
Total cash and cash equivalents	<u>6,588,708,491</u>	<u>7,857,503,429</u>	<u>4,945,407,458</u>	<u>6,044,425,240</u>

Cash at banks 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), the balance of which, as at 30 June 2003, amount to approximately USD 135 million (31 December 2002 : approximately USD 165 million), and bear interest at rates of between 0.50 to 1.32 percent per annum.

Bills of exchange represent bills of exchange which were sold to the Company at a discount by a local bank. The bills of exchange carry interest at a rate of 1.5% per annum and mature in July 2003.

(UNAUDITED BUT REVIEWED)

3. INVESTMENTS IN AVAILABLE-FOR-SALE SECURITIES

(Unit: Baht)

	30 June 2003		31 December 2002	
	Cost/ Book value	Fair value	Cost/ Book value	Fair value
			(Audited)	
<u>Available-for-sale securities</u>				
a) Cyntec	72,516,407	68,127,727	42,112,794	32,781,792
b) Loyalty Founder Enterprise	20,463,677	14,529,830	20,463,677	13,892,942
c) Others	51,244,875	41,446,821	70,770,050	57,029,644
Total	144,224,959	124,104,378	133,346,521	103,704,378
Less: Unrealised loss on investments in available-for-sale securities	(20,120,581)		(29,642,143)	
Less: Translation adjustments	(3,627,151)		(1,356,100)	
Net marketable securities - equity	120,477,227		102,348,278	

4. ACCOUNTS RECEIVABLE - TRADE

The aging of the outstanding balances as at 30 June 2003 and 31 December 2002 is as follows :-

(Unit: Baht)

	Consolidated		The Company Only	
	30 June 2003	31 December 2002	30 June 2003	31 December 2002
		(Audited)		(Audited)
<u>Accounts receivable - trade, related parties</u>				
Current	461,036,632	596,735,564	2,849,760,157	5,599,500,140
Past due 1 - 3 months	8,038,397	64,648,537	299,760,052	81,583,225
Past due 3 - 6 months	1,483,126	246,542	3,534,241	1,682,333
Past due 6 - 12 months	954,825	2,470,928	6,160,767	2,411,980
Past due over 12 months	1,170,892	823,692	15,228	-
Total	472,683,872	664,925,263	3,159,230,445	5,685,177,678
<u>Accounts receivable - trade, unrelated parties</u>				
Current	5,065,559,677	6,171,323,531	3,893,826,240	4,388,178,864
Past due 1 - 3 months	926,435,847	1,169,945,454	815,498,536	772,878,734
Past due 3 - 6 months	48,850,503	21,329,951	58,011,781	18,767,186
Past due 6 - 12 months	237,962,413	1,408,035	238,561,962	454,734
Past due over 12 months	10,156,950	336,358,654	8,974,605	335,851,860
Total	6,288,965,390	7,700,365,625	5,014,873,124	5,516,131,378
Total Accounts receivable - Trade	6,761,649,262	8,365,290,888	8,174,103,569	11,201,309,056
Less : Allowance for doubtful accounts	(266,715,794)	(341,544,541)	(266,715,794)	(341,544,541)
Accounts receivable - trade, net	6,494,933,468	8,023,746,347	7,907,387,775	10,859,764,515

(UNAUDITED BUT REVIEWED)

As at 30 June 2003, a USD 5.2 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.

5. INVESTMENTS ACCOUNTED FOR UNDER EQUITY METHOD

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

	Consolidated		The Company Only	
	30 June 2003	31 December 2002	30 June 2003	31 December 2002
		(Audited)		(Audited)
(Unit: Baht)				
<u>Subsidiary company</u>				
DET International Holding Company Limited				
- Cost	-	-	2,133,050,147	2,133,050,147
- Share of profit (accumulated to 30 June and 31 December)			342,766,239	152,384,385
			<u>2,475,816,386</u>	<u>2,285,434,532</u>
Total investments in subsidiary company			<u>2,475,816,386</u>	<u>2,285,434,532</u>
<u>Subsidiary company that is not included in consolidated</u>				
Delta Electronics Components (Thailand) Limited (owned by DET International Holding Limited)				
- Cost	10,103,698	-	-	-
- Share of profit (accumulated to 30 April 2003)	24,414,962	-		
	34,518,660	-		
<u>Associated companies</u>				
Huada Holding Company Limited				
- Cost	248,011,200	248,011,200	-	-
- Share of loss (accumulated to 30 June and 31 December)	(96,768,380)	(87,654,124)		
	151,242,820	160,357,076		
Delta Green (Tianjin) Industries Company Limited				
- Cost	394,383,470	394,383,470	-	-
- Share of profit (accumulated to 30 June and 31 December)	13,714,282	7,955,338		
	408,097,752	402,338,808		
Delta Components International Limited				
- Cost	18,836,400	18,836,400	-	-
- Share of profit (accumulated to 30 June and 31 December)	1,151,369	1,151,369		
- Cash received from company's liquidation	(19,987,769)	(19,987,769)		
	-	-		

(UNAUDITED BUT REVIEWED)

(Unit: Baht)

	Consolidated		The Company Only	
	<u>30 June 2003</u>	<u>31 December 2002</u> (Audited)	<u>30 June 2003</u>	<u>31 December 2002</u> (Audited)
Deltron Trading (Cambodia) Limited				
- Cost	168,523	168,523	-	-
- Share of loss (accumulated to 30 June and 31 December)	(168,523)	(168,523)		
	-	-		
Unrealised loss on investments in available-for-sale securities of a subsidiary	-	-	(20,120,581)	(29,642,143)
Translation adjustments	43,886,552	60,879,427	128,339,392	116,025,994
Total investments in associated companies	<u>637,745,784</u>	<u>623,575,311</u>		
Total investments accounted for under equity method	<u><u>637,745,784</u></u>	<u><u>623,575,311</u></u>	<u><u>2,584,035,197</u></u>	<u><u>2,371,818,383</u></u>

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

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 prepared by the management of these companies which have not yet been reviewed by their auditors.

6. INVESTMENTS IN OTHER PARTIES

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

(Unit: Baht)

	The Company's interest in equity capital		Consolidated	
	<u>2003</u>	<u>2002</u>	<u>30 June 2003</u>	<u>31 December 2002</u> (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	298,957,825	267,438,850
Ezonics Corporation Company Limited (owned by DET International Holding Limited)	16.49	16.49	50,582,003	50,582,003
Translation adjustments			(57,851)	13,118,187
Total investments in other related parties			<u><u>349,481,977</u></u>	<u><u>361,542,654</u></u>

(UNAUDITED BUT REVIEWED)

During the first quarter of 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 30 June 2003 the net asset value attributable to the holding of the Company is approximately Baht 121 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.

7. PREPAYMENT FOR INVESTMENT

The balance as at 30 June 2003, represents prepayments of approximately CHF 55 million made for the investment in an overseas group of companies, as mentioned in Note 1.1 to the financial statements, and of approximately CHF 1.68 million and USD 1 million for professional fees.

8. AMOUNT DUE FROM OTHER PARTIES

As at 30 June 2003, this represents advances of approximately CHF 90 million provided by a subsidiary of the Company to a group of overseas companies, as mentioned in Note 1.1 to the financial statements, for the companies to use to repay their previous lenders. As there is no maturity date stipulated in the loan agreement, the balance of this account has been reclassified as a non-current asset in the balance sheet.

9. SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

As at 30 June 2003, the Company had loans from an overseas bank amounting to approximately JPY 2,400 million. The loans carry interest at a rate based on LIBOR and mature in April 2004 (31 December 2002: JPY 2,400 million, interest at a rate based on LIBOR).

In addition, a subsidiary of the Company had loans from a local bank amounting to approximately USD 110 million. The loans carry interest at a rate based on LIBOR and mature in August 2003 and is guaranteed by the Company.

(UNAUDITED BUT REVIEWED)

10. ACCRUED EXPENSES

The balance mainly represented expenses and provisions related to product sales, amounting to approximately Baht 311 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.

11. FORWARD CONTRACTS

The Company and its subsidiary have entered into forward exchange contracts to sell USD 147 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".

12. 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 30 June 2003.

(UNAUDITED BUT REVIEWED)

13. RECONCILIATION OF DILUTED EARNINGS PER SHARE

	For the three-month periods ended 30 June					
	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	667,770,882	495,324,577	1,188,102,115	1,188,085,241	0.56	0.42
Effect of dilutive potential						
Ordinary shares						
Warrants 1,188 units (2002: 2,568 units)	-	-	13,979	28,521	-	-
Diluted earnings per share						
Net earnings of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	<u>667,770,882</u>	<u>495,324,577</u>	<u>1,188,116,094</u>	<u>1,188,113,762</u>	<u>0.56</u>	<u>0.42</u>

	For the six-month periods ended 30 June					
	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	1,490,337,279	1,323,384,369	1,188,102,115	1,188,078,006	1.25	1.11
Effect of dilutive potential						
Ordinary shares						
Warrants 1,188 units (2002: 2,568 units)	-	-	13,979	34,927	-	-
Diluted earnings per share						
Net earnings of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	<u>1,490,337,279</u>	<u>1,323,384,369</u>	<u>1,188,116,094</u>	<u>1,188,112,933</u>	<u>1.25</u>	<u>1.11</u>

(UNAUDITED BUT REVIEWED)

14. 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 30 June			
		Consolidated		The Company Only	
	<u>Pricing policies</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Sales of goods	Cost plus certain margin	-	-	1,779,968,635	4,348,348,970
Sales of raw materials	Cost plus certain margin	-	-	183,422	-
Commission paid	Contract prices	-	-	-	11,604,572
Inspection fee	Contract prices	-	-	37,869,886	25,670,100
<u>Transactions with related parties</u>					
Sales of goods	With reference to market prices	498,819,728	1,065,387,824	498,819,728	1,065,387,824
Sales of raw materials	With reference to market prices	915,770	8,684,757	915,770	8,684,757
Purchase of raw materials	Agreed upon basis	81,737,550	152,512,008	81,737,550	152,512,008
Purchase of fixed assets	Agreed upon basis	13,397,393	-	13,397,393	-
Commission paid	Contract prices	386,433,719	236,089,543	386,433,719	236,089,543
Technical fee	Contract prices	-	26,363,332	-	26,363,332
Management fee	Contract prices	-	14,894,339	-	14,894,339

		(Unit: Baht)			
		For the six-month periods ended 30 June			
		Consolidated		The Company Only	
	<u>Pricing policies</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Sales of goods	Cost plus certain margin	-	-	3,859,553,901	8,020,390,024
Sales of raw material	Cost plus certain margin	-	-	183,422	-
Commission paid	Contract prices	-	-	-	11,604,572
Inspection fee	Contract prices	-	-	63,670,288	66,612,620
<u>Transactions with related parties</u>					
Sales of goods	With reference to market prices	1,115,123,507	1,959,273,144	1,115,123,507	1,959,273,144
Sales of raw materials	With reference to market prices	6,476,642	13,052,049	6,476,642	13,052,049
Purchase of raw materials	Agreed upon basis	145,483,482	236,299,935	145,483,482	236,299,935
Purchase of fixed assets	Agreed upon basis	15,858,763	8,080,002	15,858,763	8,080,002
Commission paid	Contract prices	643,928,019	418,171,902	643,928,019	418,171,902

Technical fee	Contract prices	-	53,506,696	-	53,506,696
Management fee	Contract prices	16,084,063	29,360,571	16,084,063	29,360,571

(UNAUDITED BUT REVIEWED)

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	
Relationship		30 June 2003	31 December 2002	30 June 2003	31 December 2002
		(Audited)		(Audited)	
Accounts receivable - trade, related parties					
Subsidiary companies					
DET Logistics (USA) Corporation Ltd.	Subsidiary Company	-	-	2,579,770,445	4,847,894,344
DET International Holding Ltd.	Subsidiary Company	-	-	107,012,214	174,082,673
		-	-	2,686,782,659	5,021,977,017
Other related parties					
Delta Electronics Inc.	Shareholder	257,795,862	387,423,119	257,572,419	387,423,722
Delta Electronics (Japan) Ltd.	Common shareholder	47,804,950	49,150,901	47,804,950	49,150,901
Delta Products Corporation Ltd.	Common shareholder	81,976,805	92,279,300	81,976,805	91,395,539
Delta Electronics International Ltd.	Common shareholder	71,019,257	123,966,698	71,019,257	123,124,736
Delta Network Inc.	Common shareholder	6,806,776	6,976,426	6,806,776	6,976,426
Delta Network International Ltd.	Common shareholder	3,761,620	59,751	3,761,620	59,751
Others		3,518,602	5,069,068	3,505,959	5,069,586
		472,683,872	664,925,263	472,447,786	663,200,661
Total accounts receivable - trade, related parties		472,683,872	664,925,263	3,159,230,445	5,685,177,678
Long - term loan to related party					
Deltron Trading (Cambodia) Ltd.	Common shareholder	63,878,456	65,662,936	-	-
Total long-term loan to related party		63,878,456	65,662,936	-	-
Accounts payable - trade, related parties					
Subsidiary company					
Delta Electronics Components (Thailand) Ltd.	Subsidiary Company	-	-	-	45,158,002
		-	-	-	45,158,002
Other related parties					
Delta Electronics Inc.	Shareholder	43,678,032	79,316,126	45,094,403	79,237,717
Delta Electronics (Japan) Ltd.	Common shareholder	16,536,364	10,526,285	16,536,364	10,526,285
DEI Logistics (USA) Corporation	Common shareholder	-	58,353,234	-	-
Others		468,450	7,375,108	1,390,384	7,135,534
		60,682,846	155,570,753	63,021,151	96,899,536
Total accounts payable - trade, related parties		60,682,846	155,570,753	63,021,151	142,057,538
Amounts due to related parties					
Subsidiary companies					
Newton Power Limited	Subsidiary Company	-	-	13,410,697	12,966,487
DET Logistics (USA) Corporation Ltd.	Subsidiary Company	-	-	2,319,668	7,123,617
Delta Electronics Components (Thailand) Ltd.	Subsidiary Company	-	-	-	273,513,037
		-	-	15,730,365	293,603,141

(UNAUDITED BUT REVIEWED)

(Unit: Baht)

	Relationship	Consolidated		The Company Only	
		30 June 2003	31 December 2002 (Audited)	30 June 2003	31 December 2002 (Audited)
Other related parties					
Delta Electronics Inc.	Shareholder	584,925,763	715,925,155	584,925,763	715,925,155
Delta Products Corporation Ltd.	Common shareholder	58,790,771	217,675,567	58,790,771	217,675,567
Delta Electronics Europe Ltd.	Common shareholder	84,897,490	30,630,321	84,897,490	30,630,321
Others		13,569,333	2,541,637	13,569,333	2,541,637
		<u>742,183,357</u>	<u>966,772,680</u>	<u>742,183,357</u>	<u>966,772,680</u>
Total amounts due to related parties		<u>742,183,357</u>	<u>966,772,680</u>	<u>757,913,722</u>	<u>1,260,375,821</u>
Long-term loans from related party					
DET International Holding Ltd.	Subsidiary Company	-	-	1,852,615,515	-
Total long-term loans from related party		<u>-</u>	<u>-</u>	<u>1,852,615,515</u>	<u>-</u>

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.

The balance of long-term loan from related party as at 30 June 2003, represents a loan of CHF 60 million which provided by a subsidiary of the Company to the Company for the investment in an overseas group of companies mentioned in Note 1.1 to the financial statements and for general working capital purposes. Full repayment of the loan is due by July 2008. There is no interest charge.

15. COMMITMENT AND CONTINGENT LIABILITIES

15.1 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 30 June 2003 and 31 December 2002 are as follows :-

(UNAUDITED BUT REVIEWED)

	Amount (Million USD)		Contractual exchange rate (per 1 USD)	
	<u>30 June 2003</u>	<u>31 December 2002</u> (Audited)	<u>30 June 2003</u>	<u>31 December 2002</u> (Audited)
Sell "call option" agreements	79.40	214.05	42.60 - 44.00 Baht	41.83 - 44.45 Baht
Sell "put option" agreements	14.00	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 30 June 2003, the subsidiary had outstanding agreements to sell USD 24 million at a rate of Baht 42.00 to Baht 43.80 per 1 USD and 1.315 CHF per 1 USD (31 December 2002: USD 88.5 million at Baht 41.83 to Baht 43.80 per 1 USD).

2) Sell "Special-condition option" agreements

A subsidiary of the Company has entered into various sell "call special-condition option" agreements approximately USD 177.25 million and approximately EURO 1.35 million (31 December 2002: USD 5.4 million).

The subsidiary has also entered into various buy "call special-condition option" agreements approximately USD 5 million (31 December 2002: USD 10 million) and the Company has entered into various buy "sell special - condition option" agreements approximately USD 2 million.

As at 30 June 2003, the Company and 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.

As at 30 June 2003, the exchange rates for US Dollar announced by the BOT are Baht 41.9328 per 1 USD for the average buying rate and Baht 42.1177 per 1 USD for the average selling rate.

(UNAUDITED BUT REVIEWED)

15.2 Commitments

As at 30 June 2003, the Company had capital commitments amounting to Baht 105 million for the purchase of machinery and equipments (31 December 2002: Baht 31 million).

15.3 Bank guarantees

As at 30 June 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.

15.4 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 30 June 2003. The majority of these liabilities are repayable within one year.

(Unit: Million unit of currency)

Foreign currency	Assets	Liabilities
USD	118	94
JPY	242	372
CHF	5	-

16. 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	
	30 June		30 June	
	2003	2002	2003	2002
Cash and cash equivalents	6,588,708,491	8,028,088,533	4,945,407,458	6,813,550,658
Unrealised loss (gain) on exchange rate	(4,462,558)	515,486,004	(4,462,558)	515,486,004
Cash and cash equivalents in the statements of cash flows	<u>6,584,245,933</u>	<u>8,543,574,537</u>	<u>4,940,944,900</u>	<u>7,329,036,662</u>

(UNAUDITED BUT REVIEWED)

17. 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 first quarter of the current year. 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.

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.

18. 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 and six-month periods ended 30 June 2003 and 2002 and as at 30 June 2003 and 31 December 2002, is as follow :-

(Unit: Million Baht)

	Consolidated for the three-month periods ended 30 June							
	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	5,171	5,034	1,946	3,151	-	-	7,117	8,185
Sales - related parties	2,279	5,413	-	-	(1,780)	(4,348)	499	1,065
	<u>7,450</u>	<u>10,447</u>	<u>1,946</u>	<u>3,151</u>	<u>(1,780)</u>	<u>(4,348)</u>	<u>7,616</u>	<u>9,250</u>
Gross profit	1,265	1,624	10	12			1,275	1,631
Gain (loss) on exchange rate							29	(575)
Other income							106	73
Share of profit (loss) from investments accounted for under equity method							(6)	11
Selling and administrative expenses							(732)	(634)
Interest expenses							(1)	(13)
Corporate income tax							(2)	-
Minority interest in net loss (earnings) of subsidiaries							(1)	2
Net earnings							<u>668</u>	<u>495</u>

(UNAUDITED BUT REVIEWED)

(Unit: Million Baht)

		Consolidated for the six-month periods ended 30 June							
		Domestic		Foreign		Eliminated		Total	
		2003	2002	2003	2002	2003	2002	2003	2002
Sales - external		10,098	9,542	4,921	6,306	-	-	15,019	15,848
Sales - related parties		4,975	9,979	-	-	(3,860)	(8,020)	1,115	1,959
		<u>15,073</u>	<u>19,521</u>	<u>4,921</u>	<u>6,306</u>	<u>(3,860)</u>	<u>(8,020)</u>	<u>16,134</u>	<u>17,807</u>
Gross profit		2,659	3,071	20	24			2,679	3,095
Gain (loss) on exchange rate								89	(759)
Other income								194	152
Share of profit (loss) from investments accounted for under equity method								(4)	11
Selling and administrative expenses								(1,463)	(1,158)
Interest expenses								(3)	(23)
Corporate income tax								(2)	-
Minority interest in net loss of subsidiaries								-	5
Net earnings								<u>1,490</u>	<u>1,323</u>

(Unit: Million Baht)

		Consolidated							
		Domestic		Foreign		Eliminated		Total	
		30 June 2003	31 December 2002	30 June 2003	31 December 2002	30 June 2003	31 December 2002	30 June 2003	31 December 2002
			(Audited)		(Audited)		(Audited)		(Audited)
Property, plant and equipment - net		3,720	3,855	-	-	-	-	3,720	3,855
Other assets		18,749	21,526	10,283	7,989	(7,403)	(8,338)	21,629	21,177
Total assets		<u>22,469</u>	<u>25,381</u>	<u>10,283</u>	<u>7,989</u>	<u>(7,403)</u>	<u>(8,338)</u>	<u>25,349</u>	<u>25,032</u>

19. RECLASSIFICATION

Certain amounts in the financial statements for the year ended 31 December 2002 and for the three-month and six-month periods ended 30 June 2002 have been reclassified to conform to the current period's classifications, with no effect on previously reported net earnings or shareholders' equity.

20. APPROVAL OF INTERIM FINANCIAL STATEMENTS

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