

CAPITAL INCREASE REPORT FORM
Delta Electronics (Thailand) Public Company Limited

23 February 2005

Delta Electronics (Thailand) Public Company Limited (the Company) would like to report the resolutions of the Board of Directors Meeting No. 1/2548, held on 23 February 2005 regarding the capital increase and the allotment of newly issued shares as follows:

1. Capital Increase

The Board of Directors Meeting has approved the increase of the registered capital of the Company from Baht [1,200,000,000] to Baht [1,259,000,000] by issuing, new ordinary shares in the amount of [59,000,000] shares, with a par value Baht 1 each, totalling Baht [59] Million.

2. Share Allotment

The Board of Directors Meeting has approved the allotment of [59,000,000] ordinary shares, with a par value of Baht 1 each, totalling Baht [59] Million. The details are as follows:

2.1 The details of the allotment

| Alloted to | Number of Shares | Ratio (Existing: New) | Offering Price (Baht / Share) | Subscription and Payment Period | Remarks |
|---|------------------|-----------------------|-------------------------------|---|---------|
| Reserve for the exercise of the warrants to be issued to the directors and employees of the Company | [59,000,000] | 1:1 | 1.00 | Exercise Date shall be on the last business day of January, April, July and October each year. The first Exercise Date will be on the last business day of January 2006 and the last Exercise Date shall be on the Maturity Date, provided however, that the warrant holders shall inform the Company of its intention to exercise his right within the period of time to be later fixed. | (1) |

(1) Details of Warrants

Type of Securities : Warrants to purchase ordinary
 Characteristic : In the named certificate and transferable warrants
 Maturity Date : Within 5 year from the issuance date
 Total Unit of Warrants : not exceeding [59,000,000] units
 Offering Price : 0 Baht
 Exercise Ratio : 1 unit per 1 share
 Exercise Price : 1 Baht per share
 Exercise Date : On last business day of January, April, July and October each year. The first Exercise Date shall be on the last business day of January 2006 and the last

| | |
|-------------------|---|
| | Exercise Date shall be on the Maturity Date of the Warrant. |
| Secondary Market | : The Stock Exchange of Thailand |
| Reserved Shares | : [59,000,000] shares ([4.97]% of the total issued shares of the Company as of 22 February 2005) |
| Allocation Method | : Allocation at one time and no intermediary. The allocation will be commenced within the period of time specified by law after received the approval from the Shareholders Meeting and the Office of the Securities and Exchange Commission. |

2.2 The Company's procedure in the event that there are fractions of shares remaining.

- None -

2.3 The number of shares remaining from the previous allotment.

The Company has remaining unissued shares totalling 11,885,536 shares with a par value of Baht 1 totalling Baht 11,885,536 which are allotted to reserve for the exercise of rights of the warrant holders of the Company totally 188 units under the previous ESOP Project. In addition, in case the terms of the Warrants to be issued this time has expired and there will be the remaining unissued shares, the Board of Directors shall propose to the shareholders meeting to consider the allotment of those unissued shares.

3. Scheduled date for the shareholders meeting to approve the capital increase/share allotment

The Annual Shareholders Meeting No. 1/2548 will be held on 30 March 2005 at 10:00 a.m. at the Company office No. 909 Moo 4, T. Praksa, A. Muang Samutprakan, Samutprakan and the closing date of the Share Register Book of the Company for the purpose of determining the right of the shareholders to attend the shareholders meeting (XM) shall commence on 10 March 2005 at 12.00 noon until the completion of the meeting.

Approval for capital increase/Allotment of shares to relevant governmental agency and condition

4. thereto (if any)

The issuance of the warrants to the directors and employees of the Company this time is subject to the approval of the Office of the Securities and Exchange Commission. In addition, the Company has to apply for the listing of the Warrants and the shares derived from the exercise of the warrant holders on the Stock Exchange of Thailand.

5. Purpose of the capital increase and use of proceeds

To reserve for the exercise of rights of the warrant holders and the Company will use the proceeds for the working capital.

6. Company benefits from the capital increase/share allotment

To motivate and compensate the performance of the directors and employees of the Company and to make the directors and employee to perform their duties to the best of their abilities for the best interests of the Company. In addition, the Company shall use the proceeds from the exercise of the rights under the warrants as the working capital.

7. Shareholders benefits from the capital increase/share allotment

7.1 Dividends Policy

The Company has the policy to pay the dividends at the appropriate ratio.

7.2 When the subscriber of the shares shall receive the first dividends payment.

In case the warrant holder has exercised his right to purchase the Company ordinary shares, he will be entitled to receive the dividends the same amount as other existing shareholders.

7.3 Others

The directors and the employees will have the motivation to perform its works which will result in the good performance of the Company. The Company will have the better operation result and will indirectly effect the shares price of the Company.

8. Other details required for the shareholders to approve the capital increase/share allotment

-None-

9. Schedule of actions where the Board of Directors passed a resolutions approving the capital increase/share allotment

| PROCEEDURE DATE | DATE |
|--|---|
| 9.1 The Board of Directors Meeting | 23 February 2005 |
| 9.2 Closing of the Share Register Book to determine The right to attend the AnnualShareholders Meeting No. 1/2005 | 10 March 2005 |
| 9.3 The Annual Shareholders MeetingNo. 1/2548 to approve the capital increase and the share allotment | 30 March 2005 |
| 9.4 Filing the resolution of the Shareholders Meeting for registration of the capital increase with the Ministry of Commerce | Within 14 days from the Meeting of Commerce |
| 9.5 Filing the application for offering of the Warrants with the SEC office | After the completion of the registration with the MOC and shall be after 30 June 2005 |

The Company hereby certifies that the information contained in this report form is true and complete in all respects.

Yours sincerely,

Wang, Ming-Cheng /Niramol Tantipuntum
Vice Chairman /Director