

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 2011

Review report of Independent Auditor

To the Shareholders of Delta Electronics (Thailand) Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Delta Electronics (Thailand) Public Company Limited and its subsidiaries as at 30 June 2011, the related consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2011 and 2010, changes in shareholders' equity and cash flows for the six-month periods ended 30 June 2011 and 2010, and the separate financial statements of Delta Electronics (Thailand) Public Company Limited for the same periods. These financial statements are the responsibility of the Company's management as to their correctness and the completeness of the presentation. My responsibility is to issue a report on these financial statements based on my reviews. The consolidated interim financial statements of certain overseas subsidiary companies for the three-month and six-month periods ended 30 June 2011 and 2010 were reviewed by the subsidiary companies' auditors, whose reports have been furnished to me. My report on the consolidated financial statements for the three-month and six-month periods ended 30 June 2011 and 2010, insofar as they relate to the amounts included for these subsidiary companies, are based solely on the reports of those other auditors. These financial statements reflect total assets as at 30 June 2011 of approximately Baht 5,277 million, total revenues for the three-month and six-month periods ended 30 June 2011 of approximately Baht 3,127 million and Baht 6,218 million, respectively and net loss for the three-month and six-month periods ended 30 June 2011 of approximately Baht 129 million and Baht 140 million, respectively (for the three-month and six-month periods ended 30 June 2010: total revenues of approximately Baht 2,861 million and Baht 5,596 million, respectively and net loss of approximately Baht 54 million and Baht 97 million, respectively).

I conducted my reviews in accordance with the auditing standards 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 reviews and the reports of the other auditors, 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.

Without qualifying the review report on the aforementioned financial statements, I draw attention to Note 17.3.1 to the financial statements regarding the Company's receipt of notice of a corporate income tax assessment from the Revenue Department, covering the years 1997 through 2000.

I have previously audited 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 2010, in accordance with generally accepted auditing standards and, under my report dated 14 February 2011, expressed an unqualified opinion on those statements, drawing attention to the Company's receipt of notice of a corporate income tax assessment as mentioned in the preceding paragraph. The consolidated and separate statements of financial position as at 31 December 2010, as presented herein for comparative purposes, formed an integral part of the financial statements which I audited and reported on. I have not performed any other audit procedures subsequent to the date of that report. In addition, as described in Note 1.4 to the financial statements, during the current period, the Company and its subsidiaries adopted the revised and new accounting standards issued by the Federation of Accounting Professions, and applied them in its preparation and presentation of the interim financial statements.

Supachai Phanyawattano
Certified Public Accountant (Thailand) No. 3930

Ernst & Young Office Limited
Bangkok: 5 August 2011

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statements of financial position

(Unit: Baht)

	Consolidated financial statements		Separate financial statements		
	<u>Notes</u>	<u>30 June 2011</u> (Unaudited but reviewed)	<u>31 December 2010</u> (Audited)	<u>30 June 2011</u> (Unaudited but reviewed)	<u>31 December 2010</u> (Audited)
Assets					
Current assets					
Cash and cash equivalents		7,039,948,105	9,206,798,949	4,252,042,156	5,566,187,454
Trade accounts receivable					
Related parties	2	353,625,290	249,819,804	1,996,985,002	1,716,837,378
Unrelated parties		7,236,078,731	5,991,273,350	3,186,229,244	2,842,581,234
Less: Allowance for doubtful accounts		(76,717,673)	(78,348,656)	(2,589,405)	(9,356,915)
Trade accounts receivable - net	3	7,512,986,348	6,162,744,498	5,180,624,841	4,550,061,697
Inventories - net	4	7,560,686,449	6,467,994,919	4,300,712,036	3,526,880,735
Other current assets					
Input tax refundable		300,004,303	339,350,480	65,611,378	54,167,682
Forward contracts receivable	18	-	10,536,916	-	983,500
Prepaid expenses		69,150,261	31,677,594	24,938,799	6,195,690
Prepaid tax		345,854,692	317,025,858	-	-
Other accounts receivable		39,416,751	60,427,906	-	-
Others		187,808,265	217,396,559	56,248,604	21,768,874
Total current assets		23,055,855,174	22,813,953,679	13,880,177,814	13,726,245,632
Non-current assets					
Deposits at bank with restrictions		117,020,128	210,192,801	-	-
Investments in subsidiary companies - net	5	-	-	8,874,821,946	8,469,208,396
Investment in associated company	6	427,468,964	544,770,800	-	-
Other long-term investments - net	7	416,521,686	408,449,899	-	-
Property, plant and equipment - net	8	4,685,130,469	4,224,759,078	2,644,410,915	2,516,703,548
Consolidation goodwill		306,757,971	306,757,971	-	-
Intangible assets - net	9	731,974,698	727,319,551	1,657,077	1,931,301
Deferred tax assets		298,905,674	230,148,872	-	-
Other non-current assets					
Deposit for purchase of land	10	-	100,258,186	-	-
Others		36,587,519	43,897,482	1,853,869	1,775,869
Total non-current assets		7,020,367,109	6,796,554,640	11,522,743,807	10,989,619,114
Total assets		30,076,222,283	29,610,508,319	25,402,921,621	24,715,864,746

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

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statements of financial position (continued)

(Unit: Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		30 June 2011 (Unaudited but reviewed)	31 December 2010 (Audited)	30 June 2011 (Unaudited but reviewed)	31 December 2010 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	11	948,006,623	1,144,753,044	-	-
Trade accounts payable					
Related parties	2	733,898,008	935,548,798	123,921,395	97,988,747
Unrelated parties		5,109,305,590	4,428,953,138	4,028,687,444	3,330,234,527
Total trade accounts payable		5,843,203,598	5,364,501,936	4,152,608,839	3,428,223,274
Amounts due to related parties	2	94,367,793	69,323,741	243,671,739	193,536,691
Short-term provisions	13	148,290,782	152,152,152	-	5,845,545
Other current liabilities					
Forward contracts payable	18	30,254,094	2,117,060	12,456,150	-
Accrued expenses		1,676,066,707	1,421,462,123	790,353,995	677,296,149
Advance received		208,676,875	126,902,363	135,309,589	80,417,825
Other accounts payable		399,890,910	374,438,818	290,168,120	258,241,120
Value added tax payable		119,247,658	71,913,554	-	-
Income tax payable		217,777,090	199,847,365	-	-
Others		231,278,770	249,130,044	123,689,837	147,613,224
Total current liabilities		9,917,060,900	9,176,542,200	5,748,258,269	4,791,173,828
Non-current liabilities					
Provision for employee benefits	12	968,531,014	872,121,705	79,635,016	76,044,694
Long-term provisions	13	258,029,566	225,679,815	16,084,615	15,776,271
Other non-current liabilities		37,427,243	38,657,385	3,010,094	1,050,000
Total non-current liabilities		1,263,987,823	1,136,458,905	98,729,725	92,870,965
Total liabilities		11,181,048,723	10,313,001,105	5,846,987,994	4,884,044,793

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

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statements of financial position (continued)

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>30 June 2011</u>	<u>31 December 2010</u>	<u>30 June 2011</u>	<u>31 December 2010</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
1,259 million ordinary shares of Baht 1 each	<u>1,259,000,000</u>	<u>1,259,000,000</u>	<u>1,259,000,000</u>	<u>1,259,000,000</u>
Issued and fully paid-up				
1,247 million ordinary shares of Baht 1 each	1,247,381,614	1,247,381,614	1,247,381,614	1,247,381,614
Share premium	1,491,912,500	1,491,912,500	1,491,912,500	1,491,912,500
Retained earnings				
Appropriated - Statutory reserve	125,900,000	125,900,000	125,900,000	125,900,000
Unappropriated	17,429,858,626	18,082,070,611	16,690,739,513	16,966,625,839
Other components of shareholders' equity	<u>(1,399,879,180)</u>	<u>(1,736,897,562)</u>	-	-
Equity attributable to shareholders of the Company	18,895,173,560	19,210,367,163	19,555,933,627	19,831,819,953
Non-controlling interests of the subsidiaries	-	87,140,051	-	-
Total shareholders' equity	<u>18,895,173,560</u>	<u>19,297,507,214</u>	<u>19,555,933,627</u>	<u>19,831,819,953</u>
Total liabilities and shareholders' equity	<u>30,076,222,283</u>	<u>29,610,508,319</u>	<u>25,402,921,621</u>	<u>24,715,864,746</u>
	-	-	-	-

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

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Directors
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(Unaudited but reviewed)

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month periods ended 30 June 2011 and 2010

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2011	2010	2011	2010
Profit or loss:					
Revenues					
Sales and services income		9,951,240,619	8,544,101,520	6,677,680,945	5,939,048,182
Other income					
Interest income		27,966,851	12,786,083	22,473,972	9,676,440
Gain on exchange rate		20,103,913	5,334,261	66,154,184	51,865,442
Dividend income from other long-term investments	7	64,668,925	-	-	-
Others		49,505,015	39,415,023	31,449,888	31,537,855
Total revenues		10,113,485,323	8,601,636,887	6,797,758,989	6,032,127,919
Expenses					
Cost of sales and services		7,535,359,340	6,120,696,730	4,930,765,478	4,340,328,801
Selling expenses		690,739,157	531,525,022	381,464,218	358,963,220
Administrative expenses		398,878,522	318,427,126	209,842,570	169,335,313
Research and development expenses		578,305,977	406,099,551	194,216,989	149,227,943
Other expenses		22,072,121	72,457,915	7,593,335	17,565,740
Total expenses		9,225,355,117	7,449,206,344	5,723,882,590	5,035,421,017
Profit before share of profit from investment in associated company, finance cost and corporate income tax		888,130,206	1,152,430,543	1,073,876,399	996,706,902
Share of profit from investment in associated company		3,697,065	5,038,855	-	-
Profit before finance cost and corporate income tax		891,827,271	1,157,469,398	1,073,876,399	996,706,902
Finance cost		(24,362,261)	(9,230,147)	-	-
Profit before corporate income tax		867,465,010	1,148,239,251	1,073,876,399	996,706,902
Corporate income tax		44,200,810	(15,724,584)	-	-
Profit for the period		911,665,820	1,132,514,667	1,073,876,399	996,706,902
Other comprehensive income:					
Exchange differences on translation of financial statements in foreign currency		228,940,978	(16,441,087)	-	-
Other comprehensive income for the period		228,940,978	(16,441,087)	-	-
Total comprehensive income for the period		1,140,606,798	1,116,073,580	1,073,876,399	996,706,902

(Unaudited but reviewed)

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statements of comprehensive income (continued)

For the three-month periods ended 30 June 2011 and 2010

(Unit: Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
<u>Note</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Profit attributable to:				
Equity holders of the Company	911,670,025	1,104,821,828	<u>1,073,876,399</u>	<u>996,706,902</u>
Non-controlling interests of the subsidiaries (loss)	<u>(4,205)</u>	<u>27,692,839</u>		
	<u>911,665,820</u>	<u>1,132,514,667</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	1,137,393,323	1,089,251,731	<u>1,073,876,399</u>	<u>996,706,902</u>
Non-controlling interests of the subsidiaries	<u>3,213,475</u>	<u>26,821,849</u>		
	<u>1,140,606,798</u>	<u>1,116,073,580</u>		
Earnings per share	15			
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>0.73</u>	<u>0.89</u>	<u>0.86</u>	<u>0.80</u>
Diluted earnings per share				
Profit attributable to equity holders of the Company	<u>-</u>	<u>0.89</u>	<u>-</u>	<u>0.80</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 comprehensive income

For the six-month periods ended 30 June 2011 and 2010

(Unit: Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2011	2010	2011	2010
Profit or loss:					
Revenues					
Sales and services income		19,006,024,346	16,089,563,419	12,859,908,142	11,054,313,896
Other income					
Interest income		54,807,748	26,620,820	46,057,261	21,731,666
Gain on exchange rate		39,984,788	36,801,339	130,620,862	18,319,927
Gain on sales of investments in available-for-sale securities		-	102,765,525	-	-
Dividend income from other long-term investments	7	64,668,925	-	-	-
Others		75,190,994	82,399,340	47,206,479	41,133,884
Total revenues		19,240,676,801	16,338,150,443	13,083,792,744	11,135,499,373
Expenses					
Cost of sales and services		14,562,094,752	11,583,165,266	9,738,107,459	8,087,401,874
Selling expenses		1,325,386,570	1,038,515,403	810,992,317	712,253,159
Administrative expenses		762,689,401	648,258,872	365,744,751	325,101,997
Research and development expenses		1,038,933,697	848,702,177	316,692,465	289,869,004
Other expenses		62,718,866	141,876,349	7,593,335	28,891,336
Total expenses		17,751,823,286	14,260,518,067	11,239,130,327	9,443,517,370
Profit before share of profit from investment in associated company, finance cost and corporate income tax					
		1,488,853,515	2,077,632,376	1,844,662,417	1,691,982,003
Share of profit from investment in associated company	6	12,196,059	10,334,832	-	-
Profit before finance cost and corporate income tax					
		1,501,049,574	2,087,967,208	1,844,662,417	1,691,982,003
Finance cost		(50,252,260)	(21,489,250)	-	-
Profit before corporate income tax					
		1,450,797,314	2,066,477,958	1,844,662,417	1,691,982,003
Corporate income tax		17,420,194	(40,455,420)	-	-
Profit for the period					
		1,468,217,508	2,026,022,538	1,844,662,417	1,691,982,003
Other comprehensive income:					
Exchange differences on translation of financial statements in foreign currency		341,509,148	(148,630,028)	-	-
Transferred to profit due to sales of investments in available-for-sales securities		-	(105,636,106)	-	-
Other comprehensive income for the period					
		341,509,148	(254,266,134)	-	-
Total comprehensive income for the period					
		1,809,726,656	1,771,756,404	1,844,662,417	1,691,982,003

(Unaudited but reviewed)

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statements of comprehensive income (continued)

For the six-month periods ended 30 June 2011 and 2010

(Unit: Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Profit attributable to:					
Equity holders of the Company		1,468,336,758	1,998,421,947	<u>1,844,662,417</u>	<u>1,691,982,003</u>
Non-controlling interests of the subsidiaries (loss)		<u>(119,250)</u>	<u>27,600,591</u>		
		<u>1,468,217,508</u>	<u>2,026,022,538</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		1,805,355,140	1,748,355,085	<u>1,844,662,417</u>	<u>1,691,982,003</u>
Non-controlling interests of the subsidiaries		<u>4,371,516</u>	<u>23,401,319</u>		
		<u>1,809,726,656</u>	<u>1,771,756,404</u>		
Earnings per share					
	15				
Basic earnings per share					
Profit attributable to equity holders of the Company		<u>1.18</u>	<u>1.60</u>	<u>1.48</u>	<u>1.36</u>
Diluted earnings per share					
Profit attributable to equity holders of the Company		<u>-</u>	<u>1.60</u>	<u>-</u>	<u>1.36</u>

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

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the six-month periods ended 30 June 2011 and 2010

(Unit: Baht)

Consolidated financial statements										
Equity attributable to shareholders of the Company					Other components of shareholders' equity					
					Other comprehensive income					
					Exchange differences on					
Issued and fully paid-up share capital		Retained earnings			translation of financial statements in foreign currency	Surplus on changes in value of available-for-sale securities	Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
Share premium	Appropriated	Unappropriated								
Balance as at 31 December 2009 (Audited)	1,247,380,634	1,491,912,500	125,900,000	15,800,567,230	(1,183,016,585)	105,636,106	(1,077,380,479)	17,588,379,885	59,841,307	17,648,221,192
Profit for the period	-	-	-	1,998,421,947	-	-	-	1,998,421,947	27,600,591	2,026,022,538
Other comprehensive income for the period	-	-	-	-	(144,430,756)	(105,636,106)	(250,066,862)	(250,066,862)	(4,199,272)	(254,266,134)
Total comprehensive income for the period	-	-	-	1,998,421,947	(144,430,756)	(105,636,106)	(250,066,862)	1,748,355,085	23,401,319	1,771,756,404
Dividend paid (Note 14)	-	-	-	(1,871,070,951)	-	-	-	(1,871,070,951)	-	(1,871,070,951)
Balance as at 30 June 2010	1,247,380,634	1,491,912,500	125,900,000	15,927,918,226	(1,327,447,341)	-	(1,327,447,341)	17,465,664,019	83,242,626	17,548,906,645
Balance as at 31 December 2010 (Audited)	1,247,381,614	1,491,912,500	125,900,000	18,082,070,611	(1,736,897,562)	-	(1,736,897,562)	19,210,367,163	87,140,051	19,297,507,214
Profit (loss) for the period	-	-	-	1,468,336,758	-	-	-	1,468,336,758	(119,250)	1,468,217,508
Other comprehensive income for the period	-	-	-	-	337,018,382	-	337,018,382	337,018,382	4,490,766	341,509,148
Total comprehensive income for the period	-	-	-	1,468,336,758	337,018,382	-	337,018,382	1,805,355,140	4,371,516	1,809,726,656
Dividend paid (Note 14)	-	-	-	(2,120,548,743)	-	-	-	(2,120,548,743)	-	(2,120,548,743)
Derecognises the amount of non-controlling interest due to dissolution of the subsidiary (Note 1.3)	-	-	-	-	-	-	-	-	(91,511,567)	(91,511,567)
Balance as at 30 June 2011	1,247,381,614	1,491,912,500	125,900,000	17,429,858,626	(1,399,879,180)	-	(1,399,879,180)	18,895,173,560	-	18,895,173,560

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 2011 and 2010

(Unit: Baht)

	Separate financial statements				Total shareholders' equity
	Issued and fully paid-up share capital	Share premium	Retained earnings		
			Appropriated	Unappropriated	
Balance as at 31 December 2009 (Audited)	1,247,380,634	1,491,912,500	125,900,000	15,540,973,771	18,406,166,905
Total comprehensive income for the period	-	-	-	1,691,982,003	1,691,982,003
Dividend paid (Note 14)	-	-	-	(1,871,070,951)	(1,871,070,951)
Balance as at 30 June 2010	<u>1,247,380,634</u>	<u>1,491,912,500</u>	<u>125,900,000</u>	<u>15,361,884,823</u>	<u>18,227,077,957</u>
Balance as at 31 December 2010 (Audited)	1,247,381,614	1,491,912,500	125,900,000	16,966,625,839	19,831,819,953
Total comprehensive income for the period	-	-	-	1,844,662,417	1,844,662,417
Dividend paid (Note 14)	-	-	-	(2,120,548,743)	(2,120,548,743)
Balance as at 30 June 2011	<u>1,247,381,614</u>	<u>1,491,912,500</u>	<u>125,900,000</u>	<u>16,690,739,513</u>	<u>19,555,933,627</u>

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

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Cash flow statements

For the six-month periods ended 30 June 2011 and 2010

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
Cash flows from operating activities:				
Profit before tax	1,450,797,314	2,066,477,958	1,844,662,417	1,691,982,003
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	355,498,144	292,425,058	234,668,065	195,564,998
Amortisation of premium/discount of forward contracts	(3,614,976)	(564,139)	(3,660,034)	(38,596)
Amortisation of intangible assets	33,783,128	34,085,244	594,224	722,161
Allowance for doubtful accounts (reversal)	(1,630,983)	3,620,411	(6,767,510)	322,157
Allowance for diminution in value of inventory (reversal)	324,915,600	(79,428,362)	86,736,843	1,763,522
Accrual of provision for employee benefits	30,342,875	27,338,635	5,660,592	6,599,945
Accrual of provisions (reversal)	(2,334,959)	73,022,379	(5,845,544)	801,232
Gain on sales of investments in available-for-sale securities	-	(102,765,525)	-	-
Share of profit from investment in associated company	(12,196,059)	(10,334,832)	-	-
Loss from dissolution of the subsidiary	6,838,932	-	-	-
Dividend income from other long-term investments	(64,668,925)	-	-	-
(Gain) loss from disposal of property, plant and equipment	(480,933)	3,453,494	(778,599)	(24,936)
Unrealised (gain) loss on exchange rate	(89,687,616)	142,026,791	(87,748,262)	(15,957,410)
Interest income	(54,807,748)	(26,620,820)	(46,057,261)	(21,731,666)
Interest expense	50,252,260	21,489,250	-	-
Profit from operating activities before changes in operating assets and liabilities	2,023,006,054	2,444,225,542	2,021,464,931	1,860,003,410
Decrease (increase) in operating assets:				
Trade accounts receivable	(1,268,214,507)	(667,616,065)	(541,222,875)	(1,132,610,181)
Amounts due from related parties	(1,794,026)	(9,412,218)	-	-
Inventories	(1,417,607,130)	(1,935,535,532)	(860,568,144)	(1,555,100,218)
Other current assets	43,091,122	(75,353,610)	(63,821,873)	(5,410,063)
Other non-current assets	7,309,963	(225,046,464)	(78,000)	-
Increase (decrease) in operating liabilities:				
Trade accounts payable	448,520,786	1,429,227,005	688,874,665	1,340,946,174
Amounts due to related parties	26,498,923	(112,875,979)	48,634,096	(74,487,386)
Other current liabilities	374,208,005	355,805,875	164,866,811	458,199,536
Provision for employee benefits	(31,001,030)	(25,403,472)	(2,070,270)	(654,667)
Provisions	(9,802,521)	(17,737,749)	-	(64,221)
Other non-current liabilities	2,033,883	10,460,167	1,960,094	10,000
Cash flows from operating activities	196,249,522	1,170,737,500	1,458,039,435	890,832,384
Cash received from interest income	69,232,404	31,075,944	45,669,594	21,983,048
Cash paid for interest expense	(53,466,655)	(21,134,329)	-	-
Cash paid for corporate income tax	(44,423,614)	(36,151,043)	(456,343)	(210,037)
Net cash flows from operating activities	167,591,657	1,144,528,072	1,503,252,686	912,605,395

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

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Cash flow statements (continued)

For the six-month periods ended 30 June 2011 and 2010

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
Cash flows from investing activities:				
Proceeds from disposal of investments				
in available-for-sale securities	-	177,229,952	-	-
(Increase) decrease in deposits at bank with restrictions	(21,619,431)	7,151,002	-	-
Increase in investments in subsidiary companies	-	-	(405,613,550)	(718,694,677)
Decrease in other long-term investments	-	20,570,429	-	-
Cash received from dissolution of the subsidiary	25,999,604	-	-	-
Dividend received from investment in associated company	137,804,030	-	-	-
Dividend received from other long-term investments	64,668,925	-	-	-
Acquisition of property, plant and equipment	(609,899,178)	(446,676,238)	(363,137,036)	(334,481,510)
Proceeds from disposal of property, plant and equipment	7,753,175	7,353,110	1,540,203	303,486
Increase in intangible assets	(22,502,240)	(11,475,418)	(320,000)	(16,600)
Net cash flows used in investing activities	(417,795,115)	(245,847,163)	(767,530,383)	(1,052,889,301)
Cash flows from financing activities:				
Decrease in bank overdrafts and short-term loans				
from financial institutions	(191,273,606)	(446,238,186)	-	-
Dividend paid (Note 14)	(2,120,548,743)	(1,871,070,951)	(2,120,548,743)	(1,871,070,951)
Net cash flows used in financing activities	(2,311,822,349)	(2,317,309,137)	(2,120,548,743)	(1,871,070,951)
Increase (decrease) in translation adjustments	304,375,208	(110,782,027)	-	-
Net decrease in cash and cash equivalents	(2,257,650,599)	(1,529,410,255)	(1,384,826,440)	(2,011,354,857)
Unrealised gain (loss) on exchange for cash and cash equivalents	90,799,755	(106,266,786)	70,681,142	20,229,237
Cash and cash equivalents at beginning of period	9,206,798,949	10,552,858,435	5,566,187,454	7,545,051,143
Cash and cash equivalents at end of period	7,039,948,105	8,917,181,394	4,252,042,156	5,553,925,523
	-	-	-	-
Supplemental cash flow information:				
Non-cash transactions				
Transfer deposit for purchase of land to property, plant and equipment	101,845,398	-	-	-

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

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month and six-month periods ended 30 June 2011

1. General information

1.1 Corporate information

Delta Electronics (Thailand) Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its major shareholder is Deltron Holding Limited, which is incorporated in the Channel Islands. The Company is principally engaged in the manufacture and distribution of electronic products and has a registered address at 714 Moo 4, Tambon Prakasa, Amphur Muangsamutprakarn, Samutprakarn.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standard No. 34 (revised 2009) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for 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.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.3 Basis of consolidation

These consolidated financial statements include the financial statements of Delta Electronics (Thailand) Public Company Limited (“the Company”) and its subsidiaries (“the subsidiaries”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2010. However, there were the changes in the composition of the Group during the first quarter of the current year as follows.

1. Delta Energy Systems (Guangzhou) Limited, a subsidiary, which the Company indirectly held 51% of its shares, has already been dissolved and liquidated.

(Unaudited but reviewed)

2. The meeting of the Company's Board of Directors held on 14 February 2011 approved the incorporation of the following overseas subsidiaries.
- Delta Energy Systems (Singapore) Pte. Ltd., registered in Singapore with USD 250,000 registered capital and its registered capital is 100% held by Delta Electronics (Thailand) Public Company Limited.
 - Delta Energy Systems (Australia) Pty. Ltd., registered in Australia with AUD 200,000 registered capital and its registered capital is 100% held by Delta Energy Systems (Singapore) Pte. Ltd.
 - Delta Greentech International (Singapore) Pte. Ltd., registered in Singapore with USD 27,203,800 registered capital and its registered capital is 100% held by Delta Greentech International Holding Limited.

All the above subsidiaries have already registered their incorporation during the first quarter of the current year.

1.4 Application of new accounting standards during the period

During the current period, the Company adopted a number of revised and new accounting standards, issued by the Federation of Accounting Professions, as listed below.

Accounting standards:

TAS 1 (revised 2009)	Presentation of Financial Statements
TAS 2 (revised 2009)	Inventories
TAS 7 (revised 2009)	Statement of Cash Flows
TAS 8 (revised 2009)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2009)	Events after the Reporting Period
TAS 12	Income tax
TAS 16 (revised 2009)	Property, Plant and Equipment
TAS 18 (revised 2009)	Revenue
TAS 19	Employee Benefits
TAS 23 (revised 2009)	Borrowing Costs
TAS 24 (revised 2009)	Related Party Disclosures
TAS 26	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2009)	Consolidated and Separate Financial Statements
TAS 28 (revised 2009)	Investments in Associates
TAS 33 (revised 2009)	Earnings per Share
TAS 34 (revised 2009)	Interim Financial Reporting
TAS 36 (revised 2009)	Impairment of Assets
TAS 37 (revised 2009)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2009)	Intangible Assets

Financial reporting standards:

TFRS 2	Share-Based Payment
TFRS 3 (revised 2009)	Business Combinations

These accounting standards will not have any significant impact on the financial statements for the current period.

However, during the current period, the Company has assessed the revised and new accounting standards issued by the Federation of Accounting Professions as listed below. They believe that these standards are not relevant to the business of the Company and its subsidiaries.

Accounting standards:

TAS 11 (revised 2009)	Construction Contracts
TAS 17 (revised 2009)	Leases
TAS 29	Financial Reporting in Hyperinflationary Economies
TAS 31 (revised 2009)	Interests in Joint Ventures
TAS 40 (revised 2009)	Investment Property

Financial reporting standards:

TFRS 5 (revised 2009)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6	Exploration for and Evaluation of Mineral Resources

Financial Reporting Standard Interpretation:

TFRIC 15	Agreements for the Construction of Real Estate
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Accounting Standard Interpretation:

SIC 31	Revenue - Barter Transactions Involving Advertising Services
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1.5 New accounting standards issued during the period not yet effective

During the current period, the Federation of Accounting Professions issued the below listed new accounting standards that are effective for fiscal years beginning on or after 1 January 2013.

Accounting Standard Interpretations:

SIC 10	Government Assistance - No Specific Relation to Operating Activities
SIC 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets
SIC 25	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

(Unaudited but reviewed)

1.6 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2010.

2. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Million Baht)

	For the three-month periods ended 30 June				Transfer pricing policies
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Sales of goods and raw materials	-	-	1,894	1,849	With reference to market prices
Purchase of raw materials	-	-	78	62	With reference to market prices
Commission paid	-	-	67	38	Contract prices
Marketing fee	-	-	62	55	Contract prices
Design and engineering fee	-	-	229	142	Contract prices
<u>Transactions with related parties</u>					
Sales of goods and raw materials	348	310	331	305	With reference to market prices
Purchase of goods and raw materials	273	419	39	109	With reference to market prices
Commission paid	71	61	71	61	Contract prices
Commission received	22	13	-	-	Contract prices
Services income	13	6	-	-	Contract prices

(Unaudited but reviewed)

(Unit: Million Baht)

	For the six-month periods ended 30 June				Transfer pricing policies
	Consolidated		Separate		
	financial statements		financial statements		
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Sales of goods and raw materials	-	-	3,737	3,407	With reference to marketprices
Purchase of raw materials	-	-	154	112	With reference to marketprices
Commission paid	-	-	119	76	Contract prices
Marketing fee	-	-	90	100	Contract prices
Design and engineering fee	-	-	436	319	Contract prices

Transactions with related parties

Sales of goods and raw materials	613	585	585	568	With reference to marketprices
Purchase of goods and raw materials	675	678	83	190	With reference to market prices
Commission paid	142	122	142	122	Contract prices
Commission received	22	26	-	-	Contract prices
Services income	24	7	-	-	Contract prices

The balances of the accounts as at 30 June 2011 and 31 December 2010 between the Company and these related companies are as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
		(Audited)		(Audited)

Trade accounts receivable, related parties**Subsidiary companies**

DET Logistics (USA) Corporation	-	-	1,299,783,703	999,722,347
Delta Power Solutions (India) Private Limited	-	-	178,942,078	173,423,335
Delta Energy Systems (Switzerland) AG	-	-	103,418,581	150,592,003
Delta Electronics (Slovakia) s.r.o.	-	-	61,758,244	121,284,025
Delta Energy Systems (Germany) GmbH.	-	-	11,187,888	33,071,997
Delta Greentech (Brazil) S.A.	-	-	16,547,280	12,947,472
Delta Greentech (USA) Corporation	-	-	7,138,531	145,261
Others	-	-	1,881,602	4,758,057
	-	-	<u>1,680,657,907</u>	<u>1,495,944,497</u>

(Unaudited but reviewed)

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2011	2010	2011	2010
		(Audited)		(Audited)
<u>Associated company</u>				
Delta Green (Tianjin) Industries Company Limited	35,313	725,642	35,313	725,642
	<u>35,313</u>	<u>725,642</u>	<u>35,313</u>	<u>725,642</u>
<u>Other related parties</u>				
Delta Products Corporation Limited	192,848,100	124,399,715	188,952,002	115,217,339
Delta Electronics International Limited	23,548,241	28,990,031	23,158,712	28,255,879
Delta Network International Limited	44,604,963	24,795,241	44,219,163	24,742,003
DelSolar Company Limited	1,443,179	14,474,138	-	13,367,807
Delta Electronics Inc.	17,769,531	12,941,056	6,756,153	4,896,609
Delta Networks Inc.	8,006,207	11,025,242	8,006,207	11,025,242
Delta Electronics (Japan) Inc.	5,668,603	7,902,353	5,668,603	7,902,353
Delta Greentech (China) Company Limited	16,899,984	1,678,016	16,899,984	1,678,016
Deltronics (Netherlands) BV	18,524,346	8,752,501	1,257,897	319,727
Delta Electronics International (Singapore) Private Limited	16,017,333	-	13,950,729	-
Others	8,259,490	14,135,869	7,422,332	12,762,264
	<u>353,589,977</u>	<u>249,094,162</u>	<u>316,291,782</u>	<u>220,167,239</u>
Total trade accounts receivable, related parties	<u>353,625,290</u>	<u>249,819,804</u>	<u>1,996,985,002</u>	<u>1,716,837,378</u>

Trade accounts payable, related partiesSubsidiary companies

Delta Power Solutions (India) Private Limited	-	-	54,366,302	38,024,000
Delta India Electronics Private Limited	-	-	-	10,663,480
Delta Energy Systems (Germany) GmbH.	-	-	7,794,126	9,415,584
Delta Electronics (Slovakia) s.r.o.	-	-	17,463,798	3,586,303
Others	-	-	-	289,766
	<u>-</u>	<u>-</u>	<u>79,624,226</u>	<u>61,979,133</u>

(Unaudited but reviewed)

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2011	2010	2011	2010
		(Audited)		(Audited)
<u>Other related parties</u>				
DelSolar Company Limited	293,425,463	519,187,295	-	-
Delta Electronics International Limited	27,230,698	255,698,670	2,452,774	16,637,319
Delta Electronics Inc.	64,658,357	66,612,175	3,478,914	5,193,922
Delta Electronics (Shanghai) Limited	53,084,872	52,908,231	-	-
Delta Electronics (Dongguan) Company Limited	37,346,311	12,200,829	-	-
Cyntec Company Limited	9,536,494	6,497,669	9,536,494	6,497,669
Delta Electronics (Japan), Inc.	9,287,795	6,492,129	8,367,786	5,890,837
Delta Products Corporation Limited	16,096,746	5,311,642	6,164,459	1,789,867
Delta Electronics International (Singapore) Private Limited	218,340,261	-	14,296,742	-
Others	4,891,011	10,640,158	-	-
	<u>733,898,008</u>	<u>935,548,798</u>	<u>44,297,169</u>	<u>36,009,614</u>
Total trade accounts payable, related parties	<u>733,898,008</u>	<u>935,548,798</u>	<u>123,921,395</u>	<u>97,988,747</u>
<u>Amounts due to related parties</u>				
<u>Subsidiary companies</u>				
Delta Energy Systems (Germany) GmbH.	-	-	147,599,245	128,453,830
Delta Electronics Europe Limited	-	-	5,979,710	3,372,917
Delta Electronics (Slovakia) s.r.o.	-	-	1,180,467	3,085,277
DET Logistics (USA) Corporation	-	-	3,198,008	3,048,784
Delta Energy Systems (Arizona), Inc.	-	-	5,551,547	591,595
Delta Energy Systems (Romania) SRL	-	-	2,241,890	-
Others	-	-	1,587,873	1,171,921
	<u>-</u>	<u>-</u>	<u>167,338,740</u>	<u>139,724,324</u>

(Unaudited but reviewed)

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2011	2010	2011	2010
		(Audited)		(Audited)
<u>Other related parties</u>				
Delta Electronics Inc.	45,242,055	30,407,971	45,232,923	30,407,971
Delta Products Corporation Limited	33,792,788	21,923,306	23,177,101	16,781,401
Deltronics (Netherlands) BV	2,392,568	7,663,577	2,388,729	3,177,425
Delta Electronics (Japan), Inc.	3,147,217	1,896,804	3,147,217	1,896,804
Delta Electronics International Limited	2,239,875	1,358,233	2,239,875	1,358,233
Others	7,553,290	6,073,850	147,154	190,533
	<u>94,367,793</u>	<u>69,323,741</u>	<u>76,332,999</u>	<u>53,812,367</u>
Total amounts due to related parties	<u>94,367,793</u>	<u>69,323,741</u>	<u>243,671,739</u>	<u>193,536,691</u>

Directors and management's remuneration

For the six-month period ended 30 June 2011, the Company and its subsidiaries had expenses related to salaries, bonuses and meeting allowance for their directors and management totaling approximately of Baht 174.4 million (Separate financial statements: approximately of Baht 31.4 million) (30 June 2010: approximately of Baht 125.3 million, separate financial statements: approximately of Baht 12.4 million).

(Unaudited but reviewed)

3. Trade accounts receivable

The balances of trade accounts receivable as at 30 June 2011 and 31 December 2010, aged on the basis of due dates, are summarised below.

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2011	2010	2011	2010
		(Audited)		(Audited)
<u>Trade accounts receivable, related parties</u>				
Current	351,697,685	246,517,051	1,992,122,322	1,713,001,610
Past due 1 - 3 months	1,927,605	3,302,753	4,862,680	3,835,768
Total	<u>353,625,290</u>	<u>249,819,804</u>	<u>1,996,985,002</u>	<u>1,716,837,378</u>
<u>Trade accounts receivable, unrelated parties</u>				
Current	6,726,611,204	5,381,715,075	3,031,618,233	2,562,700,575
Past due 1 - 3 months	441,984,247	564,921,078	153,064,863	279,880,659
Past due 3 - 6 months	29,707,498	19,989,763	1,546,148	-
Past due 6 - 12 months	29,205,424	18,081,315	-	-
Past due over 12 months	8,570,358	6,566,119	-	-
Total	<u>7,236,078,731</u>	<u>5,991,273,350</u>	<u>3,186,229,244</u>	<u>2,842,581,234</u>
Total trade accounts receivable	7,589,704,021	6,241,093,154	5,183,214,246	4,559,418,612
Less: Allowance for doubtful accounts	<u>(76,717,673)</u>	<u>(78,348,656)</u>	<u>(2,589,405)</u>	<u>(9,356,915)</u>
Trade accounts receivable - net	<u><u>7,512,986,348</u></u>	<u><u>6,162,744,498</u></u>	<u><u>5,180,624,841</u></u>	<u><u>4,550,061,697</u></u>

4. Allowance for diminution in value of inventory

Movement in the allowance for diminution in value of inventory account during the six-month period ended 30 June 2011 is summarised below.

(Unit: Baht)

	Consolidated	Separate
	financial statements	financial statements
Balance as at 1 January 2011	801,563,843	395,045,132
Add: Allowance increase during the period	379,702,967	86,736,843
Less: Reversal of allowance during the period	<u>(54,787,367)</u>	-
Balance as at 30 June 2011	<u><u>1,126,479,443</u></u>	<u><u>481,781,975</u></u>

(Unaudited but reviewed)

5. Investments in subsidiary companies

Details of investments in subsidiary companies as presented in separate financial statements are as follows:

Company's name	Paid-up capital		Shareholding percentage		Cost		
	Foreign currency	30 June 2011	31 December 2010	30 June 2011	31 December 2010	30 June 2011	31 December 2010
				%	%		(Audited)
DET International Holding Limited	USD	236,513,330	223,513,330	100	100	8,588,311,576	8,190,294,476
Delta Energy Systems (Switzerland) AG	CHF	20,000,000	20,000,000	100	100	2,414,917,694	2,414,917,694
Delta Green Industrial (Thailand) Company Limited	THB	60,000,000	60,000,000	100	100	59,999,991	59,999,991
Delta Energy Systems (Singapore) Private Limited	USD	250,000	-	100	-	7,596,450	-
Total investments in subsidiary companies						11,070,825,711	10,665,212,161
Less: Loss on impairment of investments in subsidiary companies						(2,196,003,765)	(2,196,003,765)
Investments in subsidiary companies - net						<u>8,874,821,946</u>	<u>8,469,208,396</u>

No dividend was received from the above subsidiary companies during the six-month period ended 30 June 2011.

(Unaudited but reviewed)

6. Investment in associated company

Details of investment in associated company

(Unit Baht)

Consolidated financial statements										
Company's name	Nature of business	Country of incorporation	Shareholding percentage		Cost		Carrying amounts based on equity method		Share of profit from investment in associated company for the six-month periods ended 30 June	
			30 June	31 December	30 June	31 December	30 June	31 December	2011	2010
			2011	2010	2011	2010	2011	2010	2011	2010
			%	%		(Audited)		(Audited)		
Delta Green (Tianjin) Industries Company Limited (owned by DET SGP Pte. Ltd.)	Manufacturing and trading of electronic products	The People's Republic of China	50	50	394,383,470	394,383,470	508,948,849	635,085,280	12,196,059	10,334,832
Translation adjustment					-	-	(81,479,885)	(90,314,480)	-	-
Total investment in associated company					<u>394,383,470</u>	<u>394,383,470</u>	<u>427,468,964</u>	<u>544,770,800</u>	<u>12,196,059</u>	<u>10,334,832</u>

During the first quarter of the current year, the subsidiaries of the Company received dividend amounting to approximately USD 4.56 million from Delta Green (Tianjin) Industries Company Limited (the six-month period ended 30 June 2010: Nil).

(Unaudited but reviewed)

7. Other long-term investments

Company's name	Shareholding percentage		Consolidated financial statements	
	30 June	31 December	30 June	31 December
	2011	2010	2011	2010
	%	%	(Audited)	
IP Fund One, L.P. (owned by DET International Holding Limited)	3.84	3.84	258,127,847	258,127,847
Delta Greentech (China) Company Limited (owned by Delta Greentech SGP Pte. Ltd.)	8.21	8.21	456,586,926	456,586,926
Total other long-term investments			714,714,773	714,714,773
Less: Allowance for diminution in value of investments in other long-term investments			(191,577,647)	(191,577,647)
Translation adjustment			(106,615,440)	(114,687,227)
Other long-term investments - net			416,521,686	408,449,899

During the current period, the subsidiary of the Company received dividend amounting to approximately USD 2.14 million from Delta Greentech (China) Company Limited (the six-month period ended 30 June 2010: Nil).

8. Property, plant and equipment

Movements of the property, plant and equipment account during the six-month period ended 30 June 2011 are summarised below.

	(Unit: Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2011	4,224,759,078	2,516,703,548
Acquisitions during period - cost	609,899,178	363,137,036
Increase from the transfer of deposit for purchase of land account	101,845,398	-
Disposals during period - net book value at disposal date	(7,272,242)	(761,604)
Depreciation for the period	(355,498,144)	(234,668,065)
Translation adjustment	111,397,201	-
Net book value as at 30 June 2011	4,685,130,469	2,644,410,915

(Unaudited but reviewed)

9. Intangible assets

Movements of the intangible assets account during the six-month period ended 30 June 2011 are summarised below.

(Unit: Baht)

	Consolidated financial statements				Separate
	Patent rights	Computer software	Others	Total	financial statements Computer software
Net book value as at 1 January 2011	690,308,214	35,585,342	1,425,995	727,319,551	1,931,301
Increase during period	14,675	22,487,565	-	22,502,240	320,000
Amortisation for the period	(24,554,420)	(8,978,748)	(249,960)	(33,783,128)	(594,224)
Translation adjustment	13,195,231	2,659,288	81,516	15,936,035	-
Net book value as at 30 June 2011	<u>678,963,700</u>	<u>51,753,447</u>	<u>1,257,551</u>	<u>731,974,698</u>	<u>1,657,077</u>

Remaining useful lives 13 years 5 months

10. Deposit for purchase of land

The balance as at 31 December 2010 represented the deposit for purchase of land in India for office building construction by Delta India Electronics Pvt. Ltd., a subsidiary, of approximately INR 150 million or Baht 100 million.

However, during the first quarter of the current year, this subsidiary already completed its purchase of the land in India for office building construction.

11. Bank overdrafts and short-term loans from financial institutions

(Unit: Baht)

	Interest rate		Consolidated	
	(percent per annum)		financial statements	
	30 June	31 December	30 June	31 December
	2011	2010	2011	2010
		(Audited)		(Audited)
Bank overdrafts	11.00 - 14.50	14.50 - 16.50	1,613,092	2,137,871
Short-term loans from financial institutions	0.94 - 16.68	1.67 - 16.68	946,393,531	1,142,615,173
Total			<u>948,006,623</u>	<u>1,144,753,044</u>

(Unaudited but reviewed)

12. Provision for employee benefits

These comprise the following:

	(Unit: Million Baht)	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
Balance as at 31 December 2010	872	76
Add: Recognition during period	35	6
Less: Decrease during period	(31)	(2)
Less: Reversal during period	(4)	-
Translation adjustment	97	-
Balance as at 30 June 2011	<u>969</u>	<u>80</u>

(Unaudited but reviewed)

13. Provisions

These comprise the following:

(Unit: Million Baht)

	Consolidated financial statements			Separate financial statements		
	Restructuring costs	Warranty	Other provisions	Total	Warranty	Total
Balance as at 31 December 2010	9	238	131	378	22	22
Add: Recognition during period	-	498	55	553	6	6
Less: Decrease during period	(1)	-	(9)	(10)	-	-
Less: Reversal during period	-	(500)	(56)	(556)	(12)	(12)
Translation adjustment / unrealised gain on exchange rate	1	25	15	41	-	-
Balance as at 30 June 2011	9	261	136	406	16	16
Short-term provisions	6	25	121	152	6	6
Long-term provisions	3	213	10	226	16	16
Balance as at 31 December 2010	9	238	131	378	22	22
Short-term provisions	6	20	122	148	-	-
Long-term provisions	3	241	14	258	16	16
Balance as at 30 June 2011	9	261	136	406	16	16

(Unaudited but reviewed)

14. Dividends

Dividends declared in 2011 and 2010 consisted of the followings:

(Unit: Baht)			
<u>Dividend</u>	<u>Approved by</u>	<u>Total dividends</u>	<u>Dividend per share</u>
Final dividend for year 2010	Annual General Meeting of the shareholders on 1 April 2011	2,120,548,743	1.70
Final dividend for year 2009	Annual General Meeting of the shareholders on 5 April 2010	1,871,070,951	1.50

15. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the year.

Diluted earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the year plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the year or on the date the potential ordinary shares were issued.

The following table sets forth the computation of basic and diluted earnings per share:

Consolidated financial statements					
For the three-month periods ended 30 June					
Weighted average					
Profit		number of ordinary shares		Earnings per share	
<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Baht	Baht	Shares	Shares	Baht	Baht
Basic earnings per share					
Profit attributable to equity holders of the company					
911,670,025	1,104,821,828	1,247,381,614	1,247,380,634	0.73	0.89
Effect of dilutive potential ordinary shares					
Warrants					
	-		3,751		
Diluted earnings per share					
Profit of ordinary shareholders assuming the conversion of warrants to ordinary shares					
	1,104,821,828		1,247,384,385	-	0.89

(Unaudited but reviewed)

Consolidated financial statements

For the six-month periods ended 30 June

	Profit		Weighted average number of ordinary shares		Earnings per share	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
	Baht	Baht	Shares	Shares	Baht	Baht
Basic earnings per share						
Profit attributable to equity holders of the company	1,468,336,758	1,998,421,947	1,247,381,614	1,247,380,634	1.18	1.60
Effect of dilutive potential ordinary shares						
Warrants		-		3,739		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of warrants to ordinary shares		<u>1,998,421,947</u>		<u>1,247,384,373</u>	-	1.60

Separate financial statements

For the three-month periods ended 30 June

	Profit		Weighted average number of ordinary shares		Earnings per share	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
	Baht	Baht	Shares	Shares	Baht	Baht
Basic earnings per share						
Profit attributable to equity holders of the company	1,073,876,399	996,706,902	1,247,381,614	1,247,380,634	0.86	0.80
Effect of dilutive potential ordinary shares						
Warrants		-		3,751		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of warrants to ordinary shares		<u>996,706,902</u>		<u>1,247,384,385</u>	-	0.80

(Unaudited but reviewed)

Separate financial statements					
For the six-month periods ended 30 June					
Profit		Weighted average number of ordinary shares		Earnings per share	
<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Baht	Baht	Shares	Shares	Baht	Baht
Basic earnings per share					
Profit attributable to equity holders of the company					
1,844,662,417	1,691,982,003	1,247,381,614	1,247,380,634	1.48	1.36
Effect of dilutive potential ordinary shares					
Warrants					
	-		3,739		
Diluted earnings per share					
Profit of ordinary shareholders assuming the conversion of warrants to ordinary shares					
	<u>1,691,982,003</u>		<u>1,247,384,373</u>	-	1.36

The final date for the exercise of the Company's warrants was 17 December 2010, after which the remaining warrants can no longer be exercised. As a result, the Company has not presented diluted earnings per share for the three-month and six-month periods ended 30 June 2011.

(Unaudited but reviewed)

16. Financial information by segment

The businesses of the Company and its subsidiaries mainly involve the single industry segment of the manufacture, distribution and servicing of electronic products and are mainly carried on both in Thailand and overseas. The financial information of the Company and its subsidiaries by geographical segment, for the three-month and six-month periods ended 30 June 2011 and 2010 are as follow:

(Unit: Million Baht)

Consolidated financial statements																
For the three-month periods ended 30 June																
	Thailand		Asia		Australia		America		Europe		Total		Eliminated		Total	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenue from external customers	4,783	4,090	756	836	-	-	2,305	1,607	2,107	2,012	9,951	8,545	-	-	9,951	8,545
Inter-segment revenues	1,894	1,849	57	72	4	-	17	20	1,401	1,129	3,373	3,070	(3,373)	(3,070)	-	-
Total revenues	<u>6,677</u>	<u>5,939</u>	<u>813</u>	<u>908</u>	<u>4</u>	<u>-</u>	<u>2,322</u>	<u>1,627</u>	<u>3,508</u>	<u>3,141</u>	<u>13,324</u>	<u>11,615</u>	<u>(3,373)</u>	<u>(3,070)</u>	<u>9,951</u>	<u>8,545</u>
Segment profit (loss)	1,038	985	(30)	13	-	-	33	(8)	(249)	143	792	1,133			775	1,117
Unallocated income (expenses):																
Other income															38	31
Interest income															28	13
Dividend income from other long-term investments															65	-
Share of profit from investment in associated company															4	5
Amortisation of intangible assets															(18)	(8)
Finance cost															(24)	(10)
Corporate income tax															44	(15)
Profit for the period															<u>912</u>	<u>1,133</u>

(Unaudited but reviewed)

(Unit : Million Baht)

Consolidated financial statements																
For the six-month periods ended 30 June																
	Thailand		Asia		Australia		America		Europe		Total		Eliminated		Total	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenue from external customers	9,123	7,647	1,698	1,787	-	-	4,361	3,017	3,824	3,639	19,006	16,090	-	-	19,006	16,090
Inter-segment revenues	3,737	3,407	147	128	4	-	33	40	2,542	2,340	6,463	5,915	(6,463)	(5,915)	-	-
Total revenues	<u>12,860</u>	<u>11,054</u>	<u>1,845</u>	<u>1,915</u>	<u>4</u>	<u>-</u>	<u>4,394</u>	<u>3,057</u>	<u>6,366</u>	<u>5,979</u>	<u>25,469</u>	<u>22,005</u>	<u>(6,463)</u>	<u>(5,915)</u>	<u>19,006</u>	<u>16,090</u>
Segment profit (loss)	1,717	1,732	1	(35)	-	-	21	(9)	(361)	212	1,378	1,900			1,326	1,896
Unallocated income (expenses):																
Other income															77	86
Interest income															55	27
Gain on sales of investments in available-for-sale securities															-	103
Dividend income from other long-term investments															65	-
Share of profit from investment in associated company															12	10
Amortisation of intangible assets															(34)	(34)
Finance cost															(50)	(22)
Corporate income tax															17	(40)
Profit for the period															<u>1,468</u>	<u>2,026</u>

Transfer prices between business segments are as set out in Note 2 to the financial statements.

17. Commitments and contingent liabilities

17.1 Capital commitments and operating lease commitments

17.1.1 As at 30 June 2011, the Company and its subsidiaries had significant capital commitments amounting to Baht 39 million in respect of the building construction and amounting to Baht 154 million, INR 5 million and EUR 0.4 million in respect of the purchase of machinery and equipment.

17.1.2 As at 30 June 2011, the subsidiaries had significant operating lease commitments amounting to CHF 0.9 million, GBP 0.2 million, EUR 4 million and INR 111 million.

17.2 Guarantee obligations

As at 30 June 2011, the Company and its subsidiaries had the following outstanding significant letters of guarantee required in the ordinary course of their businesses:

17.2.1 Outstanding letters of guarantee totaling approximately Baht 758 million have been issued by banks to meet requirements of the Company (including a letter of guarantee for approximately Baht 734 million issued by a bank to meet obligations of the Company to the Revenue Department in relation to the tax assessment mentioned in Note 17.3.1 to the financial statements).

17.2.2 Outstanding letters of guarantee for totals of approximately INR 226.3 million and EUR 1.3 million have been issued by banks to meet requirements of its subsidiaries.

17.3 Tax assessment

17.3.1 In 2006, the Company received a corporate income tax assessment letter from Revenue Department covering the years 1997 through 2000, assessing tax amounting to approximately Baht 734 million (including penalties and surcharges that were reduced on appeal based on the ruling of the tax appeal committee of the Revenue Department handed down during the current period). The Company has submitted a letter appealing the assessment. The independent legal counselor of the Company believes that no significant losses will be incurred by the Company and the Company has therefore not recorded provision for this tax assessment.

17.3.2 Corporate income tax assessment of approximately INR 72 million were made against an overseas subsidiary, covering the years 2004 - 2006 and 2007 - 2008 and sales tax and excise duties assessment of approximately INR 50 million, covering the years 2005 - 2007. The subsidiary has submitted a letter appealing the assessment and the management of the Company and the subsidiary believe that no significant losses will be incurred. The subsidiary therefore has not recorded provision for this tax assessment.

17.4 Litigation

As at 30 June 2011, two lawsuits had been filed against an overseas subsidiary, claiming a totaling of INR 6 million. The case is currently being heard by the Court. However, the management of the Company and the subsidiary believe that no significant damage will be suffered by the Company and the subsidiary and no provision for the contingent liability has therefore been set aside in such accounts.

18. Financial derivatives

As at 30 June 2011, outstanding significant balances of the Company and its subsidiaries' financial assets and liabilities denominated in foreign currencies are as follows:

Foreign currency	Financial assets	Financial liabilities	Average exchange rate as at 30 June 2011
	(Million)	(Million)	(Baht per foreign currency)
US dollar	142	109	30.7472
Euro	30	6	44.5173
Czech koruna	22	-	1.8269
Japanese yen	102	225	0.3819
Russian ruble	28	12	1.0970
Polish zloty	11	2	11.1342

The Company and its subsidiaries manage their exposure to foreign currency risk by using derivatives where considered appropriate. As at 30 June 2011, the outstanding derivatives for managing the exposure to foreign currency risk are as follows:

	Amount	Forward rate	Maturity date
Forward contracts to "Sell"			
USD/THB	USD 97 million	30.10000 - 31.08000	THB/USD July - September 2011
USD/CHF	USD 2 million	0.83050 - 0.84080	CHF/USD July 2011
USD/TRY	USD 2 million	1.61610	TRY/USD July 2011
EUR/USD	EUR 6 million	1.41200 - 1.43610	USD/EUR July 2011
EUR/CHF	EUR 9 million	1.19360 - 1.21186	CHF/EUR July 2011
EUR/TRY	EUR 2 million	2.31660 - 2.32220	TRY/EUR July 2011
PLN/CHF	PLN 7 million	3.30040 - 3.36900	PLN/CHF July 2011
Forward contracts to "Buy"			
USD/RUB	USD 3 million	28.17300 - 28.40710	RUB/USD July 2011
USD/INR	USD 4 million	45.17000 - 45.59000	INR/USD July - August 2011
USD/BRL	USD 2 million	1.60210 - 1.60520	BRL/USD July 2011
EUR/USD	EUR 2 million	1.44330	USD/EUR July 2011

19. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 5 August 2011.