

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
REPORT AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2000

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 September 2000, and the related consolidated statements of earnings for the three-month and nine-month periods ended 30 September 2000 and 1999, the consolidated statements of changes in shareholders' equity, retained earnings and cash flows for the nine-month period ended 30 September 2000 and 1999, and the separate financial statements of Delta Electronics (Thailand) Public Company Limited for the same periods. These financial statements are the responsibility of the management of the Company and its subsidiaries as to their correctness and completeness of the presentation. My responsibility is to report on these financial statements based on my reviews.

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

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

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 1999, in accordance with generally accepted auditing standards and expressed an unqualified opinion on those statements under my report dated 3 February 2000. The balance sheets as at 31 December 1999, 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.

Sophon Permsirivallop

Certified Public Accountant (Thailand) No. 3182

Ernst & Young Office Limited

Bangkok : 20 October 2000

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
BALANCE SHEETS

(Unit : Baht)

		Consolidated		The Company Only	
	Note	30 September 2000	31December 1999	30 September 2000	31December 1999
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
CURRENT ASSETS					
Cash in hand and at banks		4,535,787,598	3,132,228,991	4,222,124,349	2,918,391,789
Investments in marketable securities - available for sale	2	1,024,871,135	69,217,555	-	-
Accounts receivable - trade					
Related companies		446,421,960	463,416,621	1,864,306,637	463,416,621
Others		6,001,899,975	6,849,477,304	5,133,908,965	6,848,693,021
Less : Allowance for doubtful accounts		(89,155,920)	(60,047,996)	(89,102,712)	(60,000,000)
Accounts receivable - trade, net	3	6,359,166,015	7,252,845,929	6,909,112,890	7,252,109,642
Amount due from related companies		8,641,586	-	8,641,586	-
Inventories - net		2,775,146,920	1,887,079,366	2,393,457,576	1,886,935,641
Other current assets					
Receivables - forward contracts		-	129,165,243	-	129,165,243
Input tax refundable		83,587,874	74,217,957	55,011,875	45,694,629
Others		81,722,952	65,611,090	62,394,446	44,560,163
TOTAL CURRENT ASSETS		14,868,924,080	12,610,366,131	13,650,742,722	12,276,857,107
INVESTMENTS					
Unit Trusts		120,000,000	120,000,000	120,000,000	120,000,000
Related companies	4	663,848,570	543,439,654	1,561,718,097	1,250,965,686
Other companies	5	129,604,429	270,924,150	-	760,000
PROPERTY, PLANT AND EQUIPMENT - net		2,617,827,633	2,380,972,514	2,592,405,149	2,369,643,622
BUILDING AND INSTALLATION AWAITING SALE		281,795,840	281,842,298	-	-
CONSOLIDATION GOODWILL		10,804,802	11,248,835	-	-
OTHER ASSETS					
Deposits		2,413,918	2,659,204	2,413,918	2,659,204
TOTAL ASSETS		18,695,219,272	16,221,452,786	17,927,279,886	16,020,885,619

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)

		Consolidated		The Company Only	
	Note	30 September 2000	31December 1999	30 September 2000	31December 1999
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)

LIABILITIES AND SHAREHOLDERS' EQUITY

CURRENT LIABILITIES

Bank overdrafts and loans from

financial institutions	62,712,674	502,281,882	-	502,281,882
Accounts payable - trade				
Related companies	78,372,287	207,352,761	78,372,287	207,352,761
Others	4,875,152,382	4,235,460,635	4,866,713,608	4,234,664,022
	4,953,524,669	4,442,813,396	4,945,085,895	4,442,016,783
Amount due to related companies	410,580,598	314,776,713	422,825,035	333,205,945
Other current liabilities				
Accrued expenses	282,142,988	340,175,055	279,446,589	317,848,257
Advance received	50,868,633	170,161,747	50,868,633	170,161,747
Others	52,615,003	87,540,888	20,146,650	88,442,246
TOTAL CURRENT LIABILITIES	5,812,444,565	5,857,749,681	5,718,372,802	5,853,956,860
SHAREHOLDERS' EQUITY				
Share capital	6			
120 million registered ordinary shares of Baht 10 each	1,200,000,000	1,200,000,000	1,200,000,000	1,200,000,000
103.95 million issued and fully paid ordinary shares of Baht 10 each (1999 : 94.5 million issued and fully paid ordinary shares of Baht 10 each)	1,039,500,000	945,000,000	1,039,500,000	945,000,000
Capital premium				
Share premium	1,491,912,500	1,491,912,500	1,491,912,500	1,491,912,500
Unrealised gain on investments in marketable securities	418,510,480	1,537,471	-	-
Retained earnings				
Appropriated				
Statutory reserve	120,000,000	120,000,000	120,000,000	120,000,000
Unappropriated	9,557,494,584	7,610,016,259	9,557,494,584	7,610,016,259
Translation adjustments	58,111,734	(33,416,688)	-	-
Equity attributable to the Company's shareholders	12,685,529,298	10,135,049,542	12,208,907,084	10,166,928,759
Minority interest - equity attributable to minority shareholders of subsidiaries	197,245,409	228,653,563	-	-
TOTAL SHAREHOLDERS' EQUITY	12,882,774,707	10,363,703,105	12,208,907,084	10,166,928,759
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	18,695,219,272	16,221,452,786	17,927,279,886	16,020,885,619
	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 PERIOD ENDED 30 SEPTEMBER 2000 AND 1999

(Unit : Baht)

	Note	Consolidated		The Company Only	
		2000	1999	2000	1999
REVENUES					
Sales		7,505,918,424	6,971,157,098	7,323,540,072	6,971,156,318
Share of gains of subsidiary companies			-	2,785,727	-
Other income					
Interest income		71,771,468	37,082,364	70,124,967	35,572,661
Gain on exchange rate	7	545,852,689	529,149,198	551,221,881	529,139,453
Others		68,681,930	42,910,858	38,086,312	32,279,903
TOTAL REVENUES		8,192,224,511	7,580,299,518	7,985,758,959	7,568,148,335
EXPENSES					
Cost of sales		6,205,080,910	5,643,754,351	6,048,471,786	5,643,753,081
Selling and administrative expenses		556,562,547	497,663,691	513,698,712	485,808,776
Directors' remuneration		50,000	8,000	50,000	8,000
Share of losses of subsidiary and associated companies					
		5,464,173	11,767,138	-	11,087,273
TOTAL EXPENSES		6,767,157,630	6,153,193,180	6,562,220,498	6,140,657,130
EARNINGS BEFORE MINORITY INTEREST			1,425,066,881	1,427,106,338	1,423,538,461
MINORITY INTEREST		(1,528,420)	384,867	-	-
NET EARNINGS FOR THE PERIOD			1,423,538,461	1,427,491,205	1,423,538,461
EARNINGS PER SHARE					
Basic earnings per share	8				
Net earnings		13.69	15.11	13.69	15.11
Weighted average number of ordinary shares (shares)					
		103,950,000	94,500,000	103,950,000	94,500,000

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 NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2000 AND 1999

(Unit : Baht)

	Note	Consolidated		The Company Only	
		2000	1999	2000	1999
REVENUES					
Sales		18,778,007,920	16,504,081,870	19,126,806,256	16,504,003,582
Other income					
Interest income		183,717,367	99,771,604	179,918,288	90,831,376
Gain on exchange rate	7	883,983,137	734,597,806	891,781,429	734,588,061
Gain on exchange from investments in marketable securities					
		90,056,218	-	-	-
Others		289,497,275	145,879,737	212,146,424	150,060,329
TOTAL REVENUES		20,225,261,917	17,484,331,017	20,410,652,397	17,479,483,348

EXPENSES

Cost of sales	15,843,382,492	13,703,667,236	16,169,389,449	13,703,539,750
Selling and administrative expenses	1,442,492,636	1,117,525,201	1,340,911,920	1,115,344,782
Directors' remuneration	156,000	96,000	156,000	96,000
Share of losses of subsidiary and associated companies	45,209,793	87,453,989	7,716,703	85,004,125
TOTAL EXPENSES	17,331,240,921	14,908,742,426	17,518,174,072	14,903,984,657
EARNINGS BEFORE MINORITY INTEREST	2,894,020,996	2,575,588,591	2,892,478,325	2,575,498,691
MINORITY INTEREST	(1,542,671)	(89,900)	-	-
NET EARNINGS FOR THE PERIOD	2,892,478,325	2,575,498,691	2,892,478,325	2,575,498,691
EARNINGS PER SHARE				
Basic earnings per share	8			
Net earnings	27.86	25.55	27.86	25.55
Weighted average number of ordinary shares (shares)	103,835,496	100,792,780	103,835,496	100,792,780

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 RETAINED EARNINGS

FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2000 AND 1999

(Unit : Baht)

	Consolidated		The Company Only	
	2000	1999	2000	1999
RETAINED EARNINGS - UNAPPROPRIATED				
BALANCE - beginning of period	7,610,016,259	5,371,794,767	7,610,016,259	5,371,794,767
TRANSFERRED TO STATUTORY RESERVE		-	(30,000,000)	-
DIVIDEND PAID	(945,000,000)	(495,000,000)	(945,000,000)	(495,000,000)
NET EARNINGS FOR THE PERIOD	2,892,478,325	2,575,498,691	2,892,478,325	2,575,498,691
TOTAL RETAINED EARNINGS - UNAPPROPRIATED	9,557,494,584	7,422,293,458	9,557,494,584	7,422,293,458
RETAINED EARNINGS - APPROPRIATED				
STATUTORY RESERVE	120,000,000	120,000,000	120,000,000	120,000,000
TOTAL RETAINED EARNINGS - APPROPRIATED	120,000,000	120,000,000	120,000,000	120,000,000
TOTAL RETAINED EARNINGS	9,677,494,584	7,542,293,458	9,677,494,584	7,542,293,458
	0	0	0	0

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

(UNAUDITED BUT REVIEWED)

DELTA ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2000 AND 1999

(Unit : Baht)

	Consolidated		The Company Only	
	2000	1999	2000	1999
SHARE CAPITAL				
ORDINARY SHARES				

BALANCE - beginning of period	945,000,000	900,000,000	945,000,000	900,000,000
INCREASE DURING THE PERIOD	94,500,000	45,000,000	94,500,000	45,000,000
BALANCE - end of period	1,039,500,000	945,000,000	1,039,500,000	945,000,000
CAPITAL PREMIUM				
SHARE PREMIUM				
BALANCE - beginning of period	1,491,912,500	816,912,500	1,491,912,500	816,912,500
INCREASE DURING THE PERIOD	-	675,000,000	-	675,000,000
BALANCE - end of period	1,491,912,500	1,491,912,500	1,491,912,500	1,491,912,500
RETAINED EARNINGS				
APPROPRIATED				
STATUTORY RESERVE				
BALANCE - beginning of period	120,000,000	90,000,000	120,000,000	90,000,000
INCREASE DURING THE PERIOD	-	30,000,000	-	30,000,000
BALANCE - end of period	120,000,000	120,000,000	120,000,000	120,000,000
UNAPPROPRIATED				
BALANCE - beginning of period	7,610,016,259	5,371,794,767	7,610,016,259	5,371,794,767
INCREASE DURING THE PERIOD	2,892,478,325	2,575,498,691	2,892,478,325	2,575,498,691
DECREASE DURING THE PERIOD	(945,000,000)	(525,000,000)	(945,000,000)	(525,000,000)
BALANCE - end of period	9,557,494,584	7,422,293,458	9,557,494,584	7,422,293,458
UNREALISED GAIN ON INVESTMENTS IN				
MARKETABLE SECURITIES				
BALANCE - beginning of period	1,537,471	-	-	-
INCREASE DURING THE PERIOD	416,973,009	-	-	-
BALANCE - end of period	418,510,480	-	-	-
TRANSLATION ADJUSTMENTS				
BALANCE - beginning of period	(33,416,688)	(49,081,008)	-	-
INCREASE DURING THE PERIOD	91,528,422	84,949,917	-	-
BALANCE - end of period	58,111,734	35,868,909	-	-
MINORITY INTEREST				
BALANCE - beginning of period	228,653,563	257,590,787	-	-
DECREASE DURING THE PERIOD	(31,408,154)	(5,104,028)	-	-
BALANCE - end of period	197,245,409	252,486,759	-	-
TOTAL SHAREHOLDERS' EQUITY	12,882,774,707	10,267,561,626	12,208,907,084	9,979,205,958

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 NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2000 AND 1999

(Unit : Baht)

	Consolidated		The Company Only	
	2000	1999	2000	1999

Cash flows from (used in) operating activities :-

Net earnings	2,892,478,325	2,575,498,691	2,892,478,325	2,575,498,691
Adjustments to reconcile net earnings to net cash				
from (used in) operating activities :-				
Depreciation and amortisation	244,398,653	171,373,320	237,052,214	161,614,642
Amortisation in forward contracts	(2,456,207)	-	(2,514,626)	-
Allowance for doubtful accounts	29,107,924	27,483,530	29,102,712	31,033,773
Provision for obsolete inventories	70,699,111	21,816,230	70,699,111	21,816,230
Provision for diminution in value of investment				
in related companies	760,000	-	760,000	-
Exchange gain from investment	(90,056,218)	-	-	-
Loss from disposal of investments	146,910	-	-	-
(Gain) Loss from disposal of fixed assets	7,966,187	(173,298)	7,775,174	(175,842)
Loss from disposal of investment in related companies	-	-	889,049	-
Share dividend received from other companies	(946,460)	-	-	-
Share of losses of subsidiary and				
associated companies	45,209,793	87,453,989	7,716,703	85,004,125
Amortisation of goodwill	471,877	453,321	-	-
Unrealised gain on exchange rate	(824,117,026)	(667,061,769)	(838,698,309)	(667,061,769)
Minority interest	1,648,420	(5,104,028)	-	-
Earnings from operating activities before changes in				
operating assets and liabilities	2,375,311,289	2,211,739,986	2,405,260,353	2,207,729,850
Decrease (increase) in operating assets :-				
Accounts receivable - trade	1,380,855,604	(2,172,364,455)	830,177,654	(2,175,287,424)
Amount due from related companies	(8,641,586)	-	(8,641,586)	-
Inventories	(958,766,665)	(532,666,807)	(577,221,046)	(532,505,310)
Receivables - forward contracts	129,165,243	-	129,165,243	-
Input tax refundable	(9,369,917)	34,988,808	(9,317,246)	34,988,808
Other current assets	(16,046,917)	(180,506,710)	(17,769,338)	(162,922,441)
Deposits	245,286	(2,793,529)	245,286	(2,793,529)
Increase (decrease) in operating liabilities :-				
Accounts payable - trade	372,781,892	2,537,093,195	365,139,731	2,603,889,578
Amount due to related companies	95,764,431	-	89,579,636	-
Accrued expenses	(56,941,832)	22,822,428	(37,311,433)	36,904,746
Advance received	(129,794,245)	(117,457,881)	(129,794,245)	(117,457,881)
Other current liabilities	(39,104,432)	(7,947,813)	(64,354,441)	(14,143,745)
Net cash flows from operating activities	3,135,458,151	1,792,907,222	2,975,158,568	1,878,402,652

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 NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2000 AND 1999

(Unit : Baht)

Consolidated

The Company Only

	2000	1999	2000	1999
Cash flows from (used in) investing activities :-				
Cash used in investment in subsidiary company		-	(11,840,881)	-
Increase in investments in marketable securities	(7,906,398)		-	-
Increase in investments in Negotiable				
Certificates of Deposit		-	(47,586,144)	-
Decrease in investments in bill of exchange		-	197,586,144	-
Increase in investments in subsidiary and				
associated companies	(286,956,600)	(320,603,668)	(331,747,200)	(378,692,213)
Increase in investments in other companies	(90,048,450)	(2,491,587)		
Increase in unit trusts		(120,000,000)	(120,000,000)	
Acquisition of fixed assets	(530,984,247)	(766,973,048)	(510,261,054)	(558,780,598)
Proceeds from sales of fixed assets	43,295,923	38,523,671	42,672,139	38,523,671
Proceeds from disposal of investments	13,584,018			
Proceeds from liquidation of related company			12,389,037	
Net cash flows used in investing activities	(859,015,754)	(1,033,385,513)	(786,947,078)	(907,373,401)
Cash flows from (used in) financing activities :-				
Decrease in loans from financial institutions	(439,569,208)	(19,463,678)	(502,281,882)	(19,463,678)
Decrease in minority interest from liquidation				
of subsidiary	(52,763,945)			
Cash received from increased share capital	94,500,000	720,000,000	94,500,000	720,000,000
Dividend paid	(945,000,000)	(495,000,000)	(945,000,000)	(495,000,000)
Net cash flows from (used in)				
financing activities	(1,342,833,153)	205,536,322	(1,352,781,882)	205,536,322
Increase in translation adjustments	1,646,411	52,496,717		
Net increase in cash and cash equivalent	935,255,655	1,017,554,748	835,429,608	1,176,565,573
Cash and cash equivalents - beginning of period	3,132,228,991	1,601,221,321	2,918,391,789	1,147,409,858
Cash and cash equivalents - end of period (Note 11)	4,067,484,646	2,618,776,069	3,753,821,397	2,323,975,431
Supplemental cash flows information				
Cash paid during the period for :				
Interest	2,967,207	12,036,722	1,333,463	11,887,466
Corporate income tax	872,794	2,946,238	872,794	2,946,238

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 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, retained earnings, changes in

shareholders' equity, and cash flows as in the annual financial statements.

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

1.2 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for preparation of the financial statements for the year ended 31 December 1999.

1.3 Basis of consolidation

The basis of consolidation in the interim financial statements is the same as that for the consolidated financial statements for the year ended 31 December 1999. However, there were structural changes relating to the subsidiaries, and they are summarised below :-

(UNAUDITED BUT REVIEWED)

	Total assets		Total income		Net earnings (losses)			
	of subsidiaries	of subsidiaries	of subsidiaries	of subsidiaries	of subsidiaries	of subsidiaries		
Percentage of shares held by the Company	included in consolidated balance sheets	included in consolidated balance sheets	included in consolidated earnings statements for the nine-month period	included in consolidated earnings statements for the nine-month period	included in consolidated earnings statements for the nine-month period	included in consolidated earnings statements for the nine-month period		
	30 September 2000	31 December 1999	30 September 2000	31 December 1999	ended 30 September 2000	ended 30 September 1999		
	%	%	%	%	%	%		
New subsidiary								
DET Logistic (USA) Corporation Limited (owned by DET International Holding Limited)	100	-	7.78	-	19.09	-	0.91	-
Dissolved subsidiary								
Delta Videocom Company Limited (being under the Company's control)	-	19	-	0.38	-	0.01	-	(0.29)

On 19 October 1999, the Company's board of directors resolved to establish DET Logistic (USA) Corporation Limited. The Company has a registered capital of USD 1 million, and was established in January 2000, with 100% of its shares held by a wholly-owned subsidiary of the Company.

An extraordinary general meeting of the shareholders of a subsidiary, Delta Videocom Company Limited, passed a resolution to dissolve that company on 7 September 1999. The Company's investment funds were returned in January 2000.

2. INVESTMENTS IN MARKETABLE SECURITIES - AVAILABLE FOR SALE

(Unit : Baht)

	30 September 2000		31 December 1999	
	Cost/ Book value	Fair value	Cost/ Book value	Fair value
Available-for-sale securities				
a) Flextronics	499,064,970	954,760,925	-	-
b) Others	75,930,301	38,744,826	68,023,903	69,561,374
Total	574,995,271	993,505,751	68,023,903	69,561,374
Add : Unrealised gain on securities	418,510,480		1,537,471	
Less : Translation adjustments	31,365,384		(343,819)	
Net equity securities	1,024,871,135		69,217,555	

(UNAUDITED BUT REVIEWED)

The investment in Flextronics International Limited during the second quarter arose from a subsidiary's swapping of its investments in the shares of 3 related companies, Palo Alto Manufacturing (Thailand) Limited, Palo Alto Plastics (Thailand) Limited and Palo Alto Products International Pte. Ltd. for the shares of Flextronics International Limited, which is listed on a foreign stock market. The Company classified the swapped securities as investments in available-for-sale securities.

3. ACCOUNTS RECEIVABLE - TRADE

The aging of the outstanding balance as at 30 September 2000 and 31 December 1999 is as follows :-

(Unit : Baht)

CONSOLIDATED THE COMPANY ONLY

	30 September 2000	31 December 1999	30 September 2000	31 December 1999
	(Audited)	(Audited)	(Audited)	(Audited)
Current	5,533,732,510	5,138,095,180	6,211,016,375	5,137,972,266
Past due 1 - 3 months	813,383,008	1,984,455,708	686,056,831	1,983,842,335
Past due 3 - 6 months	13,734,579	147,876,487	13,670,558	147,828,491
Past due 6 - 12 months	67,974,169	40,180,180	67,974,169	40,180,180
Past due over 12 months	19,497,669	2,286,370	19,497,669	2,286,370
Total	6,448,321,935	7,312,893,925	6,998,215,602	7,312,109,642
Less : Allowance for doubtful accounts	(89,155,920)	(60,047,996)	(89,102,712)	(60,000,000)
Accounts receivable -trade, net	6,359,166,015	7,252,845,929	6,909,112,890	7,252,109,642

The Company's management believes that the allowance for doubtful accounts set aside is adequate in the present circumstances.

(UNAUDITED BUT REVIEWED)

4. INVESTMENTS IN RELATED COMPANIES

These represent investments in ordinary and preference shares of the following companies :-
(Unit : Baht)

	Issued and paid up capital		Percentage owned by the Company		Consolidated		The Company Only	
	2000	1999	2000	1999	30 September 2000	31 December 1999	30 September 2000	31 December 1999
			%	%	(Audited)	(Audited)	(Audited)	(Audited)
Subsidiary companies								
Delta Videocom Company Limited								
- Cost	-	75,000,000	-	19	-	-	-	14,250,000
- Share of loss (accumulated to 9 September 1999)							-	(971,914)
							-	13,278,086
DET International Holding Limited								
- Cost	1,708,118,408	1,376,371,208	100	100	-	-	1,708,118,408	1,376,371,208
- Share of loss (accumulated to 30 September and 31 December)							(146,400,311)	(138,683,608)
							1,561,718,097	1,237,687,600
Total investments in subsidiary companies					-	-	1,561,718,097	1,250,965,686
Associated companies								
Huada Holding Company Limited								
- Cost	551,136,000	551,136,000	45	49	248,011,200	270,056,640	-	-
- Share of loss (accumulated to 30 September and 31 December)					(104,442,978)	(115,169,049)		
					143,568,222	154,887,591		
Delta Green (Tianjin) Industries Company Limited								
- Cost	745,450,440	421,875,240	50	50	372,725,220	210,937,620	-	-
- Share of loss (accumulated to 30 September and 31 December)					(27,868,420)	(14,124,759)		
					344,856,800	196,812,861		
Delta Components International Limited								
- Cost	37,672,800	37,672,800	50	50	18,836,400	18,836,400	-	-
- Share of loss (accumulated to 30 September and 31 December)					(7,056,340)	(4,414,609)		
					11,780,060	14,421,791		
Palo Alto Manufacturing (Thailand) Limited*								
- Cost	-	320,000,000	-	20	-	63,679,223	-	-
- Share of loss (accumulated to 30 September and 31 December)						(7,566,191)		
					-	56,113,032		

(UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Issued and		Percentage owned by		Consolidated		The Company Only	
	paid up capital		the Company		30 September	31 December	30 September	31 December
	2000	1999	2000	1999	2000	1999	2000	1999
						(Audited)	(Audited)	
			%	%				
Palo Alto Plastics (Thailand) Limited*								
- Cost	- 450,000,000	-	27	-	- 122,785,545	-	-	-
- Share of loss (accumulated to 30 September and 31 December)					- (6,124,405)			
					- 116,661,140			
Ezonics Corporation Company Limited								
- Cost	290,825,999	-	25	-	125,169,000	-	-	-
- Share of loss (accumulated to 30 September and 31 December)					(5,542,734)	-		
					119,626,266	-		
Translation adjustments					44,017,222	4,543,239	-	-
Total investments in associated companies					663,848,570	543,439,654	-	-
Total investments in related companies					663,848,570	543,439,654	1,561,718,097	1,250,965,686

*The Company swapped the shares for the shares of Flextronics International Limited - see in note to financial statements 3.

4.1 Shares of losses of associated companies are based on financial statements prepared by the managements of these associated companies which have yet to be reviewed by their auditors.

4.2 The subsidiaries held through DET International Holding Limited are Newton Power Limited, Delcom Electronics Company Limited and DET Logistic (USA) Corporation Limited. All associated companies are also held through DET International Holding Limited.

4.3 During the second quarter, a subsidiary, DET International Holding Limited sold part of its investment in an associated company, Huada Holding Company Limited, resulting in its percentage holding changing from 49% to 45%.

4.4 During the current period, a meeting of the Board of Directors approved the investment of USD 3 million by a subsidiary, DET International Holding Limited, in the preference shares of Ezonics Corporation Company Limited, giving it a 25 percent holding. The preference shares carry voting rights and entitle the holders to a non-cumulative preference dividend whenever the dividends are declared by the investee company.

(UNAUDITED BUT REVIEWED)

5. INVESTMENTS IN OTHER COMPANIES

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

(Unit : Baht)

	Company's interest		Consolidated		The Company Only			
	in equity capital		30 September 2000	31December 1999	30 September 2000	31December 1999		
	2000	1999	(Audited)		(Audited)			
	%	%						
Dafa Components Company Limited			19	19	-	760,000	-	760,000
Cyntec Company Limited (owned by DET International Holding Limited)	0.83	0.83	29,060,545	28,114,145	-	-	-	-
Palo Alto Products International Pte. Ltd. (owned by DET International Holding Limited)*	-	5	-	234,026,455	-	-	-	-
Delta Electronics Components (Thailand) Company Limited (owned by DET International Holding Limited)	10	10	2,491,654	2,491,387	-	-	-	-
IP Fund One, L.P. (owned by DET International Holding Limited)	3.8	-	90,048,450	-	-	-	-	-
Translation adjustments			8,003,780	5,532,163	-	-	-	-
Total investments in other companies			129,604,429	270,924,150	-	-	-	760,000

*The Company swapped the shares for the shares of Flextronics International Limited - see in note to financial statements 3.

On 9 May 2000, a meeting of the Board of Directors approved a subsidiary's investment in IP Fund One, L.P. IP Fund One, L.P. invests in internet technology and service companies owning significant intellectual property (IP) which are located in the North American or the Asia Pacific regions. As at 30 September 2000, the subsidiary's investment in that company was USD 2.25 million, giving it a 3.8 percent holding.

(UNAUDITED BUT REVIEWED)

6. SHARE CAPITAL

On 5 April 2000, the Annual General Meeting of shareholders resolved to :-

- Increase the Company's issued share capital to Baht 1,039,500,000 (103,950,000 ordinary shares of Baht 10 each). The 9,450,000 newly-issued shares were allocated to current shareholders in a ratio of 10 old shares for 1 new share at the price of Baht 10 per share. The shares have already been paid up, with the 73,946 shares originally unsubscribed allocated to Deltron Holding Co., Ltd. The share capital increase was registered with the Ministry of Commerce on 15 June 2000.
- Issue 4,032,000 warrants, for offer to the directors who are the employees of the Company

and/or its other employees, and allocate 4,032,000 new shares to support the exercise of the warrants. The warrant holders have the right to purchase ordinary shares at a ratio of one warrant per one ordinary share, at an exercise price of Baht 10 each. The warrants are a one time and their life is 5 years, with the exercise period running from 2 October 2000. They were listed on the Stock Exchange of Thailand on 6 July 2000.

7. GAIN ON EXCHANGE RATE

(Unit : Baht)

	For the three-month period ended 30 September			
	Consolidated		The Company Only	
	2000	1999	2000	1999
Realised gain (loss) on exchange rate	147,236,745	(31,177,936)	149,453,824	(31,187,682)
Unrealised gain on exchange rate	398,615,944	560,327,134	401,768,057	560,327,135
Gain on exchange rate	545,852,689	529,149,198	551,221,881	529,139,453

(Unit : Baht)

	For the nine-month period ended 30 September			
	Consolidated		The Company Only	
	2000	1999	2000	1999
Realised gain on exchange rate	59,866,111	67,536,037	53,083,120	67,526,292
Unrealised gain on exchange rate	824,117,026	667,061,769	838,698,309	667,061,769
Gain on exchange rate	883,983,137	734,597,806	891,781,429	734,588,061

(UNAUDITED BUT REVIEWED)

8. BASIC EARNINGS PER SHARE

During the second quarter, the rights to purchase ordinary shares referred to in Note 6 were exercised, and basic earnings per share for the three-month and nine-month periods ended 30 September 1999 have therefore been recalculated by dividing net earnings for the periods by the weighted average number of ordinary shares in issue during the periods multiplied by a factor calculated from the fair value of ordinary shares before and after the exercise of share subscription rights.

No disclosure of diluted earnings per share is required as a result of the warrants issue since they were not yet potential ordinary shares as at the date of the balance sheets.

9. RELATED PARTY TRANSACTIONS

9.1 During the period, the Company had business transactions with its overseas subsidiary and related companies (related by way of common shareholders and/or common directors) in respect of raw material and production equipment purchases, sales of manufactured finished goods, commission and technical 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)

	Consolidated		The Company Only		Pricing policies
	For the three-month period		For the three-month period		
	ended 30 September	ended 30 September	ended 30 September	ended 30 September	
	2000	1999	2000	1999	
Transactions with subsidiary companies (eliminated from the consolidated financial statements)					
Sales of goods	-	-	1,601,309,228	-	Market prices
Commission	-	-	17,673,448	30,456,765	Contract prices
Transactions with related companies					
Sales of goods	378,518,748	947,022,952	378,518,748	947,022,952	Market prices
Purchase of raw material	116,192,722	99,920,468	116,192,722	99,920,468	Invoices
Purchase of fixed assets	27,750,833	9,600,133	27,750,833	9,600,133	Invoices
Commission	86,823,299	55,039,419	62,256,059	55,039,419	Contract prices
Technical fee	45,334,393	41,821,702	45,334,393	41,821,702	Contract prices

(UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Consolidated		The Company Only		Pricing policies
	For the nine-month period		For the nine-month period		
	ended 30 September	ended 30 September	ended 30 September	ended 30 September	
	2000	1999	2000	1999	
Transactions with subsidiary companies (eliminated from the consolidated financial statements)					
Sales of goods	-	-	4,208,784,680	-	Market prices
Commission	-	-	51,480,272	118,865,383	Contract prices
Transactions with related companies					
Sales of goods	1,150,944,947	1,536,013,561	1,150,944,947	1,536,013,561	Market prices
Purchase of raw material	282,838,706	325,956,238	282,838,706	325,878,903	Invoices
Purchase of fixed assets	52,658,769	10,447,016	52,658,769	10,447,016	Invoices
Commission	236,937,538	147,120,408	165,951,183	147,120,408	Contract prices
Technical fee	104,834,169	130,643,677	104,834,169	130,643,677	Contract prices

The outstanding balances of the above transactions have been separately shown in the balance sheets.

9.2 The Company has entered into agreements with a subsidiary and with related companies whereby the subsidiary and the related companies 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 3 percent of the purchasing price for the raw material purchasing services.

10. COMMITMENT AND CONTINGENT LIABILITIES

10.1 Financial derivatives

The Company has entered into sell "call option" agreements with branches of overseas banks in Thailand. As at 30 September 2000, the Company had outstanding agreements to sell USD 32 million at Baht 41.03 to Baht 42.55 per 1 USD (31 December 1999 : USD 21.1 million at Baht 39.06 to Baht 40.07 per 1 USD).

(UNAUDITED BUT REVIEWED)

In addition, the Company has entered into various buy "put option" agreements. As at 30 September 2000, the Company had outstanding agreements to sell USD 16 million at Baht 41.03 to baht 42.55 per 1 USD.

A subsidiary of the Company has entered into various sell "call / put option" agreements with overseas banks. The outstanding balances under the mentioned agreements are as follows :-

	Amount (Million USD)	Contract exchange rate (per 1 USD)
Sell "call option" agreements	36	Baht 40.90 - 42.85
Sell "put option" agreements	4	Baht 40.75 - 40.85
	2	Yen 100.90

In addition, the subsidiary has entered into various buy "put option" agreements. As at 30 September 2000, the subsidiary had outstanding agreements to sell USD 12 million at Baht 41.73 to Baht 42.85 per 1 USD.

10.2 Capital commitments

As at 30 September 2000, the Company had capital commitments to purchases of fixed assets and equipment amounting to Baht 278 million (31 December 1999 : Baht 50 million).

10.3 Guarantees

As at 30 September 2000, the Company has commitments for securing credit facilities of a subsidiary as obtained from a financial institution of USD 5 million.

10.4 Bank guarantees

As at 30 September 2000, there were outstanding bank guarantees of approximately Baht 25.5 million and USD 10.5 million (31 December 1999 : Baht 16 million and USD 0.5 million) issued by the banks on behalf of the Company as required in the ordinary course of business of the Company.

(UNAUDITED BUT REVIEWED)

10.5 Net assets/liabilities - foreign currency not hedged against foreign exchange risk

As at 30 September 2000, the Company had the following net liabilities (assets) denominated in foreign currencies which had not yet been hedged against foreign exchange

risk :-

Currency The Company Only

USD	(64,652,736)
TWD	(21,465,700)
JPY	104,521,639
SGD	85,047
HKD	211,181
EUR	37,812
CHF	7,770
DEM	(6,750)
MYR	(8,740)

11. STATEMENTS OF CASH FLOWS

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 restrictions.

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

(Unit : Baht)

	Consolidated		The Company Only	
	30 September		30 September	
	2000	1999	2000	1999
Cash in hand and at banks	4,535,787,598	2,971,922,098	4,222,124,349	2,677,121,460
Unrealised gain on exchange rate	(468,302,952)	(353,146,029)	(468,302,952)	(353,146,029)
Cash and cash equivalents	4,067,484,646	2,618,776,069	3,753,821,397	2,323,975,431

(UNAUDITED BUT REVIEWED)

12. DIVIDENDS

At the Annual General Meeting of shareholders held on 5 April 2000, it was resolved that the Company pay a dividend of Baht 10 per share, a total of Baht 945 million. The dividends were recorded in the second quarter.

13. 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 or the USA. Financial information of the Company and its subsidiaries by geographical segment, as of 30 September 2000 and 31 December 1999 and for the three-month and nine-month periods ended 30 September 2000 and 1999, is as follows :-

(Unit : Million Baht)

Consolidated for the three-month period ended 30 September				
Domestic	Foreign	Eliminated	Total	
			2000	1999

Sales - external	5,344	1,784	-	7,128	6,024
Sales - related parties	1,980	-	(1,602)	378	947
	7,324	1,784	(1,602)	7,506	6,971
Gross profit	1,275	15	-	1,301	1,328
Gain on exchange rate				546	529
Other income				140	80
Share of losses of subsidiary and associated companies				(5)	(12)
Selling and administrative expenses				(555)	(497)
Interest expense				(1)	(1)
Minority interest				(2)	-
Net profit				1,424	1,427

(UNAUDITED BUT REVIEWED)

(Unit : Million Baht)

	Consolidated for the nine-month period ended 30 September				
	Domestic	Foreign	Eliminated	Total	
				2000	1999
Sales - external	13,767	3,860	-	17,627	14,968
Sales - related parties	5,360	-	(4,209)	1,151	1,536
	19,127	3,860	(4,209)	18,778	16,504
Gross profit	2,957	50	-	2,935	2,800
Gain on exchange rate				884	735
Other income				563	245
Shares of losses of subsidiary and associated companies				(45)	(87)
Selling and administrative expenses				(1,440)	(1,106)
Interest expense				(3)	(12)
Minority interest				(2)	-
Net profit				2,892	2,575

(Unit : Million Baht)

	Consolidated				
	Domestic	Foreign	Eliminate	Total	
				30 September 2000	31 December 1999
Property, plant and equipment - net	2,593	25	-	2,618	2,381
Other assets	15,735	3,750	(3,408)	16,077	13,840
Total assets	18,328	3,775	(3,408)	18,695	16,221

14. RECLASSIFICATION

Certain amounts in the financial statements for the year ended 31 December 1999 and for the three-month and nine-month periods ended 30 September 1999 have been reclassified to conform to the current periods' classifications, with no effect on previously reported net earnings or equity attributable to Company's shareholders.

15. APPROVAL OF INTERIM FINANCIAL STATEMENTS

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