

Delta Electronics (Thailand) Public Company Limited
and its subsidiaries
Report and consolidated interim financial statements
For the three-month period ended 31 March 2013

Independent Auditor's Report on Review of Interim Financial Information

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 31 March 2013, the related consolidated statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Delta Electronics (Thailand) Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Emphasis of matter

I draw attention to Note 19.3.1 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 2004. My conclusion is not qualified in respect of this matter.

Supachai Phanyawattano

Certified Public Accountant (Thailand) No. 3930

Ernst & Young Office Limited

Bangkok: 3 May 2013

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statement of financial position

(Unit: Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Notes</u>	<u>31 March 2013</u> (Unaudited but reviewed)	<u>31 December 2012</u> (Audited)	<u>31 March 2013</u> (Unaudited but reviewed)	<u>31 December 2012</u> (Audited)
Assets					
Current assets					
Cash and cash equivalents		13,186,501,360	12,781,778,448	9,681,719,975	8,697,360,220
Trade and other receivables	4	7,102,006,476	7,026,770,421	4,603,195,131	4,563,147,818
Inventories	5	5,238,248,690	5,466,383,275	3,254,554,171	3,266,905,390
Other current assets	6	842,249,075	851,605,907	148,067,295	126,994,668
Total current assets		<u>26,369,005,601</u>	<u>26,126,538,051</u>	<u>17,687,536,572</u>	<u>16,654,408,096</u>
Non-current assets					
Deposits at bank with restrictions		116,905,648	151,437,826	-	-
Investments in subsidiary companies	7	-	-	9,870,976,026	9,870,976,026
Other long-term investments	8	393,822,499	411,601,908	-	-
Property, plant and equipment	9	4,810,390,858	4,984,384,258	2,756,755,420	2,821,423,476
Consolidation goodwill		306,757,971	306,757,971	-	-
Other intangible assets	10	636,957,738	687,604,760	23,393,764	26,316,767
Deferred tax assets		348,385,163	319,049,149	-	-
Other non-current assets		78,692,511	87,291,643	5,474,260	4,829,169
Total non-current assets		<u>6,691,912,388</u>	<u>6,948,127,515</u>	<u>12,656,599,470</u>	<u>12,723,545,438</u>
Total assets		<u><u>33,060,917,989</u></u>	<u><u>33,074,665,566</u></u>	<u><u>30,344,136,042</u></u>	<u><u>29,377,953,534</u></u>

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

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Notes</u>	<u>31 March 2013</u>	<u>31 December 2012</u>	<u>31 March 2013</u>	<u>31 December 2012</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions		656,793,896	660,694,307	-	-
Trade and other payables	11	7,377,096,426	8,143,951,270	5,074,095,848	5,076,642,819
Income tax payable		64,010,928	74,547,237	-	-
Short-term provisions	14	105,959,009	244,690,620	-	-
Dividend payable	15	2,993,715,874	-	2,993,715,874	-
Other current liabilities	12	238,714,678	240,691,644	50,019,162	61,645,450
Total current liabilities		<u>11,436,290,811</u>	<u>9,364,575,078</u>	<u>8,117,830,884</u>	<u>5,138,288,269</u>
Non-current liabilities					
Deferred tax liabilities		73,754,775	48,946,045	-	-
Provision for long-term employee benefits	13	850,312,145	866,459,789	118,921,627	116,588,932
Long-term provisions	14	264,038,760	258,531,053	23,115,274	19,821,278
Other non-current liabilities		25,443,024	39,521,379	6,766,464	6,766,464
Total non-current liabilities		<u>1,213,548,704</u>	<u>1,213,458,266</u>	<u>148,803,365</u>	<u>143,176,674</u>
Total liabilities		<u>12,649,839,515</u>	<u>10,578,033,344</u>	<u>8,266,634,249</u>	<u>5,281,464,943</u>
Shareholders' equity					
Share capital					
Registered					
1,259 million ordinary shares of Baht 1 each		1,259,000,000	1,259,000,000	1,259,000,000	1,259,000,000
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		19,898,393,185	21,676,381,221	19,212,307,679	21,231,294,477
Other components of shareholders' equity		(2,352,508,825)	(2,044,943,113)	-	-
Equity attributable					
to owners of the Company		20,411,078,474	22,496,632,222	22,077,501,793	24,096,488,591
Total shareholders' equity		<u>20,411,078,474</u>	<u>22,496,632,222</u>	<u>22,077,501,793</u>	<u>24,096,488,591</u>
Total liabilities and shareholders' equity		<u>33,060,917,989</u>	<u>33,074,665,566</u>	<u>30,344,136,042</u>	<u>29,377,953,534</u>
		-	-	-	-

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

Directors

(Unaudited but reviewed)

Delta Electronics (Thailand) Public Company Limited and its subsidiaries**Statement of comprehensive income**

For the three-month period ended 31 March 2013

(Unit: Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Profit or loss:					
Revenues					
Sales and service income		9,539,380,663	8,721,041,900	6,576,932,096	6,255,072,767
Other income					
Interest income		54,210,730	46,226,214	48,036,717	39,911,839
Gain on exchange		8,016,074	30,013,345	-	3,941,177
Others		70,501,609	63,015,847	79,128,879	64,922,296
Total revenues		<u>9,672,109,076</u>	<u>8,860,297,306</u>	<u>6,704,097,692</u>	<u>6,363,848,079</u>
Expenses					
Cost of sales and services		6,964,269,301	6,478,527,776	4,820,947,136	4,529,763,972
Selling expenses		592,186,651	741,941,831	181,854,956	209,781,556
Administrative expenses		398,272,213	382,446,723	290,120,958	228,795,807
Research and development expenses		429,621,973	477,377,762	395,955,240	381,750,305
Loss on exchange rate		-	-	28,362,066	-
Other expenses		55,604,913	40,152,376	12,128,260	4,571,705
Total expenses		<u>8,439,955,051</u>	<u>8,120,446,468</u>	<u>5,729,368,616</u>	<u>5,354,663,345</u>
Profit before finance cost and income tax expenses					
income tax expenses		1,232,154,025	739,850,838	974,729,076	1,009,184,734
Finance cost		(16,133,721)	(25,334,763)	-	-
Profit before income tax expenses		<u>1,216,020,304</u>	<u>714,516,075</u>	<u>974,729,076</u>	<u>1,009,184,734</u>
Income tax expenses	16	(292,466)	(1,145,962)	-	-
Profit for the period		<u>1,215,727,838</u>	<u>713,370,113</u>	<u>974,729,076</u>	<u>1,009,184,734</u>
Other comprehensive income:					
Exchange differences on translation of financial statements in foreign currency		(307,565,712)	(64,867,557)	-	-
Other comprehensive income for the period		<u>(307,565,712)</u>	<u>(64,867,557)</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>908,162,126</u>	<u>648,502,556</u>	<u>974,729,076</u>	<u>1,009,184,734</u>

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

(Unaudited but reviewed)

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 31 March 2013

(Unit: Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
Note	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Profit attributable to:				
Equity holders of the Company	<u>1,215,727,838</u>	<u>713,370,113</u>	<u>974,729,076</u>	<u>1,009,184,734</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>908,162,126</u>	<u>648,502,556</u>	<u>974,729,076</u>	<u>1,009,184,734</u>
Earnings per share				
	17			
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>0.97</u>	<u>0.57</u>	<u>0.78</u>	<u>0.81</u>

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

(Unaudited but reviewed)

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2013

(Unit: Baht)

Consolidated financial statements							
Equity attributable to shareholders of the Company							
	Issued and fully paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity		
			Appropriated	Unappropriated	Other comprehensive income		Total shareholders' equity
					Exchange differences on translation of financial statements in foreign currency	Total other components of shareholders' equity	
Balance as at 31 December 2011 (Audited)	1,247,381,614	1,491,912,500	125,900,000	18,825,855,596	(1,831,959,446)	(1,831,959,446)	19,859,090,264
Profit for the period	-	-	-	713,370,113	-	-	713,370,113
Other comprehensive income for the period	-	-	-	-	(64,867,557)	(64,867,557)	(64,867,557)
Total comprehensive income for the period	-	-	-	713,370,113	(64,867,557)	(64,867,557)	648,502,556
Dividend paid (Note 15)	-	-	-	(1,496,857,937)	-	-	(1,496,857,937)
Balance as at 31 March 2012	<u>1,247,381,614</u>	<u>1,491,912,500</u>	<u>125,900,000</u>	<u>18,042,367,772</u>	<u>(1,896,827,003)</u>	<u>(1,896,827,003)</u>	<u>19,010,734,883</u>
Balance as at 31 December 2012 (Audited)	1,247,381,614	1,491,912,500	125,900,000	21,676,381,221	(2,044,943,113)	(2,044,943,113)	22,496,632,222
Profit for the period	-	-	-	1,215,727,838	-	-	1,215,727,838
Other comprehensive income for the period	-	-	-	-	(307,565,712)	(307,565,712)	(307,565,712)
Total comprehensive income for the period	-	-	-	1,215,727,838	(307,565,712)	(307,565,712)	908,162,126
Dividend paid (Note 15)	-	-	-	(2,993,715,874)	-	-	(2,993,715,874)
Balance as at 31 March 2013	<u>1,247,381,614</u>	<u>1,491,912,500</u>	<u>125,900,000</u>	<u>19,898,393,185</u>	<u>(2,352,508,825)</u>	<u>(2,352,508,825)</u>	<u>20,411,078,474</u>

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

(Unaudited but reviewed)

Delta Electronics (Thailand) Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2013

(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 2011 (Audited)	1,247,381,614	1,491,912,500	125,900,000	18,321,617,397	21,186,811,511
Total comprehensive income for the period	-	-	-	1,009,184,734	1,009,184,734
Dividend paid (Note 15)	-	-	-	(1,496,857,937)	(1,496,857,937)
Balance as at 31 March 2012	<u>1,247,381,614</u>	<u>1,491,912,500</u>	<u>125,900,000</u>	<u>17,833,944,194</u>	<u>20,699,138,308</u>
Balance as at 31 December 2012 (Audited)	1,247,381,614	1,491,912,500	125,900,000	21,231,294,477	24,096,488,591
Total comprehensive income for the period	-	-	-	974,729,076	974,729,076
Dividend paid (Note 15)	-	-	-	(2,993,715,874)	(2,993,715,874)
Balance as at 31 March 2013	<u>1,247,381,614</u>	<u>1,491,912,500</u>	<u>125,900,000</u>	<u>19,212,307,679</u>	<u>22,077,501,793</u>

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

Delta Electronics (Thailand) Public Company Limited and its subsidiaries**Cash flow statement****For the three-month period ended 31 March 2013**

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
	(Unit: Baht)			
Cash flows from operating activities:				
Profit before tax	1,216,020,304	714,516,075	974,729,076	1,009,184,734
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	213,590,032	200,608,429	138,480,684	135,036,626
Amortisation of other intangible assets	21,438,551	20,016,198	2,923,003	256,364
Record allowance for doubtful accounts (reversal)	(7,827,483)	68,184,345	(9,301,381)	24,607,610
Decrease of inventory to net realisable value (reversal)	(38,399,842)	127,882,646	(36,638,630)	(29,018,093)
Increase in provision for long-term employee benefits	18,473,754	18,025,407	2,332,695	11,368,950
Record the increase in provisions (reversal)	101,345,478	(49,169,374)	3,293,996	(16,576,224)
Gain from disposal of property, plant and equipment	(1,123,670)	(272,309)	(3,109,235)	(590,614)
Loss on disposal of other intangible assets	2,304,277	1,366,455	-	-
Unrealised (gain) loss on exchange	(7,313,197)	85,254,557	7,691,887	85,355,038
Interest income	(54,210,730)	(46,226,214)	(48,036,717)	(39,911,839)
Interest expenses	16,133,721	25,334,763	-	-
Income from operating activities before changes in operating assets and liabilities	1,480,431,195	1,165,520,978	1,032,365,378	1,179,712,552
Decrease (increase) in operating assets:				
Trade and other receivables	(121,716,743)	368,947,456	(113,893,410)	79,727,123
Inventories	266,534,427	(134,937,285)	48,989,849	(34,257,010)
Other current assets	11,669,492	18,502,553	(18,918,220)	(40,847,026)
Other non-current assets	8,599,132	1,870,433	(645,090)	16,000
Increase (decrease) in operating liabilities:				
Trade and other payables	(743,435,951)	(20,045,833)	29,160,820	24,042,475
Other current liabilities	(647,604)	(85,308,750)	(11,297,226)	(39,567,659)
Provision for long-term employee benefits	(9,650,517)	(2,329,539)	-	(1,795,822)
Provisions	(220,384,554)	(1,436,880)	-	-
Other non-current liabilities	(14,078,355)	6,781,358	-	819,366
Cash flows from operating activities	657,320,522	1,317,564,491	965,762,101	1,167,849,999
Cash received from interest income	52,335,749	44,882,623	46,356,388	38,528,157
Cash paid for interest expenses	(16,976,227)	(18,409,521)	-	-
Cash paid for corporate income tax	(24,081,564)	(9,531,868)	(474,146)	(387,801)
Net cash flows from operating activities	668,598,480	1,334,505,725	1,011,644,343	1,205,990,355

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

(Unaudited but reviewed)

Delta Electronics (Thailand) Public Company Limited and its subsidiaries**Cash flow statement (continued)**

For the three-month period ended 31 March 2013

	Consolidated financial statements		Separate financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
(Unit: Baht)				
Cash flows from investing activities:				
Decrease (increase) in deposits at bank with restrictions	34,532,178	(1,322,814)	-	-
Increase in investment in subsidiary companies	-	-	-	(333,237,810)
Acquisition of property, plant and equipment	(182,360,309)	(343,778,281)	(78,544,402)	(205,271,889)
Proceeds from disposal of property, plant and equipment	12,870,589	1,916,858	7,841,009	921,616
Increase in other intangible assets	(1,541,243)	(3,615,560)	-	-
Net cash flows used in investing activities	(136,498,785)	(346,799,797)	(70,703,393)	(537,588,083)
Cash flows from financing activities:				
Decrease in bank overdrafts and short-term loans				
from financial institutions	(6,547,633)	(255,551,074)	-	-
Net cash flows used in financing activities	(6,547,633)	(255,551,074)	-	-
Decrease in translation adjustment	(161,282,629)	(42,876,346)	-	-
Net increase in cash and cash equivalents	364,269,433	689,278,508	940,940,950	668,402,272
Unrealised gain (loss) on exchange for cash and cash equivalents	40,453,479	2,030,369	43,418,805	(3,164,168)
Cash and cash equivalents at beginning of period	12,781,778,448	9,512,594,932	8,697,360,220	6,009,434,156
Cash and cash equivalents at end of period	13,186,501,360	10,203,903,809	9,681,719,975	6,674,672,260
	-	-	-	-
Supplemental cash flow information:				
Non-cash transactions				
Dividends declared (Note 15)	2,993,715,874	1,496,857,937	2,993,715,874	1,496,857,937

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 period ended 31 March 2013

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. The registered office of the Company is 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 Thai 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 2012. However, there were the following changes in the composition of the Group during the current period:

- 1.3.1 On 14 March 2013 a meeting of the Board of Directors of a subsidiary company, Delta Greentech International Holding Ltd, passed a resolution to enter into an agreement to sell its investment in Delta Greentech (Netherlands) Cooperatie U.A. to another subsidiary company, Delta Energy Systems (Singapore) Pte. Ltd. at a price of approximately USD 29.7 million. The sale has been completed. However, the resulting change in the composition of the Group has no impact on the Company's proportionate interests in this group of subsidiary companies.
- 1.3.2 A meeting of the Board of Directors of the Company, held on 11 May 2012, passed a resolution approving the dissolution of a subsidiary, Delta Greentech (Hong Kong) Limited, and this company registered its dissolution on 4 January 2013.

1.4 Application of new accounting standards during the period

The Federation of Accounting Professions issued the following accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance that are effective for fiscal years beginning on or after 1 January 2013.

Accounting standards:

- | | |
|-----------------------|--|
| TAS 12 | Income Taxes |
| TAS 20 (revised 2009) | Accounting for Government Grants and Disclosure of Government Assistance |
| TAS 21 (revised 2009) | The Effects of Changes in Foreign Exchange Rates |

Financial Reporting Standard:

- | | |
|--------|--------------------|
| TFRS 8 | Operating Segments |
|--------|--------------------|

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 |

Accounting Treatment Guidance for Transfers of Financial Assets

These accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance do not have any significant impact on the financial statements. However, the Company and its subsidiaries have early adopted TAS No. 12 "Income Taxes" before the effective date.

1.5 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 2012.

2. New accounting standards issued during the period and not yet effective

During the current period, the Federation of Accounting Professions has issued notifications, already published in the Royal Gazette, mandating the use of financial reporting standard, accounting standard interpretation and financial reporting standard interpretations as follows.

	<u>Effective date</u>
Financial Reporting Standard:	
TFRS 4 Insurance Contracts	1 January 2016
Accounting Standard Interpretation:	
TSIC 29 Service Concession Arrangements: Disclosures	1 January 2014
Financial Reporting Standard Interpretations:	
TFRIC 1 Changes in Existing Decommissioning, Restoration and Similar Liabilities	1 January 2014
TFRIC 4 Determining whether an Arrangement contains a Lease	1 January 2014
TFRIC 5 Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	1 January 2014
TFRIC 7 Applying the Restatement Approach under <i>TAS 29 Financial Reporting in Hyperinflationary Economics</i>	1 January 2014
TFRIC 10 Interim Financial Reporting and Impairment	1 January 2014
TFRIC 12 Service Concession Arrangements	1 January 2014
TFRIC 13 Customer Loyalty Programmes	1 January 2014

The management of the Company and its subsidiaries has assessed the effect of the above financial reporting standard, accounting standard interpretation and financial reporting standard interpretations and believes that they are not relevant to the business of the Company and its subsidiaries, except TFRIC 4, for which the management is still evaluating the first-year impact to the financial statements and has yet to reach a conclusion.

(Unaudited but reviewed)

3. 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, its subsidiaries and those related parties.

(Unit: Million Baht)

	For the three-month periods ended 31 March				Transfer pricing policy
	Consolidated		Separate		
	financial statements		financial statements		
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Sales of goods and raw materials	-	-	2,060	2,281	With reference to market prices
Purchase of raw materials	-	-	35	64	With reference to market prices
Commission paid	-	-	81	51	Contract prices
Marketing fee	-	-	85	65	Contract prices
Design and engineering fee	-	-	253	259	Contract prices
<u>Transactions with related parties</u>					
Sales of goods and raw materials	325	271	323	256	With reference to market prices
Purchase of goods and raw materials	548	255	32	50	With reference to market prices
Commission paid	66	82	66	82	Contract prices
Commission received	18	16	-	-	Contract prices
Services income	27	16	-	-	Contract prices

The balances of the accounts as at 31 March 2013 and 31 December 2012 between the Company, its subsidiaries and those related companies are as follows:

(Unit: Million Baht)

	Consolidated		Separate		
	financial statements		financial statements		
	31 March	31 December	31 March	31 December	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
				(Audited)	(Audited)
<u>Trade accounts receivables, related parties (Note 4)</u>					
Subsidiary companies	-	-	1,894	1,915	
Other related companies (under common control)	370	362	322	311	
Total trade accounts receivables, related parties	<u>370</u>	<u>362</u>	<u>2,216</u>	<u>2,226</u>	

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2013	2012	2013	2012
		(Audited)		(Audited)
<u>Trade accounts payables, related parties (Note 11)</u>				
Subsidiary companies	-	-	58	63
Other related companies (under common control)	614	1,008	29	48
Total trade accounts payables, related parties	614	1,008	87	111
<u>Amounts due to related parties (Note 11)</u>				
Subsidiary companies	-	-	204	154
Other related companies (under common control)	79	215	71	73
Total amounts due to related parties	79	215	275	227

Directors and management's benefits

For the three-month periods ended 31 March 2013 and 2012, the Company and its subsidiaries had employee benefit expenses of their directors and management as below.

	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Short-term employee benefits	56	91	19	15
Post-employment benefits	12	15	9	8
Other long-term benefits	-	4	-	-
Termination benefits	2	-	-	-
Total	70	110	28	23

(Unaudited but reviewed)

4. Trade and other receivables

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2013	2012	2013	2012
		(Audited)		(Audited)
<u>Trade receivables, related parties</u>				
Aged on the basis of due dates				
Current	359	354	2,085	2,048
Past due 1 - 3 months	11	8	131	178
Total	370	362	2,216	2,226
<u>Trade receivables, unrelated parties</u>				
Aged on the basis of due dates				
Current	5,850	5,750	2,214	2,139
Past due 1 - 3 months	771	846	169	199
Past due 3 - 6 months	85	69	2	3
Past due 6 - 12 months	43	19	-	-
Past due over 12 months	38	32	-	-
Total	6,787	6,716	2,385	2,341
Total trade accounts receivable	7,157	7,078	4,601	4,567
Less: Allowance for doubtful accounts	(133)	(141)	(3)	(12)
Total trade receivables - net	7,024	6,937	4,598	4,555
<u>Other receivables</u>				
Other receivables	78	90	5	8
Total other receivables	78	90	5	8
Trade and other receivables - net	7,102	7,027	4,603	4,563

(Unaudited but reviewed)

5. Reduce cost to net realisable value of inventories

Movement in the reduce cost to net realisable value of inventory account during the three-month period ended 31 March 2013 is summarised below.

	(Unit: Million Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 1 January 2013	1,021	502
Add: Reduce cost to net realisable value of inventories increase during the period	21	-
Less: Reversal of reduce cost to net realisable value of inventory account during the period	(59)	(37)
Balance as at 31 March 2013	<u>983</u>	<u>465</u>

6. Other current assets

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2013	31 December 2012	31 March 2013	31 December 2012
		(Audited)		(Audited)
Input tax refundable	450	494	60	71
Prepaid expenses	60	65	23	27
Prepaid tax	174	174	-	-
Forward contracts receivable	65	24	44	10
Others	93	95	21	19
Total other current assets	<u>842</u>	<u>852</u>	<u>148</u>	<u>127</u>

7. Investments in subsidiary companies

Details of investments in subsidiaries at cost as presented in separate financial statements are as follows:

Company's name	Paid-up capital		Cost		
	Foreign currency	31 March 2013	31 December 2012	31 March 2013	31 December 2012
		(Million)	(Million)		(Audited)
DET International Holding Limited	USD	264	264	9,450	9,450
Delta Energy Systems (Switzerland) AG	CHF	20	20	2,415	2,415
Delta Green Industrial (Thailand) Company Limited	THB	190	190	190	190
Delta Energy Systems (Singapore) Private Limited	USD	0.40	0.40	12	12
Subtotal				<u>12,067</u>	<u>12,067</u>
Less: Loss on impairment of investments in subsidiary companies				<u>(2,196)</u>	<u>(2,196)</u>
Investments in subsidiary companies - net				<u>9,871</u>	<u>9,871</u>

(Unaudited but reviewed)

No dividend was received from the above subsidiary companies during the three-month periods ended 31 March 2013 and 2012.

8. Other long-term investments

(Unit: Million Baht)

Company's name	Shareholding percentage		Consolidated financial statements	
	31 March 2013	31 December 2012	31 March 2013	31 December 2012
	%	%	(Audited)	
IP Fund One, L.P. (owned by DET International Holding Limited)	3.84	3.84	241	241
Delta Greentech (China) Company Limited (owned by Delta Greentech SGP Pte. Ltd.)	8.21	8.21	457	457
Total other long-term investments			698	698
Less: Allowance for diminution in value of investments in other long-term investments			(178)	(178)
Translation adjustment			(126)	(108)
Other long-term investments - net			394	412

9. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2013 are summarised below.

(Unit: Million Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2013	4,984	2,821
Acquisitions during period - cost	182	79
Disposals during period - net book value at disposal date	(12)	(5)
Depreciation for the period	(214)	(138)
Translation adjustment	(130)	-
Net book value as at 31 March 2013	4,810	2,757

(Unaudited but reviewed)

10. Other intangible assets

Movement of the other intangible asset account during the three-month period ended 31 March 2013 are summarised below.

(Unit: Million Baht)

	Consolidated financial statements				Separate
	Patent rights	Computer software	Others	Total	financial statements Computer software
Net book value as at 1 January 2013	600	86	2	688	26
Increase during period	-	2	-	2	-
Disposals during period with net book value					
at disposal date	-	(2)	-	(2)	-
Amortisation for the period	(12)	(9)	-	(21)	(3)
Translation adjustment	(26)	(4)	-	(30)	-
Net book value as at 31 March 2013	562	73	2	637	23

11. Trade and other payables

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2013	2012	2013	2012
		(Audited)		(Audited)
Trade payables - related parties	614	1,008	87	111
Trade payables - unrelated parties	4,398	4,407	3,418	3,407
Amount due to related parties	79	215	275	227
Other payables	392	484	324	400
Accrued expenses	1,721	1,840	846	810
Advance received	173	190	124	122
Total trade and other payables	7,377	8,144	5,074	5,077

(Unaudited but reviewed)

12. Other current liabilities

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2013	2012	2013	2012
		(Audited)		(Audited)
Forward contracts payable	2	4	1	-
Withholding tax payable	104	89	38	51
Value added tax payable	94	70	-	-
Others	39	78	11	11
Total other current liabilities	239	241	50	62

13. Provision for long-term employee benefits

Movements of the provision for long-term employee benefit account during the three-month period ended 31 March 2013 are summarised below.

(Unit: Million Baht)

	Consolidated	Separate
	financial statements	financial statements
Balance as at 1 January 2013	866	117
Add: Recognition during period	23	6
Less: Decrease during period	(10)	-
Less: Reversal during period	(5)	(4)
Translation adjustment	(24)	-
Balance as at 31 March 2013	850	119

(Unaudited but reviewed)

14. Provisions

(Unit: Million Baht)

	Consolidated financial statements				Separate financial statements	
	Restructuring	Warranty	Other	Total	Warranty	Total
	costs		provisions			
Balance as at 31 December 2012 (Audited)	153	260	91	504	20	20
Recognition during period	90	73	50	213	20	20
Decrease during period	(216)	-	(4)	(220)	-	-
Reversal during period	(1)	(103)	(8)	(112)	(17)	(17)
Translation adjustment	(5)	(7)	(3)	(15)	-	-
Balance as at 31 March 2013	21	223	126	370	23	23
Short-term provisions	152	23	70	245	-	-
Long-term provisions	1	237	21	259	20	20
Balance as at 31 December 2012 (Audited)	153	260	91	504	20	20
Short-term provisions	20	24	62	106	-	-
Long-term provisions	1	199	64	264	23	23
Balance as at 31 March 2013	21	223	126	370	23	23

(Unaudited but reviewed)

15. Dividends

Dividends declared in 2013 and 2012 consisted of the followings:

<u>Dividend</u>	<u>Approved by</u>	<u>Total dividends</u> (Million Baht)	<u>Dividend per share</u> (Baht)
Final dividend for year 2012	Annual General Meeting of the shareholders on 29 March 2013	2,994	2.40
Final dividend for year 2011	Annual General Meeting of the shareholders on 30 March 2012	1,497	1.20

16. Income tax

Income tax expenses for the three-month periods ended 31 March 2013 and 2012 are made up as follows:

	(Unit: Million Baht)	
	<u>2013</u>	<u>2012</u>
Current income tax:		
Current income tax charge	(9)	(9)
Deferred tax:		
Increase in deferred tax assets	29	8
Decrease in deferred tax liabilities	(25)	-
Translation adjustment	5	-
Income tax expenses reported in the statement of comprehensive income	<u>-</u>	<u>(1)</u>

17. 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 period.

Consolidated financial statements						
For the three-month periods ended 31 March						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
(Million Baht)	(Million Baht)	(Million shares)	(Million shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company						
1,216	713	1,247	1,247	0.97	0.57	
Separate financial statements						
For the three-month periods ended 31 March						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
(Million Baht)	(Million Baht)	(Million shares)	(Million shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company						
975	1,009	1,247	1,247	0.78	0.81	

(Unaudited but reviewed)

18. Segment information

The following table presents revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month periods ended 31 March 2013 and 2012 which is provided to the president of the group, who is the chief operating decision maker of the Company and its subsidiaries.

									(Unit: Million Baht)	
	Power electronics segment ¹⁾		Energy management segment ²⁾		Smart green life segment ³⁾		Others		Consolidated financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Revenue										
Revenue from external customers	<u>6,701</u>	<u>6,493</u>	<u>2,572</u>	<u>2,059</u>	<u>154</u>	<u>86</u>	<u>112</u>	<u>83</u>	<u>9,539</u>	<u>8,721</u>
Total revenue	<u>6,701</u>	<u>6,493</u>	<u>2,572</u>	<u>2,059</u>	<u>154</u>	<u>86</u>	<u>112</u>	<u>83</u>	<u>9,539</u>	<u>8,721</u>
Segment profit (loss)	1,312	1,236	79	(427)	31	(27)	(267)	(142)	1,155	640
Unallocated income (expenses):										
Interest income									54	46
Gain on exchange rate									8	30
Other income									71	63
Other expenses									(56)	(40)
Finance cost									(16)	(25)
Profit before income tax expenses									1,216	714
Income tax expenses									-	(1)
Profit for the period									<u>1,216</u>	<u>713</u>

1) The power electronics segment is a business segment which designs, manufactures, and sales of power supplies applied to computer, server, office automation equipment, household electric appliances and automotive electronic products. The main products are DC-DC Converter, Power supply for Computer & Server, DES product, Automotive electronic product, Fan and thermal product, Adaptor product for industrial and private consumer, Solenoid and EMI filters etc.

2) The energy management segment is a business segment which designs, manufactures, and sales of power supplies/converters and electromechanical products applied to communication, information, network and renewable energy. The main products are Telecom power system, Industrial Power System, Uninterruptible Power Supplies (UPS), Photovoltaic Inverter (PIV) and Industrial automation product etc.

3) The smart green life segment is a business segment which designs, manufactures, and sales of LED lighting product and display solutions.

19. Commitments and contingent liabilities

19.1 Capital commitments and operating lease commitments

19.1.1 As at 31 March 2013, the Company and its subsidiaries had significant capital commitments amounting to Baht 39 million in respect of the purchase of machinery and equipment (31 December 2012: Baht 95 million and INR 3 million).

19.1.2 As at 31 March 2013, the subsidiaries had significant operating lease commitments amounting to CHF 0.8 million, EUR 4 million and INR 101 million (31 December 2012: CHF 0.8 million, EUR 5 million and INR 145 million).

19.2 Guarantee obligations

As at 31 March 2013, the Company and its subsidiaries had the following outstanding significant letters of guarantee required in the ordinary course of their businesses:

19.2.1 Outstanding letters of guarantee totaling approximately Baht 1,161 Million (31 December 2012: Baht 1,161 million) have been issued by banks to meet requirements of the Company (including a letter of guarantee for approximately Baht 1,135 million (31 December 2012: Baht 1,135 million) issued by a bank to meet obligations of the Company to the Revenue Department in relation to the tax assessment mentioned in Note 19.3.1 to the financial statements).

19.2.2 Outstanding letters of guarantee for totals of approximately INR 153 million, EUR 1 million and USD 2 million have been issued by banks to meet requirements of its subsidiaries (31 December 2012: INR 142 million, EUR 2 million and USD 2 million).

19.3 Tax assessment

19.3.1 In 2006, the Company received notice of corporate income tax assessment by the Revenue Department, covering the years 1997 through 2000, and assessing tax amounting to approximately Baht 740 million (including penalties and surcharges). The Company submitted a letter appealing the assessment to the Tax Appeal Committee of the Revenue Department (“the Committee”), and in 2011, the Committee’s decided to reduce the assessment to approximately Baht 734 million (including penalties and surcharges). However, the Company petitioned the Central Tax Court to consider revoking this tax assessment and during the year 2012, the Central Tax Court ordered to reduce penalties by 50%, while the Company’s remaining petitions were dismissed. The Company therefore submitted a letter appealing the judgment of the Central Tax Court’s to the Tax Division of the Supreme Tax Court. The appeal is currently under the consideration of the Supreme Court.

In addition, during the year 2012, the Company received notice of corporate income tax assessment covering the years 2001 through 2004 from the Revenue Department, assessing tax amounting to approximately Baht 401 million (including penalties and surcharges). The Company submitted a letter appealing the assessment to the Tax Appeal Committee of the Revenue Department. The appeal is currently under consideration by the Committee.

However, 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 these tax assessments.

19.3.2 The Indian tax authorities assessed corporate income tax of approximately INR 102 million, covering the years 2003 - 2012, and sales tax and excise duties of approximately INR 160 million, covering the years 2005 - 2010, against the overseas subsidiaries. The subsidiaries have submitted a letter appealing the assessments. However, as at 31 March 2013, those subsidiaries had recorded prepaid tax amounting to approximately INR 280 million and income tax payable amounting to INR 93 million in their books of accounts. The management of the Company and the subsidiaries believe that no significant losses will be incurred as a result of this matter and the subsidiaries have therefore not recorded provision for this tax assessment.

20. Financial derivatives

As at 31 March 2013 and 31 December 2012, the significant outstanding 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	
	31 March	31 December	31 March	31 December	31 March	31 December
	2013	2012	2013	2012	2013	2012
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US dollar	142	133	283	120	29.3085	30.6316
Euro	15	14	8	7	37.5712	40.5563
Japanese yen	114	47	95	76	0.3115	0.3545
Czech koruna	16	-	-	-	1.4573	-
Polish zloty	17	23	1	1	8.9942	9.9557

The Company and its subsidiaries manage their exposure to foreign currency risk by using derivatives where considered appropriate. As at 31 March 2013 and 31 December 2012, the outstanding derivatives for managing the exposure to foreign currency risk are as follows:

As at 31 March 2013						
	Amount		Forward rate		Maturity date	
Forward contracts to "Sell"						
USD/THB	USD	102 million	29.32000 - 30.81000	THB/USD	April - July 2013	
USD/CHF	USD	7 million	0.94465 - 0.95010	CHF/USD	April 2013	
USD/TRY	USD	4 million	1.80560 - 1.82380	TRY/USD	April 2013	
EUR/CHF	EUR	6 million	1.22031 - 1.23677	CHF/EUR	April 2013	
PLN/CHF	PLN	3 million	3.37330 - 3.42700	PLN/CHF	April 2013	
USD/BRL	USD	2 million	2.01160	BRL/USD	April 2013	
Forward contracts to "Buy"						
USD/RUB	USD	5 million	30.92680 - 31.04860	RUB/USD	April 2013	
USD/INR	USD	5 million	54.61500 - 55.52000	INR/USD	April 2013	
USD/BRL	USD	1 million	2.00160	BRL/USD	April 2013	
EUR/CHF	EUR	1 million	1.22000	CHF/EUR	April 2013	
EUR/USD	EUR	1 million	1.28220 - 1.29910	USD/EUR	April 2013	

(Unaudited but reviewed)

As at 31 December 2012						
	Amount		Forward rate		Maturity date	
Forward contracts to "Sell"						
USD/THB	USD	101 million	30.71000 - 31.19500	THB/USD	January - April 2013	
USD/CHF	USD	3 million	0.93140 - 0.93210	CHF/USD	January 2013	
USD/TRY	USD	5 million	1.78770 - 1.81250	TRY/USD	January 2013	
EUR/CHF	EUR	8 million	1.20375 - 1.21142	CHF/EUR	January 2013	
PLN/CHF	PLN	4 million	3.38870 - 3.50000	PLN/CHF	January 2013	
USD/BRL	USD	4 million	2.04900 - 2.09750	BRL/USD	January 2013	
Forward contracts to "Buy"						
USD/RUB	USD	5 million	31.09110 - 32.01540	RUB/USD	January 2013	
USD/INR	USD	2 million	54.60000 - 55.17000	INR/USD	January 2013	
EUR/USD	EUR	2 million	1.28165 - 1.31060	USD/EUR	January 2013	
USD/CHF	USD	2 million	0.91140 - 0.91150	CHF/USD	January 2013	

21. Subsequent event

On 2 April 2013, Delta Greentech International Holding Limited completed the sale of an investment in Delta Greentech SGP Pte. Ltd. to a related company. As a result, the subsidiary's shareholding in Delta Greentech SGP Pte. Ltd. decreased to 45 percent.

22. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 3 May 2013.