

14 May 2008

To: The President

The Stock Exchange of Thailand

Re: Establishment of new subsidiary & Liquidation of associated company

We, Delta Electronics (Thailand) Public Co., Ltd., hereby notify the resolutions of the board of directors No.3/2008 held on 14 May 2008 as follows.

1. Establishment of new subsidiary in Netherlands

- 1) The incorporation date – 13 March 2008
- 2) Details of the newly set up company
 - Name of the company - Delta Greentech (Netherlands) B.V., registered in Netherlands
 - Nature of the business - Investment company focusing on the investment in telecom power systems and related businesses
 - Initial registered capital: EUR 90,000 (approx. THB 4.5 million)
 - Paid up capital: EUR 90,000 (approx. THB 4.5 million) to be paid up in the second quarter of 2008
 - Shareholder – Delta Greentech (Netherlands) Cooperatie U.A holding 100%
- 3) Size of the transaction and basis used to consider – 0.02% based on total value of consideration/total assets basis. Total assets are based on the consolidated financial statements as of 31 March 2008.
- 4) Expected benefit – Strengthen and enhance telecom power system and other related businesses and also to help improve operation efficiency.
- 5) Source of fund – Operation profit of DET

2. Liquidation of a associated company, Outrival Plan Corp. in order to directly hold Delta-CIMIC Electronics Co Ltd's shares

Refer to the purchase of Outrival Plan Corp.'s shares by Delta Greentech SGP Pte Ltd, a wholly owned subsidiary of the Company as the resolution approved by the Board of Directors' meeting held on 3 April 2008. In order to allow Delta Greentech SGP Pte Ltd directly hold the 4.6 percent of shares of Delta-CIMIC Electronics Company Limited that are currently held by Outrival Plan Corp., the meeting of the Company's Board of Directors held on 14 May 2008 approved a resolution to dissolve and liquidate Outrival Plan Corp.

After this liquidation, Delta-CIMIC Electronics Company Limited will increase its share capital and Delta Greentech SGP Pte. Ltd. will subscribe to the newly issued shares of Delta-CIMIC Electronics Company Limited. As a result of this, Delta Greentech SGP Pte Ltd will be a shareholder of Delta-Cimic Electronics Company Limited with a shareholding of approximately 8.2 percent.

Summary of the information of **Delta-CIMIC Electronics Co Ltd**

- **Name of the company - Delta-CIMIC Electronics Co Ltd.**, registered and located in China
- **Nature of the business** – Assembly and distribution of telecom power system, industrial automation and visual display with around 13 distribution offices in China. Its factory is located in Shanghai, China with a total employees of 1,500

Financial Highlights of Delta-CIMIC Electronics Co Ltd. as of 31 December 2007

Unit: mil. RMB	2007	2006	2005
Sales revenues	1,825	1,308	972
Net profit	112	83	34
Total assets	1,319	1,062	907
Total Liabilities	852	614	516
Paid up capital	328	328	328
Shareholders' equity	466	448	391

- **Initial registered capital:** RMB 328 million (approx. THB 1,500 million)
- **Paid up capital:** RMB 328 million (approx. THB 1,500 million)
DCE expects to increase its capital to RMB 568 million by end of year 2008.

• **Shareholders:**

		Before liquidation	After liquidation
1	Deltron Holding	42.7%	52.6%
2	Cimic Corporation	24.5%	24.5%
3	Delta International Holding	10.4%	10.4%
4	Outrival Plan Corp.	15.2%	-
5	Delta Greentech SGP *	-	4.6%
6	Acepillar	3.1%	3.8%
7	Others	4.1%	4.1%

* Remark: Delta Greentech SGP (a wholly owned subsidiary of the Company) currently holds 4.6% in DCE and its % shareholding will be increased to approx. 8.2% after capital increase of DCE

• **Size of the investment and basis used to consider:**

-Size of the investment transactions: – 1.54%

Total investment amount includes the first investment which has been made through Outrival Plan Corp. of RMB 60 million and the subscription of the newly issued shares of Delta-CIMIC this time for a total 31.7 million shares at par value of RMB 1 per share, making a total investment value of approx. RMB 91.7 million (or approx. THB 412 million)

-Basis used to consider – Based on Total Value of Consideration/Total Assets Basis. Total assets are based on the consolidated financial statements as of 31 March 2008.

- **Expected benefit:** The Company expects that this investment will bring a very good opportunity to expand the business in China which has a high potential growth and

especially it will help strengthen and enhance the business of telecom power system and other related products.

- **Source of fund:** Operation profit of DET

Please be informed accordingly.

Niramol Tantipuntum/ Ming-Cheng Wang
Director/ Vice Chairman