

February 19, 2008

To: The President
The Stock Exchange of Thailand

Re: 2007 operating results

Delta Electronics (Thailand) Public Co., Ltd would like to inform the Company's operating results in 2007 based on its audited consolidated financial statements ended 31 December 2007 as follows.

In 2007 Delta Electronics Thailand and its subsidiaries booked a total sales of Baht 33,766 million (or USD 975 million) which were 22.5% dropped from Baht 43,554 million (or USD 1,155 million) previously. This was mainly owing to the further Baht appreciation and also the adjustment in its strategy to emphasize on the higher end power supplies in DES's Telecom Power Supplies and Power System while reducing the focus on the comparatively low margin items like LCD TV and other video display products. DES products' sales increased around 13.9% in terms of Thai Baht (but 22.8% in USD) as compared to those of previous year. Sales of video display group reduced around 70% while those of switching power supply group declined by 15.5% (only 6.5% off in USD sales). Component products' sales decreased around 6.4% (but 3.9% increase in USD sales). Contribution of DES sales, as a consequence, has remarkably accelerated from 32% of 2006 total sales to 47% in 2007 and telecom power system was the highest sales growth product item among DES product group with the growth in USD term of almost 33%, followed by 19% growth in OEM and 16% in Custom Design products.

Cost of goods sold in 2007 decreased from 81.4% in 2006 to 77.7% of sales in 2007. The main reason is because of change in sales mix by having sales contribution more from the higher end power supplies in DES product group as mentioned earlier. Overall gross profit margin, as a result, satisfactorily went up from 18.6% in 2006 to 22.3% in 2007.

SG&A expenses in 2007 were 19.9% down from Baht 5,821 million previously to Baht 4,662 million. However, SG&A/sales was slightly higher from 13.4% last year to 13.8% in 2007 mainly due to the reduction in sales. Following the very impressively improved gross profit margin arisen from the change in sales mix as mentioned earlier, operating profit margin in 2007 significantly rose from 5.2% previously to 8.5%. Together with the higher other income which mainly included foreign exchange gain of Baht 274 million and net interest income (net of interest expense) of Baht 83 million, the Company's net profit was also improved remarkably by 60.8%, from Baht 1,962 million or EPS of Baht 1.58 in 2006 to Baht 3,155 million or EPS of Baht 2.53.

Yours sincerely,

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