

## Letter from the Chairman



The effects of the global financial crisis continued to be felt in 2009. Nevertheless, our adherence to the principles of integrity, quality, agility, teamwork and innovation saw the Delta Group meet the challenge and profits grew by 8% compared to 2008. The honor of this achievement goes to the team efforts of everyone at Delta as well as our business partners.

While the initial brunt of the economic crisis is behind us, the threat posed by global warming continues to cast its shadow over humanity. In December last year, over one hundred national leaders gathered at Copenhagen in Denmark for the United Nations Climate Change Conference (COP-15) and took a personal role in the negotiations, which was an unprecedented event. The Copenhagen Accord that eventually emerged from COP-15 was not the legally binding successor to the soon-to-expire (2012) Kyoto Protocol that people had hoped. Still, key greenhouse gas producers such as the United States, China, the European Union and Brazil and other countries all announced medium and long-term energy saving and emission reduction targets after the conference. The accord not only helps the environment but also marks the start of a race to be green around the world, involving countries and enterprises.

Our strength in the Information Technology (IT) industry is also Delta's advantage in our move into the Energy Technology (ET) industry. Our green energy products developed through our core competencies include LED lighting, E-paper, super capacitors, small wind turbines and electric vehicle systems. In addition to

building the world's largest solar power system for an outdoor sports stadium in 2008, we have also built a 1.5MW solar power system for the Taichung Thermal Power Plant, and its performance is outstanding. We have always encouraged Delta employees to not just pursue growth in corporate profits, but to also invest resources into the development of products that will benefit lives and society in the future. We are fortunate that our years of perseverance are now beginning to show results. We believe that energy-saving green products and solutions will help solve environmental problems and the demand for fossil fuels, as well as offer excellent business opportunities in the 21<sup>st</sup> Century.

The sheer power of extreme climate conditions was unfortunately demonstrated to everyone in Taiwan when Typhoon Morakot struck mercilessly on August 8, 2009. Southern Taiwan was devastated by 2855mm of rainfall in just a few short days resulting in immense loss of life and property. The event showed everyone in Taiwan the power of nature and our vulnerability, as the issue of climate change

became all the more important. The Delta Group and Foundation together donated NT\$500 Million towards the rebuilding of the elementary and high school in Kaohsiung County's Namasia Townships with model green buildings that can also serve as community evacuation centers. Delta employees enthusiastically donated a day's wages as well to do their part in helping refugees.

"To provide innovative, clean and efficient energy solutions for a better tomorrow." is the mission of Delta. With sound corporate governance Delta strives to balance the interests of stakeholders as we contribute to society. In 2009, we were again named Best Corporate Citizen by Global Views Magazine and Most Admired in the electronics category, while also receiving the Asia-Pacific "Green Excellence Award" given by Frost & Sullivan for the first time. Our clients such as ASUS, Rockwell, BSNL, Fujitsu and Black & Decker presented Delta with various awards that recognized our commitment to CSR outside of our business activities.

The only constant is change. Today, a business must use the right methods and maintain harmony with nature if it wishes to survive over the long-term. I believe that environmental friendliness offers a better way to solve humanity's needs and problems. Delta is headed in the right direction in our transition from IT to ET as we continue to grow and prosper together with all of our employees and stakeholders.

Founder and Chairman  
First Chief Environmental Officer in Taiwan  
Delta Group