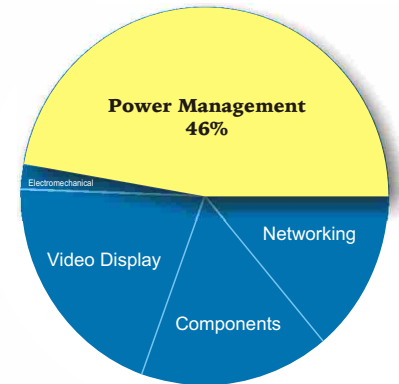


Power Management



Power System Business Group ("PSBG") consists of three business divisions; Computer Power, Telecom Power, and Lighting Divisions. Computer Power division is responsible for product lines including power supplies for Server, Desktop, Notebook, PC Peripherals, Consumer Products, and Games. Despite of the worldwide soft economy in 2002, this division was able to maintain a leading position in the market place at various market segments. For instance, we had achieved over 45% market share for Sever market, 42% for Notebook PC, and over 16% market share for Desktop. The success is in part due to our commitment to R/D development.

Computer power also takes lead in the PC Peripheral sector. Over 25% share of the Printer market and 15% of the LCD Monitor market had been achieved in 2002. Efforts were made in new market segments, such as Games, LCD TV, Digital Camera etc. with very encouraging results.

Telecom Power Division includes the following product areas: Telecom power systems; DC/DC converters, AC/DC power supplies, and board mount power supplies for telecom and data-com applications; and UPS. The telecom market was affected by the worldwide soft economy as well as the delay of 3G projects deployment. As the world economy slowly picks up and 3G projects is rolling out, it is estimated that the market will grow at 5~7% (CAGR) from 2003 to 2006.

Despite of slow market, China still presented growth figure better than other regions. The reorganization of China Telecom was completed which resulted in several major project kick-off by second half of 2002. European mobile phone operators continued to re-assess 3G rollout plans, and reengineer their global operations; resulted in re-evaluation of power requirements. This provided new opportunities for us to compete in the market place. In US market, we have successfully acquired new OEM projects and achieved a 100% sales growth.



MSC, BSC, BTS



Server/Workstation SPS

For the low power telecom and data-com power supply business sectors 25% growth was achieved. We have successfully penetrated into game console market and increased market share in major US game projects up to 70%. We have also expanded the DC-DC converter into the high-end server segment. The board-mount type DC-DC converters for telecommunication applications have been successfully launched with targeted market segments and potential customers identified.

In UPS, we have gained 13.3% sales growth in which the OEM business grows 32%. The ODM project of universal compact off-line was a breakthrough both in technology and sales amount.

The quality products Telecom Power division developed have positioned us as ODM customer preferred vendor and the Division is expected to further expand business base in the coming year.

Adapter



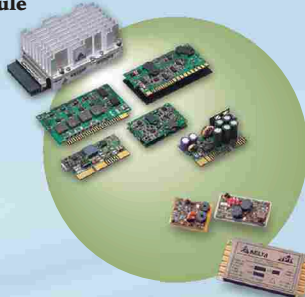
Ballast

Distributed SPS



Charger

Voltage Regulation Module



DC/DC Converter

Desktop SPS



Networking SPS



UPS