DBTEL Incorporated

10/21/2003



Outlines

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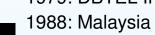


I . Introduction of DBTEL group



DBTEL PROFILE

Milestones



1979: DBTEL INC. Established in Taipei

1988: Malaysia Plant established

1990 : First Cordless phone shipment

1991: DBTEL listed on the OTC stock exchange

1993: Shanghai Plant established

1993 : First Caller ID phone shipment

1996: First Multifunction inkjet plain paper fax machine shipment

1997: First SST(900MHz cordless phone) shipment

1997 : First DECT (1.8GHz digital cordless phone)shipment

1998: First GSM handset shipment

1998 : First Wireless Lan card shipment

1999: Became world-wide No.3 market share in DECT

2001: Reached the first 10M sets GSM shipment

2001: Started DBTEL brand in China

2002/11: Achieved 5% market share in China 2003/09: Achieved 11% market share in China

Total employee:10,687(09/2003), Superiority in production capability

4 Quality certificates(ISO9000, IS14000, TL9000, BABT)

3 Quality awards in China in 2002 (CQP, 2AQIs)

3 No. 1: GSM OEM, China sales quota, DBTEL brand







OEM phase (1979 ~ 2001/06)

DBTEL INC. a Taiwan based company, established in 1979 is the only Taiwan company focusing on the terminal devices of telecomm over 24 years. With abundant experience in R&D and manufacturing, DBTEL wins many Taiwan No. 1:

CT0 TW No.1 No.1 DECT TW No.1

- > First GSM OEM manufacturer (In 1998 Motorola's first choice)
- GSM OEM 1999 shipment No.1 in Taiwan (Handsets shipment reaches 1.7 million pieces in 1999)
- >No.1 of world class OEM of terminal telecom. devices

America: AT&T AVAYA BellSouth GE

GTE Lucent Motorola Nortel NWB **SWB**

Europe:

Alcatel BT DT

Ericsson FT

Philip **Siemens**



Brand phase (2001/07 ~ present)

- Because the lack of autonomy of OEM business model and the full accumulation of R&D, design, sales capability, DBTEL has decided to implement the DBTEL brand strategy and target China as the home market since 2001. It has been over 2 years.
- GSM handsets brand shipment Taiwan No. 1
 (2002 shipment reached 2.12 million pcs;
 2003 up to Sep. shipment is 2.86 million pcs).



II . Corporate culture & operation philosophy



- □ Corporate culture : Determination · Practicality · Diligence · Innovation · Dedication · teamwork
- □ 24 years experiences in telecom. products manufacturing (100Mset telecommunication terminal equipments)
- Our management philosophy is to do things in a solid manner and to cement peaceful relations by upholding good faith – Just like the trees grow up in the "arctic" zone
- Strategic marketing driven company
- □ R&D expense: For the past 10 years, the average R&D expense was over 5% of annual revenue.
- □ Zero bank debt 2002/7/15 Asia week: the lowest liability rate in top 1000 enterprises in China, HK and Taiwan



III . Brand strategy

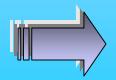


- DBTEL: To satisfy the most customers' needs and provide the handsets with 5 greatness.
- Dbtel international (fashion premium collection):
 The premium of handsets; the brand of handsets.
- Dbtel collection (classic collection): Symbol of social identity; the collection of handsets. (Limited edition).



The factors to distinguish DBTel logos:

- Taste
- Stylish
- Packaging
- Price
- Slogan
- Market segment (end-users)
- The differential functions



Three DBTel logos to identify the different target consumers and marketing strategies



Logo #1: DBTEL gives you more

We give you more design!

We give you the best price!

We give you more features!

We give you the best quality!

We give you more services!





DBTEL Logo #2: Dbtel International

- Much more than just technology and functionality
- Brings a new freedom to today's mobile world
- Sophisticated mobile technology offers you the freedom to express who you are

FOR

Your personality, your tastes, & your dreams



DBtel Set Me Free



INSTEL Exquisite Collection of DBTEL

- □ Brand Positioning: Especially for the "Grand Monde" and "Fashion-elite", DBTEL presents a premium mobile collection with a diamond design service to fulfill any phone connoisseur's desire
- □ Brand Equity: Provide the "Grand Monde" an unique opportunity to own a tailor-made diamond handset based on personal preference



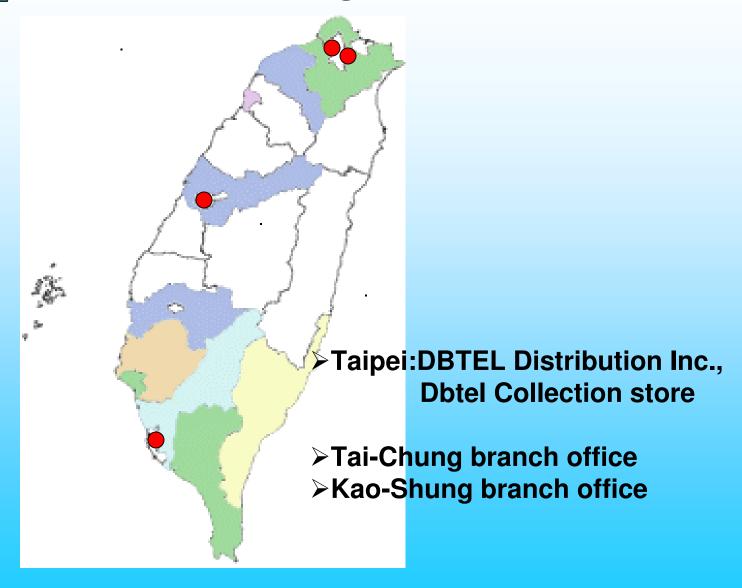


IV Development status of sales channel

DBTEL marketing & sales in China



DBTEL marketing & sales in Taiwan

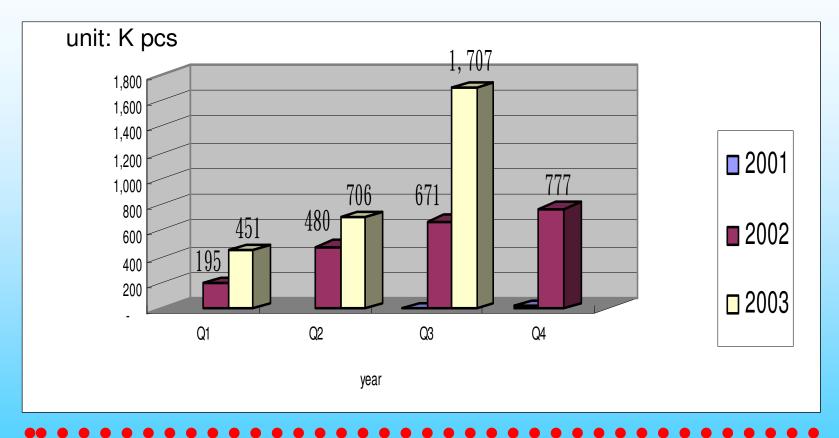




V · Growth process of DBTEL brand



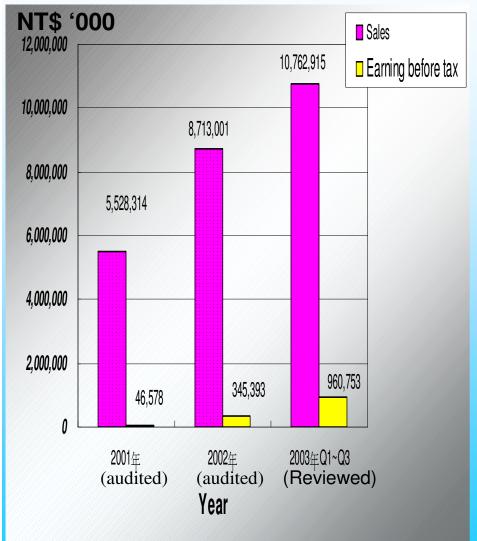
2001 Q3 ~ 2003 Q3 Status of handsets sales

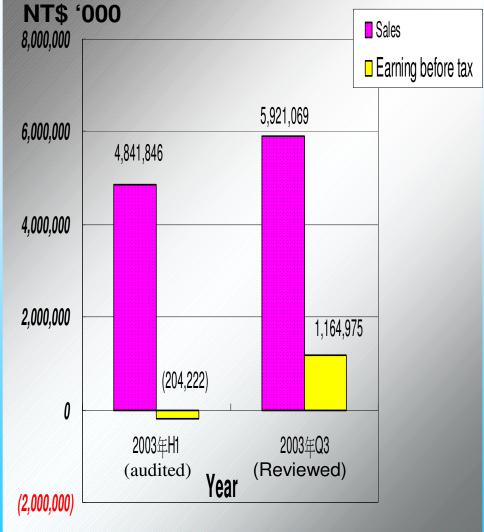


- In the aspect of brand marketing, DBTEL has won the battle.
- For the past 24 years of accumulation, DBTEL performs the
- initial victory of brand and turns in a pretty good record.



Consolidated revenue and pre-tax earning







VI . Positioning of DBTEL group



Become the most prestigious global brand

Benefit from the global enormous and rapid growth of mobile telecommunication market

Fast rising brand identity, years experiences & excellent production scale bring in the high quality products and production capability.

Integrate brand advantage, control core technology and manufacturing advantage

Huge sales growth brought from the powerful brand, and sales channel

Outperform competitors by sales growth and earning record



Thank you for your attention

