

KCE Electronics Public Company Limited and its subsidiaries

Statements of financial position

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 December		31 December	
		2012	2011	2012	2011
		<i>(in Baht)</i>			
Current assets					
Cash and cash equivalents	7	397,177,878	535,535,464	94,974,827	142,492,106
Short-term investments in trading securities		3,319,338	2,092,673	3,319,338	2,092,673
Trade and other receivables	8	2,214,826,850	1,546,419,993	1,032,409,860	1,033,393,142
Inventories	9	1,240,204,237	1,079,741,866	443,995,004	503,835,609
Insurance claim receivable	3	762,222,414	1,663,673,410	10,000,000	-
Other current assets		77,378,773	44,079,539	11,208,620	10,357,001
Total current assets		4,695,129,490	4,871,542,945	1,595,907,649	1,692,170,531
Non-current assets					
Investments in associates	10	77,673,638	82,132,877	3,962,579	2,422,385
Investments in subsidiaries	11	-	-	2,396,120,815	2,157,485,580
Other long-term investments		1,198,842	-	570,000	-
Property, plant and equipment	12	5,237,038,462	4,235,134,544	1,116,775,609	1,189,451,707
Goodwill	5, 13	79,792,930	-	-	-
Intangible assets	14	160,682,290	86,444,636	70,688,813	61,690,437
Other non-current assets		4,051,786	2,868,840	3,571,127	2,051,848
Total non-current assets		5,560,437,948	4,406,580,897	3,591,688,943	3,413,101,957
Total assets		10,255,567,438	9,278,123,842	5,187,596,592	5,105,272,488

The accompanying notes are an integral part of these financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statements of financial position

	Note	Consolidated financial statements		Separate financial statements	
		31 December		31 December	
		2012	2011	2012	2011
<i>(in Baht)</i>					
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	15	2,811,806,023	3,551,067,328	709,522,460	1,213,876,779
Trade and other payables	16	1,566,474,785	1,466,676,670	781,344,827	874,417,630
Current portion of liabilities under hire-purchase and finance lease liabilities	15	19,700,090	51,511,153	14,857,666	43,348,043
Current portion of long-term loans	15	1,373,024,542	352,563,795	301,676,686	124,726,453
Income tax payable		11,687,281	-	-	-
Other current liabilities		1,741,188	2,160,269	1,637,556	1,009,415
Total current liabilities		5,784,433,909	5,423,979,215	1,809,039,195	2,257,378,320
Non-current liabilities					
Liabilities under hire-purchase and finance lease agreements	15	9,600,948	23,636,852	5,221,146	19,339,836
Long-term loans	15	1,317,002,997	1,260,174,590	613,577,551	229,162,110
Employee benefit obligations	17	67,301,346	62,141,650	34,983,607	31,496,383
Total non-current liabilities		1,393,905,291	1,345,953,092	653,782,304	279,998,329
Total liabilities		7,178,339,200	6,769,932,307	2,462,821,499	2,537,376,649

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Statements of financial position

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		31 December		31 December	
		2012	2011	2012	2011
		<i>(in Baht)</i>			
Equity					
Share capital	18				
Authorised share capital		491,829,500	500,000,000	491,829,500	500,000,000
Issued and paid-up share capital		472,600,769	472,224,269	472,600,769	472,224,269
Treasury shares	19	(105,582,361)	(70,050,487)	(105,582,361)	(70,050,487)
Premium on ordinary shares		1,110,753,348	1,107,752,659	1,110,753,348	1,107,752,659
Share warrants	18	4,008,644	-	4,008,644	-
Retained earnings					
Appropriated					
Legal reserve	20	50,000,000	50,000,000	50,000,000	50,000,000
Treasury shares reserve	19, 20	105,582,361	70,050,487	105,582,361	70,050,487
Unappropriated		1,481,908,205	942,274,954	1,087,412,332	937,918,911
Other components of equity		(55,451,954)	(52,074,343)	-	-
Equity attributable to owners of the Company		3,063,819,012	2,520,177,539	2,724,775,093	2,567,895,839
Non-controlling interests		13,409,226	(11,986,004)	-	-
Total equity		3,077,228,238	2,508,191,535	2,724,775,093	2,567,895,839
Total liabilities and equity		10,255,567,438	9,278,123,842	5,187,596,592	5,105,272,488

The accompanying notes are an integral part of these financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statements of comprehensive income

	Note	Consolidated financial statements		Separate financial statements	
		For the year ended 31 December		For the year ended 31 December	
		2012	2011	2012	2011
		<i>(in Baht)</i>			
Income	6				
Revenue from sale of goods and rendering of services	28	6,477,889,690	7,201,064,787	3,493,128,645	3,467,623,552
Compensation from insurance claim	3	496,765,367	87,002,532	10,291,288	97,723
Dividend income from subsidiaries	11	-	-	71,808,180	-
Other income	22	230,989,043	106,103,222	86,033,631	49,560,045
Total income		7,205,644,100	7,394,170,541	3,661,261,744	3,517,281,320
Expenses	6				
Cost of sale of goods and rendering of services		5,232,319,245	5,957,001,387	2,868,460,411	2,765,293,670
Selling expenses	23	432,746,165	466,936,879	215,076,092	226,742,641
Administrative expenses	22, 24	642,370,741	685,126,192	203,917,225	222,605,149
Finance costs	26	159,279,417	153,493,499	51,619,350	44,774,575
Total expenses		6,466,715,568	7,262,557,957	3,339,073,078	3,259,416,035
Share of loss from investments in associates	10	(2,621,463)	(358,862)	-	-
Profit before income tax		736,307,069	131,253,722	322,188,666	257,865,285
Income tax expense	27	(19,802,391)	(2,302,577)	-	-
Profit for the year		716,504,678	128,951,145	322,188,666	257,865,285
Other comprehensive income					
Foreign currency translation differences for foreign operations		(3,377,611)	5,676,033	-	-
Other comprehensive income for the year, net of income tax		(3,377,611)	5,676,033	-	-
Total comprehensive income for the year		713,127,067	134,627,178	322,188,666	257,865,285

The accompanying notes are an integral part of these financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statements of comprehensive income

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		For the year ended 31 December		For the year ended 31 December	
		2012	2011	2012	2011
		<i>(in Baht)</i>			
Profit attributable to:					
Owners of the Company		712,328,496	132,020,833	322,188,666	257,865,285
Non-controlling interests		4,176,182	(3,069,688)	-	-
Profit for the year		716,504,678	128,951,145	322,188,666	257,865,285
Total comprehensive income attributable to:					
Owners of the Company		708,950,885	137,696,866	322,188,666	257,865,285
Non-controlling interests		4,176,182	(3,069,688)	-	-
Total comprehensive income for the year		713,127,067	134,627,178	322,188,666	257,865,285
Earnings per share					
Basic earnings per share	29	1.55	0.28	0.70	0.56
Diluted earnings per share	29	1.55	0.28	0.70	0.56

The accompanying notes are an integral part of these financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statements of cash flows

	Consolidated financial statements		Separate financial statements	
	For the year ended 31 December		For the year ended 31 December	
	2012	2011	2012	2011
	<i>(in Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the year	716,504,678	128,951,145	322,188,666	257,865,285
<i>Adjustments for</i>				
Share of loss from investments in associates	2,621,463	358,862	-	-
Depreciation	477,401,106	548,157,527	153,663,227	160,386,683
Amortisation	10,266,908	4,214,270	5,807,947	4,002,657
Allowance for doubtful accounts - trade accounts receivable	-	188,001	-	185,629
Allowance (reversal) of net realisable value of inventories	14,230,881	(11,086,937)	(2,875,786)	1,947,252
Reversal of non-controlling interests from disposal of subsidiary	(21,467,403)	-	-	-
Gain on disposal of subsidiary	(1,758,695)	-	-	-
Gain on disposals of equipment	(2,439,972)	(2,641,978)	(605,982)	(996,110)
Loss from write-off of inventories	1,269,881	455,064,873	-	11,854,853
Loss from write-off of equipment	44,868,894	1,123,231,752	557,996	630,341
Reversal of allowance for impairment on fixed assets	-	(8,127,906)	-	-
Provision for long-term employee benefits	7,243,785	7,962,568	3,487,224	3,512,136
Unrealised loss (gain) on exchange rate and hedging activities	(71,601,989)	156,811,005	(14,700,430)	43,727,358
Share-based payment transactions	12,380,000	-	6,084,770	-
Unrealised loss (gain) on revaluation of investments in trading securities	(1,226,665)	61,970	(1,226,665)	61,970
Dividends income from subsidiaries	-	-	(67,398,180)	-
Accrued dividend income from subsidiary	-	-	(4,410,000)	-
Interest expense	152,387,871	145,098,781	49,242,488	42,180,590
Income tax expense	19,802,391	2,302,577	-	-
	<u>1,360,483,134</u>	<u>2,550,546,510</u>	<u>449,815,275</u>	<u>525,358,644</u>
<i>Changes in operating assets and liabilities</i>				
Trade and other receivables	(613,451,409)	59,962,327	9,759,447	(226,602,964)
Insurance claim receivable	901,450,996	(1,569,015,092)	(10,000,000)	-
Inventories	(162,590,150)	(191,557,012)	62,716,392	(131,394,023)
Other current assets	(27,006,468)	(7,688,538)	408,726	(26,834)
Other non-current assets	978,334	2,908,517	385,802	2,708,924
Trade and other payables	205,361,313	(41,858,056)	(108,747,337)	182,158,194
Other current liabilities	(2,160,268)	1,543,757	628,140	743,826
Employee benefit obligations	(2,084,089)	(9,280,215)	-	(8,677,215)
Cash generated from operating activities	<u>1,660,981,393</u>	<u>795,562,198</u>	<u>404,966,445</u>	<u>344,268,552</u>
Income tax paid	(13,005,994)	(4,522,503)	(1,260,346)	(1,024,562)
Net cash from operating activities	<u>1,647,975,399</u>	<u>791,039,695</u>	<u>403,706,099</u>	<u>343,243,990</u>

The accompanying notes are an integral part of these financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Cash flow statements

	Consolidated financial statements		Separate financial statements	
	For the year ended 31 December		For the year ended 31 December	
	2012	2011	2012	2011
	<i>(in Baht)</i>			
Cash flows from investing activities				
Cash paid for additional investments in associate and subsidiary	(1,540,000)	-	(1,540,000)	(200,000,000)
Proceeds from disposals of equipment	5,676,819	5,977,235	1,602,589	3,809,668
Purchases of equipment	(950,313,879)	(284,804,360)	(53,999,100)	(86,523,289)
Purchases of computer software	(35,877,250)	(15,300,123)	(14,533,368)	(11,635,528)
Dividend received from a subsidiary company	-	-	67,398,180	66,495,800
Net cash outflow on acquisition of subsidiary	(170,752,065)	-	(233,810,199)	-
Net cash inflow on disposal of subsidiary	900,000	-	900,000	-
Net cash used in investing activities	(1,151,906,375)	(294,127,248)	(233,981,898)	(227,853,349)
Cash flows from financing activities				
Interest paid	(158,019,125)	(139,622,595)	(50,837,091)	(41,061,511)
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	(1,357,282,127)	307,555,794	(514,332,609)	149,629,418
Repayment of liabilities under hire-purchase and finance lease agreements	(50,658,455)	(108,191,016)	(42,609,067)	(97,741,470)
Proceed from long-term loans	1,620,000,000	1,593,799,298	700,000,000	299,240,159
Repayment of long-term loans	(501,841,846)	(1,550,338,623)	(131,773,301)	(96,227,416)
Proceed from capital increase and warrants exercised	65,056,320	7,937,020	65,056,320	7,937,020
Purchase of treasury shares	(105,582,361)	(30,213,802)	(105,582,361)	(30,213,802)
Dividend paid	(141,755,371)	(185,480,887)	(137,163,371)	(185,480,887)
Acquisition of non-controlling interest	(4,343,645)	-	-	-
Net cash from (used in) financing activities	(634,426,610)	(104,554,811)	(217,241,480)	6,081,511
Net increase (decrease) in cash and cash equivalents	(138,357,586)	392,357,636	(47,517,279)	121,472,152
Cash and cash equivalents at 1 January	535,535,464	143,177,828	142,492,106	21,019,954
Cash and cash equivalents at 31 December	397,177,878	535,535,464	94,974,827	142,492,106
Non-cash transactions				
1) Non-cash related transaction for operating activities				
Increase in employee benefit obligations	-	63,459,297	-	36,661,462
2) Non-cash related transactions for investing activities				
Net decrease (increase) in other receivable from disposals of machinery and equipment	-	-	(727,394)	727,394
Net increase (decrease) in trust receipts from purchases of machinery and equipment	621,877,050	7,050,193	11,223,015	(9,632,371)
Net increase (decrease) in other account payable from purchases of machinery and equipment	(155,524,073)	288,814,504	19,153,006	743,750
3) Non-cash related transaction for financing activities				
Assets acquired under hire-purchase and finance lease agreements	4,811,487	2,257,526	-	(1,606,474)

The accompanying notes are an integral part of these financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statements of changes in equity

Consolidated financial statements

	Note	Issued and paid-up share capital	Treasury shares	Share premium	Share warrants	Retained earnings			Other components of shareholders' equity					
						Legal reserve	Treasury shares reserve	Unappropriated (in Baht)	Translation adjustments	Excess of investments arising from additional purchases of investments in subsidiaries at a price higher than the net book value of the subsidiaries at the acquisition date	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
Year ended 31 December 2011														
Balance at 1 January 2011		471,067,269	(39,836,685)	1,100,972,639	-	50,000,000	39,836,685	1,025,948,810	(19,191,916)	(38,558,460)	(57,750,376)	2,590,238,342	(8,916,316)	2,581,322,026
Transactions with owners, recorded directly in equity														
<i>Contributions by and distributions to owners of the Company</i>														
Issue of ordinary shares	18	1,157,000	-	6,780,020	-	-	-	-	-	-	-	7,937,020	-	7,937,020
Treasury shares purchased		-	(30,213,802)	-	-	-	-	-	-	-	-	(30,213,802)	-	(30,213,802)
Reserve for treasury shares		-	-	-	-	-	30,213,802	(30,213,802)	-	-	-	-	-	-
Dividend	30	-	-	-	-	-	-	(185,480,887)	-	-	-	(185,480,887)	-	(185,480,887)
Total contributions by and distributions to owners of the Company		1,157,000	(30,213,802)	6,780,020	-	-	30,213,802	(215,694,689)	-	-	-	(207,757,669)	-	(207,757,669)
Comprehensive income for the year														
Profit or loss		-	-	-	-	-	-	132,020,833	-	-	-	132,020,833	(3,069,688)	128,951,145
Other comprehensive income		-	-	-	-	-	-	-	5,676,033	-	5,676,033	5,676,033	-	5,676,033
Total comprehensive income for the year		-	-	-	-	-	-	132,020,833	5,676,033	-	5,676,033	137,696,866	(3,069,688)	134,627,178
Balance at 31 December 2011		472,224,269	(70,050,487)	1,107,752,659	-	50,000,000	70,050,487	942,274,954	(13,515,883)	(38,558,460)	(52,074,343)	2,520,177,539	(11,986,004)	2,508,191,535

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Statements of changes in equity

Consolidated financial statements

	Note	Issued and paid-up share capital	Treasury shares	Share premium	Share warrants	Retained earnings			Other components of shareholders' equity					
						Legal reserve	Treasury shares reserve	Unappropriated (in Baht)	Translation adjustments	Excess of investments arising from additional purchases of investments in subsidiaries at a price higher than the net book value of the subsidiaries at the acquisition date	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
Year ended 31 December 2012														
Balance at 1 January 2012		472,224,269	(70,050,487)	1,107,752,659	-	50,000,000	70,050,487	942,274,954	(13,515,883)	(38,558,460)	(52,074,343)	2,520,177,539	(11,986,004)	2,508,191,535
Transactions with owners, recorded directly in equity														
<i>Contributions by and distributions to owners of the Company</i>														
Reduction of ordinary shares	18, 19	(8,170,500)	70,050,487	(61,879,987)	-	-	-	-	-	-	-	-	-	-
Issue of ordinary shares	18	8,547,000	-	64,880,676	-	-	-	-	-	-	-	73,427,676	-	73,427,676
Treasury shares purchased	19	-	(105,582,361)	-	-	-	-	-	-	-	-	(105,582,361)	-	(105,582,361)
Decrease of reserve for treasury shares	19	-	-	-	-	-	(70,050,487)	70,050,487	-	-	-	-	-	-
Increase of reserve for treasury shares	19	-	-	-	-	-	105,582,361	(105,582,361)	-	-	-	-	-	-
Share-based payment transactions	18	-	-	-	4,008,644	-	-	-	-	-	-	4,008,644	-	4,008,644
Dividend	30	-	-	-	-	-	-	(137,163,371)	-	-	-	(137,163,371)	(4,592,000)	(141,755,371)
Total contributions by and distributions to owners of the Company		376,500	(35,531,874)	3,000,689	4,008,644	-	35,531,874	(172,695,245)	-	-	-	(165,309,412)	(4,592,000)	(169,901,412)
<i>Changes in ownership interests in subsidiaries</i>														
Acquisition of non-controlling interests with a change in control		-	-	-	-	-	-	-	-	-	-	-	4,343,645	4,343,645
Addition of non-controlling interests from disposal of subsidiary		-	-	-	-	-	-	-	-	-	-	-	21,467,403	21,467,403
Total transactions with owners, recorded directly in equity		376,500	(35,531,874)	3,000,689	4,008,644	-	35,531,874	(172,695,245)	-	-	-	(165,309,412)	21,219,048	(144,090,364)
Comprehensive income for the year														
Profit or loss		-	-	-	-	-	-	712,328,496	-	-	-	712,328,496	4,176,182	716,504,678
Other comprehensive income		-	-	-	-	-	-	-	(3,377,611)	-	(3,377,611)	(3,377,611)	-	(3,377,611)
Total comprehensive income for the year		-	-	-	-	-	-	712,328,496	(3,377,611)	-	(3,377,611)	708,950,885	4,176,182	713,127,067
Balance at 31 December 2012		472,600,769	(105,582,361)	1,110,753,348	4,008,644	50,000,000	105,582,361	1,481,908,205	(16,893,494)	(38,558,460)	(55,451,954)	3,063,819,012	13,409,226	3,077,228,238

The accompanying notes are an integral part of these financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statements of changes in equity

	Note	Separate financial statements							Total equity
		Issued and paid-up share capital	Treasury shares	Share premium	Share warrants	Retained earnings			
						Legal reserve	Treasury shares reserve	Unappropriated	
<i>(in Baht)</i>									
Year ended 31 December 2012									
Balance at 1 January 2011		471,067,269	(39,836,685)	1,100,972,639	-	50,000,000	39,836,685	895,748,315	2,517,788,223
Transactions with owners, recorded directly in equity									
<i>Contributions by and distributions to owners of the Company</i>									
Issue of ordinary shares	18	1,157,000	-	6,780,020	-	-	-	-	7,937,020
Treasury shares purchased		-	(30,213,802)	-	-	-	-	-	(30,213,802)
Reserve for treasury shares		-	-	-	-	-	30,213,802	(30,213,802)	-
Dividend	30	-	-	-	-	-	-	(185,480,887)	(185,480,887)
Total contributions by and distributions to owners of the Company		1,157,000	(30,213,802)	6,780,020	-	-	30,213,802	(215,694,689)	(207,757,669)
Comprehensive income for the year									
Profit or loss		-	-	-	-	-	-	257,865,285	257,865,285
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income for the year		-	-	-	-	-	-	257,865,285	257,865,285
Balance at 31 December 2011		472,224,269	(70,050,487)	1,107,752,659	-	50,000,000	70,050,487	937,918,911	2,567,895,839

The accompanying notes are an integral part of these financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statements of changes in equity

Separate financial statements

	Note	Issued and paid-up share capital	Treasury shares	Share premium	Share warrants	Retained earnings		Total equity	
						Legal reserve	Appropriated Treasury shares reserve		Unappropriated
Year ended 31 December 2012									
Balance at 1 January 2012		472,224,269	(70,050,487)	1,107,752,659	-	50,000,000	70,050,487	937,918,911	2,567,895,839
						(in Baht)			
Transactions with owners, recorded directly in equity									
<i>Contributions by and distributions to owners of the Company</i>									
Reduction of ordinary shares	18,19	(8,170,500)	70,050,487	(61,879,987)	-	-	-	-	-
Issue of ordinary shares	18	8,547,000	-	64,880,676	-	-	-	-	73,427,676
Treasury shares purchased	19	-	(105,582,361)	-	-	-	-	-	(105,582,361)
Decrease of reserve for treasury shares	19	-	-	-	-	-	(70,050,487)	70,050,487	-
Increase of reserve for treasury shares	19	-	-	-	-	-	105,582,361	(105,582,361)	-
Shared-based payment transactions	18	-	-	-	4,008,644	-	-	-	4,008,644
Dividend	30	-	-	-	-	-	-	(137,163,371)	(137,163,371)
Total contributions by and distributions to owners of the Company		376,500	(35,531,874)	3,000,689	4,008,644	-	35,531,874	(172,695,245)	(165,309,412)
Comprehensive income for the year									
Profit or loss		-	-	-	-	-	-	322,188,666	322,188,666
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income for the year		-	-	-	-	-	-	322,188,666	322,188,666
Balance at 31 December 2012		472,600,769	(105,582,361)	1,110,753,348	4,008,644	50,000,000	105,582,361	1,087,412,332	2,724,775,093

The accompanying notes are an integral part of these financial statements.