

KCE Electronics Public Company Limited and its subsidiaries

Statement of financial position

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 March 2015	31 December 2014	31 March 2015	31 December 2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		449,077	463,017	58,084	147,340
Short-term investments					
in trading securities		3,931	3,931	3,931	3,931
Trade and other receivables	5	3,624,469	3,631,684	1,508,562	1,481,277
Inventories		1,570,830	1,469,523	593,859	466,478
Other current assets		82,125	54,177	40,832	18,109
Total current assets		5,730,432	5,622,332	2,205,268	2,117,135
Non-current assets					
Investments in associates	6	74,246	76,699	1,862	1,862
Investments in subsidiaries	7	-	-	2,598,750	2,595,059
Property, plant and equipment	8	9,153,986	8,843,032	4,899,357	4,659,689
Goodwill		117,498	117,498	-	-
Intangible assets		325,955	330,564	102,312	104,591
Deferred tax assets		68,577	69,229	-	-
Other non-current assets		80,691	100,379	49,801	55,019
Total non-current assets		9,820,953	9,537,401	7,652,082	7,416,220
Total assets		15,551,385	15,159,733	9,857,350	9,533,355

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2015 (Unaudited)	31 December 2014	31 March 2015 (Unaudited)	31 December 2014
<i>(in thousand Baht)</i>					
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	9	2,165,021	2,651,715	712,806	572,328
Trade and other payables	10	2,916,494	2,668,817	1,777,574	1,774,043
Current portion of liabilities under hire-purchase and finance lease liabilities	9	34,375	34,454	30,877	31,135
Current portion of long-term loans	9	298,056	375,200	189,577	207,356
Income tax payable		52,993	32,948	-	-
Other current liabilities		1,585	1,865	-	277
Total current liabilities		5,468,524	5,764,999	2,710,834	2,585,139
Non-current liabilities					
Liabilities under hire-purchase and finance lease agreements	9	38,068	46,106	33,706	41,184
Long-term loans	9	2,950,569	2,802,415	2,809,217	2,734,870
Deferred tax liabilities		72,163	77,202	28,043	32,439
Employee benefit obligations		82,490	81,073	33,612	32,602
Total non-current liabilities		3,143,290	3,006,796	2,904,578	2,841,095
Total liabilities		8,611,814	8,771,795	5,615,412	5,426,234

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KCE Electronics Public Company Limited and its subsidiaries

Statement of financial position

		Consolidated financial		Separate financial	
		statements		statements	
		31 March	31 December	31 March	31 December
Liabilities and equity	<i>Note</i>	2015	2014	2015	2014
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Equity					
Share capital	<i>11</i>				
Authorised share capital		<u>587,427</u>	<u>587,427</u>	<u>587,427</u>	<u>587,427</u>
Issued and paid-up share capital		568,709	565,628	568,709	565,628
Premium on ordinary shares		1,729,333	1,686,459	1,729,333	1,686,459
Share warrants	<i>12</i>	15,079	17,299	15,079	17,299
Retained earnings					
Appropriated					
Legal reserve		58,742	58,742	58,742	58,742
Unappropriated		4,601,671	4,090,530	1,870,075	1,778,993
Other components of equity		<u>(62,963)</u>	<u>-56,719</u>	<u>-</u>	<u>-</u>
Equity attributable to owners of the Company		<u>6,910,571</u>	<u>6,361,939</u>	<u>4,241,938</u>	<u>4,107,121</u>
Non-controlling interests		<u>29,000</u>	<u>25,999</u>	<u>-</u>	<u>-</u>
Total equity		<u>6,939,571</u>	<u>6,387,938</u>	<u>4,241,938</u>	<u>4,107,121</u>
Total liabilities and equity		<u>15,551,385</u>	<u>15,159,733</u>	<u>9,857,350</u>	<u>9,533,355</u>

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KCE Electronics Public Company Limited and its subsidiaries
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		Three-month periods ended		Three-month periods ended	
		31 March		31 March	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
<i>Income</i>	4				
Revenue from sale of goods and rendering of services		2,882,301	2,765,115	1,087,501	1,094,375
Other income	14	62,582	41,237	53,289	16,831
Total income		2,944,883	2,806,352	1,140,790	1,111,206
<i>Expenses</i>	4				
Cost of sale of goods and rendering of services		2,050,483	1,892,837	912,079	835,368
Selling expenses		122,894	152,630	57,558	55,499
Administrative expenses		221,429	290,328	77,657	112,540
Finance costs		21,481	32,223	6,810	11,012
Total expenses		2,416,287	2,368,018	1,054,104	1,014,419
Share of profit from investments in associates	6	2,759	11,449	-	-
Profit before income tax		531,355	449,783	86,686	96,787
Income tax benefit (expense)	15	-17,213	-7,235	4,396	8,194
Profit for the period		514,142	442,548	91,082	104,981
Other comprehensive income					
<i>Item that are or maybe reclassified to profit or loss</i>					
Foreign currency translation differences for foreign operations		(6,244)	(720)	-	-
Other comprehensive income (loss) for the period, net of income tax		-6,244	-720	-	-
Total comprehensive income for the period		507,898	441,828	91,082	104,981

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		Three-month periods ended		Three-month periods ended	
		31 March		31 March	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Profit attributable to:					
Owners of the Company		511,141	439,427	91,082	104,981
Non-controlling interests		3,001	3,121	-	-
Profit for the period		514,142	442,548	91,082	104,981
Total comprehensive income attributable to:					
Owners of the Company		504,897	438,707	91,082	104,981
Non-controlling interests		3,001	3,121	-	-
Total comprehensive income for the period		507,898	441,828	91,082	104,981
Earnings per share					
Basic earnings per share <i>(in Baht)</i>	16	0.90	0.89	0.16	0.21
Diluted earnings per share <i>(in Baht)</i>	16	0.88	0.78	0.16	0.19

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KCE Electronics Public Company Limited and its subsidiaries
Statement of cash flows (Unaudited)

	Consolidated financial		Separate financial	
	statements		statements	
	Three-month periods ended 31 March		Three-month periods ended 31 March	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	514,142	442,548	91,082	104,981
<i>Adjustments for</i>				
Share of profit from investments in associates	(2,759)	(11,449)	-	-
Depreciation	136,183	133,120	31,872	30,427
Amortisation	7,395	4,492	2,367	2,256
Gain on sale of investments in subsidiary	-	(600)	-	(600)
Allowance (reversal) of				
net realisable value of inventories	(9,379)	11,376	4,133	(493)
Loss (Gain) on disposals of equipment	528	(389)	7	(740)
Loss from write-off of equipment	20	10,679	20	1,021
Allowance (reversal) for impairment on fixed assets	(1,367)	38,985	-	6,451
Provision for long-term employee benefits	3,514	1,907	1,010	933
Unrealised loss (gain) on exchange rate and hedging activities	(41,325)	346	(36,050)	(1,406)
Share-based payment transactions	5,687	-	1,995	-
Unrealised gain on revaluation of investments in trading securities	-	(376)	-	(376)
Interest expense	19,171	31,129	6,176	10,439
Income tax expense (benefit)	17,213	7,235	(4,396)	(8,194)
	<u>649,023</u>	<u>669,003</u>	<u>98,216</u>	<u>144,699</u>
<i>Changes in operating assets and liabilities</i>				
Trade and other receivables	(5,515)	(94,847)	(32,758)	(78,175)
Insurance claim receivable	-	73,444	-	-
Inventories	(91,928)	(129,445)	(131,513)	4,960
Other current assets	(25,954)	(2,999)	(22,414)	3,015
Other non-current assets	12,906	(1,867)	(940)	(2,187)
Trade and other payables	376,178	274,145	148,962	149,295
Other current liabilities	(280)	(2,038)	(277)	(284)
Employee benefit obligations	(2,097)	(2,109)	-	-
Cash generated from operating activities	<u>912,333</u>	<u>783,287</u>	<u>59,276</u>	<u>221,323</u>
Income tax paid	<u>(1,993)</u>	<u>(1,903)</u>	<u>(309)</u>	<u>(343)</u>
Net cash from operating activities	<u>910,340</u>	<u>781,384</u>	<u>58,967</u>	<u>220,980</u>

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KCE Electronics Public Company Limited and its subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial		Separate financial	
	statements		statements	
	Three-month periods ended		Three-month periods ended	
	31 March		31 March	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
Cash flows from investing activities				
Proceeds from disposals of equipment	1,049	1,369	752	280
Purchase of equipment	(511,235)	(373,648)	(376,681)	(322,686)
Purchase of computer software	(2,787)	(9,816)	(88)	(2,698)
Net cash used in investing activities	-512,973	-382,095	-376,017	-325,104
Cash flows from financing activities				
Interest paid	(18,245)	(34,395)	(5,336)	(11,425)
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	(511,262)	(420,119)	128,778	(183,740)
Repayment of liabilities under hire-purchase and finance lease agreements	(8,568)	(2,351)	(7,737)	(1,435)
Proceeds from long-term loans	231,249	200,130	136,790	200,130
Repayment of long-term loans	(141,497)	(275,443)	(62,749)	(89,354)
Proceeds from sale of investment in subsidiary without a change in control	-	6,600	-	6,600
Proceeds from capital increase and warrants exercised	38,048	342,742	38,048	342,742
Net cash from (used in) financing activities	-410,275	-182,836	227,794	263,518
Net increase (decrease) in cash and cash equivalents				
	-12,908	216,453	-89,256	159,394
Cash and cash equivalents at 1 January	463,017	402,091	147,340	174,084
Effect of exchange rate changes on balances held in foreign currencies	(1,032)	-	-	-
Cash and cash equivalents at 31 March	449,077	618,544	58,084	333,478
Non-cash transactions				
1) Non-cash related transactions for investing activities				
Net (increase) decrease in other receivables from disposals of machinery and equipment	(34)	50	(34)	2,584
Net increase in trust receipts from purchases of machinery and equipment	39,103	124,514	32,677	-
Net decrease in other accounts payables from purchases of machinery and equipment	(123,140)	(197,115)	(143,116)	(45,730)
2) Non-cash related transaction for financing activities				
Net increase in assets acquired under hire-purchase and finance lease agreements	451	11,715	-	6,115

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KCE Electronics Public Company Limited and its subsidiaries

Statement of changes in equity (Unaudited)

	Consolidated financial statements												
	Note	Issued and paid-up share capital	Premium on ordinary shares	Share warrants	Retained earnings		Translation adjustments	Other components of equity		Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
Appropriated					Unappropriated	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		Change in percentage of holding in subsidiaries					
													<i>(in thousand Baht)</i>
Three-month period ended 31 March 2014													
Balance at 1 January 2014		480,495	1,119,692	683	57,842	2,479,333	(8,791)	(38,559)	-	(47,350)	4,090,695	19,730	4,110,425
Transactions with owners, recorded directly in equity													
<i>Contributions by and distributions to owners of the Company</i>													
Issue of ordinary shares	11, 12	68,543	274,882	(34)	-	-	-	-	-	-	343,391	-	343,391
Cancellation of share warrants	12	-	-	(649)	-	-	-	-	-	-	-649	-	-649
Total contributions by and distributions to owners of the Company		68,543	274,882	(683)	-	-	-	-	-	-	342,742	-	342,742
Changes in ownership interests in subsidiaries													
Increase of non-controlling interests without a change in control		-	-	-	-	-	-	-	-	-	-	6,000	6,000
Total transactions with owners, recorded directly in equity		68,543	274,882	(683)	-	-	-	-	-	-	342,742	6,000	348,742
Comprehensive income for the period													
Profit or loss		-	-	-	-	439,427	-	-	-	-	439,427	3,121	442,548
Other comprehensive income		-	-	-	-	-	-720	-	-	(720)	(720)	-	(720)
Total comprehensive income for the period		-	-	-	-	439,427	(720)	-	-	(720)	438,707	3,121	441,828
Balance at 31 March 2014		549,038	1,394,574	-	57,842	2,918,760	(9,511)	(38,559)	-	(48,070)	4,872,144	28,851	4,900,995

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KCE Electronics Public Company Limited and its subsidiaries

Statement of changes in equity (Unaudited)

	Consolidated financial statements												
	Note	Issued and paid-up share capital	Premium on ordinary shares	Share warrants	Retained earnings		Translation adjustments	Other components of equity		Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
Appropriated					Unappropriated	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		Change in percentage of holding in subsidiaries					
				Legal reserve									
Three-month period ended 31 March 2015													
Balance at 1 January 2015		565,628	1,686,459	17,299	58,742	4,090,530	(20,192)	(38,558)	2,031	(56,719)	6,361,939	25,999	6,387,938
Transactions with owners, recorded directly in equity													
<i>Contributions by and distributions to owners of the Company</i>													
Issue of ordinary shares	11, 12	3,081	42,874	(7,907)	-	-	-	-	-	-	38,048	-	38,048
Share-based payment transactions	12	-	-	5,687	-	-	-	-	-	-	5,687	-	5,687
Total contributions by and distributions to owners of the Company		3,081	42,874	(2,220)	-	-	-	-	-	-	43,735	-	43,735
Comprehensive income for the period													
Profit or loss		-	-	-	-	511,141	-	-	-	-	511,141	3,001	514,142
Other comprehensive income		-	-	-	-	-	-6,244	-	-	(6,244)	(6,244)	-	(6,244)
Total comprehensive income for the period		-	-	-	-	511,141	(6,244)	-	-	(6,244)	504,897	3,001	507,898
Balance at 31 March 2015		568,709	1,729,333	15,079	58,742	4,601,671	(26,436)	(38,558)	2,031	(62,963)	6,910,571	29,000	6,939,571

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Statement of changes in equity (Unaudited)

	Note	Issued and paid-up share capital	Premium on ordinary shares	Separate financial statements		Total equity	
				Share warrants	Retained earnings		
				Appropriated Legal reserve	Unappropriated		
				(in thousand Baht)			
Three-month period ended 31 March 2014							
Balance at 1 January 2014		480,495	1,119,692	683	57,842	1,353,103	3,011,815
Transactions with owners, recorded directly in equity							
<i>Contributions by and distributions to owners of the Company</i>							
Issue of ordinary shares	11, 12	68,543	274,882	(34)	-	-	343,391
Cancellation of share warrants	12	-	-	(649)	-	-	-649
Total contributions by and distributions to owners of the Company		68,543	274,882	-683	-	-	342,742
Comprehensive income for the period							
Profit or loss		-	-	-	-	104,981	104,981
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	104,981	104,981
Balance at 31 March 2014		549,038	1,394,574	-	57,842	1,458,084	3,459,538

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Statement of changes in equity (Unaudited)

	Note	Separate financial statements				Total equity	
		Issued and paid-up share capital	Premium on ordinary shares	Share warrants	Retained earnings Appropriated Legal reserve Unappropriated		
<i>(in thousand Baht)</i>							
Three-month period ended 31 March 2015							
Balance at 1 January 2015		565,628	1,686,459	17,299	58,742	1,778,993	4,107,121
Transactions with owners, recorded directly in equity							
<i>Contributions by and distributions to owners of the Company</i>							
Issue of ordinary shares	11, 12	3,081	42,874	(7,907)	-	-	38,048
Shared-based payment transactions	12	-	-	5,687	-	-	5,687
Total contributions by and distributions to owners of the Company		3,081	42,874	-2,220	-	-	43,735
Comprehensive income for the period							
Profit or loss		-	-	-	-	91,082	91,082
Total comprehensive income for the period		-	-	-	-	91,082	91,082
Balance at 31 March 2015		568,709	1,729,333	15,079	58,742	1,870,075	4,241,938

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