

KCE Electronics Public Company Limited and its subsidiaries
Statement of financial position

		Consolidated financial statements		Separate financial statements	
		30 June 2015 (Unaudited)	31 December 2014	30 June 2015 (Unaudited)	31 December 2014
<i>(in thousand Baht)</i>					
Assets					
Current assets					
Cash and cash equivalents		352,342	463,017	84,764	147,340
Short-term investments					
in trading securities		3,245	3,931	3,245	3,931
Trade and other receivables	5	4,329,531	3,631,684	1,916,292	1,481,277
Inventories		1,757,720	1,469,523	645,546	466,478
Other current assets		73,081	54,177	23,390	18,109
Total current assets		6,515,919	5,622,332	2,673,237	2,117,135
Non-current assets					
Investments in associates	6	88,124	76,699	1,862	1,862
Investments in subsidiaries	7	-	-	2,601,305	2,595,059
Property, plant and equipment	8	9,158,787	8,843,032	4,928,812	4,659,689
Goodwill		117,498	117,498	-	-
Intangible assets		344,750	330,564	115,113	104,591
Deferred tax assets		48,768	69,229	-	-
Other non-current assets		67,310	100,379	43,099	55,019
Total non-current assets		9,825,237	9,537,401	7,690,191	7,416,220
Total assets		16,341,156	15,159,733	10,363,428	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

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		30 June 2015 (Unaudited)	31 December 2014	30 June 2015 (Unaudited)	31 December 2014
<i>(in thousand Baht)</i>					
Liabilities and equity					
<i>Current liabilities</i>					
Bank overdrafts and short-term loans					
from financial institutions	9	2,907,758	2,651,715	1,102,569	572,328
Trade and other payables	10	2,658,710	2,668,817	1,640,957	1,774,043
Current portion of liabilities under hire-purchase and finance lease liabilities	9	33,861	34,454	30,615	31,135
Current portion of long-term loans	9	376,593	375,200	299,635	207,356
Income tax payable		48,790	32,948	-	-
Other current liabilities		2,325	1,865	789	277
Total current liabilities		6,028,037	5,764,999	3,074,565	2,585,139
<i>Non-current liabilities</i>					
Liabilities under hire-purchase and finance lease agreements	9	29,881	46,106	26,128	41,184
Long-term loans	9	3,046,429	2,802,415	2,908,121	2,734,870
Deferred tax liabilities		69,414	77,202	25,937	32,439
Employee benefit obligations		85,105	81,073	34,622	32,602
Total non-current liabilities		3,230,829	3,006,796	2,994,808	2,841,095
Total liabilities		9,258,866	8,771,795	6,069,373	5,426,234

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KCE Electronics Public Company Limited and its subsidiaries

Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		30 June	31 December	30 June	31 December
		2015	2014	2015	2014
Liabilities and equity		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Equity					
Share capital	11				
Authorised share capital		587,427	587,427	587,427	587,427
Issued and paid-up share capital		570,161	565,628	570,161	565,628
Premium on ordinary shares		1,765,444	1,686,459	1,765,444	1,686,459
Share warrants	12	11,469	17,299	11,469	17,299
Retained earnings					
Appropriated					
Legal reserve		58,742	58,742	58,742	58,742
Unappropriated		4,693,727	4,090,530	1,888,239	1,778,993
Other components of equity		(40,672)	-56,719	-	-
Equity attributable to owners of the Company		7,058,871	6,361,939	4,294,055	4,107,121
Non-controlling interests		23,419	25,999	-	-
Total equity		7,082,290	6,387,938	4,294,055	4,107,121
Total liabilities and equity		16,341,156	15,159,733	10,363,428	9,533,355

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	
		30 June		30 June	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Income	4				
Revenue from sale of goods and rendering of services		3,047,159	2,818,594	1,299,198	1,019,078
Dividend income from subsidiaries	7	-	-	368,832	217,037
Dividend income from associate	6	-	-	10,429	4,216
Other income	14	8,167	52,847	5,061	19,029
Total income		3,055,326	2,871,441	1,683,520	1,259,360
Expenses	4				
Cost of sale of goods and rendering of services		2,109,858	1,932,417	1,039,122	774,167
Selling expenses		136,599	154,247	65,517	54,080
Administrative expenses	14	246,338	262,598	143,714	91,751
Finance costs		35,017	34,216	21,024	10,376
Total expenses		2,527,812	2,383,478	1,269,377	930,374
Share of profit from investments in associates		6,004	9,005	-	-
Profit before income tax		533,518	496,968	414,143	328,986
Income tax benefit (expense)	15	-39,629	-13,854	2,106	-4,230
Profit for the period		493,889	483,114	416,249	324,756
Other comprehensive income					
<i>Item that are or maybe reclassified to profit or loss</i>					
Foreign currency translation differences for foreign operations		22,291	(3,634)	-	-
Other comprehensive income (loss) for the period, net of income tax		22,291	-3,634	-	-
Total comprehensive income for the period		516,180	479,480	416,249	324,756

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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	
		30 June		30 June	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Profit attributable to:					
Owners of the Company		490,141	478,912	416,249	324,756
Non-controlling interests		3,748	4,202	-	-
Profit for the period		493,889	483,114	416,249	324,756
Total comprehensive income attributable to:					
Owners of the Company		512,432	475,278	416,249	324,756
Non-controlling interests		3,748	4,202	-	-
Total comprehensive income for the period		516,180	479,480	416,249	324,756
Earnings per share					
Basic earnings per share <i>(in Baht)</i>	16	0.86	0.87	0.73	0.59
Diluted earnings per share <i>(in Baht)</i>	16	0.84	0.83	0.71	0.57

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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	
		Six-month periods ended		Six-month periods ended	
		30 June		30 June	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Income	4				
Revenue from sale of goods and rendering of services		5,929,460	5,583,709	2,386,699	2,113,453
Dividend income from subsidiaries	7	-	-	368,832	217,037
Dividend income from associate	6	-	-	10,429	4,216
Other income	14	58,694	94,084	10,475	35,860
Total income		5,988,154	5,677,793	2,776,435	2,370,566
Expenses	4				
Cost of sale of goods and rendering of services		4,160,341	3,825,254	1,951,201	1,609,535
Selling expenses		259,493	306,877	123,075	109,579
Administrative expenses	14	455,712	552,926	173,496	204,291
Finance costs		56,498	66,439	27,834	21,388
Total expenses		4,932,044	4,751,496	2,275,606	1,944,793
Share of profit from investments in associates	6	8,763	20,454	-	-
Profit before income tax		1,064,873	946,751	500,829	425,773
Income tax benefit (expense)	15	-56,842	-21,089	6,502	3,964
Profit for the period		1,008,031	925,662	507,331	429,737
Other comprehensive income					
<i>Item that are or maybe reclassified to profit or loss</i>					
Foreign currency translation differences for foreign operations		16,047	(4,354)	-	-
Other comprehensive income (loss) for the period, net of income tax		16,047	-4,354	-	-
Total comprehensive income for the period		1,024,078	921,308	507,331	429,737

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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	
		Six-month periods ended		Six-month periods ended	
		30 June		30 June	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Profit attributable to:					
Owners of the Company		1,001,282	918,339	507,331	429,737
Non-controlling interests		6,749	7,323	-	-
Profit for the period		<u>1,008,031</u>	<u>925,662</u>	<u>507,331</u>	<u>429,737</u>
Total comprehensive income attributable to:					
Owners of the Company		1,017,329	913,985	507,331	429,737
Non-controlling interests		6,749	7,323	-	-
Total comprehensive income for the period		<u>1,024,078</u>	<u>921,308</u>	<u>507,331</u>	<u>429,737</u>
Earnings per share					
Basic earnings per share (<i>in Baht</i>)	16	<u>1.76</u>	<u>1.76</u>	<u>0.89</u>	<u>0.82</u>
Diluted earnings per share (<i>in Baht</i>)	16	<u>1.72</u>	<u>1.62</u>	<u>0.87</u>	<u>0.76</u>

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KCE Electronics Public Company Limited and its subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Six-month periods ended 30 June		Six-month periods ended 30 June	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	1,008,031	925,662	507,331	429,737
<i>Adjustments for</i>				
Share of profit from investments in associates	(8,763)	(20,454)	-	-
Depreciation	289,160	270,445	78,984	61,260
Amortisation	15,192	9,287	4,783	4,585
Gain on sale of investments in subsidiary	-	-	-	(600)
Allowance (reversal) of net realisable value of inventories	(22,737)	19,707	4,080	3,269
Loss (Gain) on disposals of equipment	2,177	2,826	722	(1,068)
Loss from write-off of inventories	9,733	-	-	-
Loss from write-off of equipment	176	10,995	66	1,336
Allowance (reversal) for impairment on fixed assets	(4,508)	65,384	-	14,451
Provision for long-term employee benefits	5,765	4,397	2,019	1,864
Unrealised loss (gain) on exchange rate and hedging activities	15,133	(13,810)	40,773	(3,089)
Share-based payment transactions	9,919	25,980	3,673	13,091
Unrealised loss (gain) on revaluation of investments in trading securities	686	(823)	686	(823)
Dividend received from subsidiaries	-	-	(368,832)	(217,037)
Dividend received from associate	-	-	(10,429)	(4,216)
Interest expense	51,848	61,779	26,490	20,035
Income tax expense (benefit)	56,842	21,089	(6,502)	(3,964)
	1,428,654	1,382,464	283,844	318,831
<i>Changes in operating assets and liabilities</i>				
Trade and other receivables	(609,571)	(219,163)	(386,514)	(13,285)
Insurance claim receivable	-	83,244	-	9,800
Inventories	(275,194)	(226,976)	(183,148)	(38,693)
Other current assets	(16,028)	64	(4,642)	7,083
Other non-current assets	24,264	(3,425)	3,335	(2,600)
Trade and other payables	336,063	268,030	206,122	159,539
Other current liabilities	460	(995)	512	738
Employee benefit obligations	(1,732)	(2,486)	-	(377)
Cash generated from operating activities	886,916	1,280,757	-80,491	441,036
Income tax paid	(27,980)	(29,797)	(638)	(725)
Net cash from used in operating activities	858,936	1,250,960	-81,129	440,311

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KCE Electronics Public Company Limited and its subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Six-month periods ended		Six-month periods ended	
	30 June		30 June	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
Cash flows from investing activities				
Proceeds from disposals of equipment	8,067	72,047	7,748	85,607
Purchase of equipment	(937,248)	(1,122,694)	(676,888)	(880,361)
Purchase of computer software	(26,402)	(22,020)	(12,330)	(4,660)
Dividend received from associate	10,429	4,216	10,429	4,216
Dividend received from subsidiaries	-	-	368,832	217,037
Net cash used in investing activities	-945,154	-1,068,451	-302,209	-578,161
Cash flows from financing activities				
Interest paid	(87,994)	(63,398)	(62,843)	(20,172)
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	223,244	(319,469)	509,470	(408,576)
Proceeds from liabilities under hire-purchase and finance lease agreements	-	54,875	-	54,875
Repayment of liabilities under hire-purchase and finance lease agreements	(17,269)	(10,624)	(15,576)	(8,700)
Proceeds from long-term loans	437,294	484,320	342,835	484,320
Repayment of long-term loans	(243,043)	(549,675)	(122,808)	(179,920)
Proceeds from sale of investment in subsidiary without a change in control	-	6,600	-	6,600
Proceeds from capital increase and warrants exercised	67,769	421,416	67,769	421,416
Dividend paid	(407,414)	(283,351)	(398,085)	(274,509)
Net cash from (used in) financing activities	-27,413	-259,306	320,762	75,334
Net decrease in cash and cash equivalents	-113,631	-76,797	-62,576	-62,516
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	2,956	-	-	-
Cash and cash equivalents at 30 June	352,342	325,294	84,764	111,568
Non-cash transactions				
1) Non-cash related transactions for investing activities				
Net (increase) decrease in other receivables from disposals of machinery and equipment	67	-	(478)	(877)
Net increase (decrease) in trust receipts from purchases of machinery and equipment	2,798	(24,044)	-	-
Net increase (decrease) in other accounts payables from purchases of machinery and equipment	(328,576)	(99,835)	(317,425)	13,107
2) Non-cash related transaction for financing activities				
Net increase (decrease) 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	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	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
Appropriated Legal reserve					Unappropriated								
<i>(in thousand Baht)</i>													
Six-month period ended 30 June 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	77,433	356,616	(11,983)	-	-	-	-	-	422,066	-	-	422,066
Share-based payment transactions	12	-	-	25,980	-	-	-	-	-	25,980	-	-	25,980
Cancellation of share warrants		-	-	(649)	-	-	-	-	-	-649	-	-	-649
Dividend		-	-	-	-	(274,509)	-	-	-	-274,509	-8,842	-	-283,351
Total contributions by and distributions to owners of the Company		77,433	356,616	13,348	-	(274,509)	-	-	-	172,888	-8,842	-	164,046
Changes in ownership interests in subsidiaries													
Increase of non-controlling interests without a change in control		-	-	-	-	-	-	-	2,032	2,032	2,032	4,568	6,600
Total transactions with owners, recorded directly in equity		77,433	356,616	13,348	-	(274,509)	-	-	2,032	2,032	174,920	(4,274)	170,646
Comprehensive income for the period													
Profit or loss		-	-	-	-	918,339	-	-	-	918,339	7,323	-	925,662
Other comprehensive income		-	-	-	-	-	-4,354	-	-	(4,354)	(4,354)	-	(4,354)
Total comprehensive income for the period		-	-	-	-	918,339	(4,354)	-	-	(4,354)	913,985	7,323	921,308
Transfer to legal reserve		-	-	-	901	(901)	-	-	-	-	-	-	-
Balance at 30 June 2014		557,928	1,476,308	14,031	58,743	3,122,262	(13,145)	(38,559)	2,032	(49,672)	5,179,600	22,779	5,202,379

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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									
<i>(in thousand Baht)</i>													
Six-month period ended 30 June 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	4,533	78,985	(15,749)	-	-	-	-	-	-	67,769	-	67,769
Share-based payment transactions	12	-	-	9,919	-	-	-	-	-	-	9,919	-	9,919
Dividend	18	-	-	-	-	(398,085)	-	-	-	-	(398,085)	(9,329)	(407,414)
Total contributions by and distributions to owners of the Company		4,533	78,985	(5,830)	-	(398,085)	-	-	-	-	(320,397)	(9,329)	(329,726)
Comprehensive income for the period													
Profit or loss		-	-	-	-	1,001,282	-	-	-	-	1,001,282	6,749	1,008,031
Other comprehensive income		-	-	-	-	-	16,047	-	-	16,047	16,047	-	16,047
Total comprehensive income for the period		-	-	-	-	1,001,282	16,047	-	-	16,047	1,017,329	6,749	1,024,078
Balance at 30 June 2015		570,161	1,765,444	11,469	58,742	4,693,727	(4,145)	(38,558)	2,031	(40,672)	7,058,871	23,419	7,082,290

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KCE Electronics Public Company Limited and its subsidiaries

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>						
Six-month period ended 30 June 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	77,433	356,616	(11,983)	-	422,066
Share-based payment transactions	12	-	-	25,980	-	25,980
Cancellation of share warrants		-	-	(649)	-	(649)
Dividend		-	-	-	(274,509)	(274,509)
Total contributions by and distributions to owners of the Company		77,433	356,616	13,348	- -274,509	172,888
Comprehensive income for the period						
Profit or loss		-	-	-	-	429,737
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	- 429,737	429,737
Transfer to legal reserve		-	-	-	901	(901)
Balance at 30 June 2014		557,928	1,476,308	14,031	58,743 1,507,430	3,614,440

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of changes in equity (Unaudited)

	Note	Issued and paid-up share capital	Premium on ordinary shares	Separate financial statements		Total equity
				Share warrants	Appropriated Legal reserve	
Retained earnings						
(in thousand Baht)						
Six-month period ended 30 June 2015						
Balance at 1 January 2015		565,628	1,686,459	17,299	58,742	1,778,993
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners of the Company</i>						
Issue of ordinary shares	11, 12	4,533	78,985	(15,749)	-	67,769
Share-based payment transactions	12	-	-	9,919	-	9,919
Dividend	18	-	-	-	-	(398,085)
Total contributions by and distributions to owners of the Company		4,533	78,985	(5,830)	-	(320,397)
Comprehensive income for the period						
Profit or loss		-	-	-	-	507,331
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	507,331
Balance at 30 June 2015		570,161	1,765,444	11,469	58,742	1,888,239

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