

KCE Electronics Public Company Limited and its subsidiaries

Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2015 (Unaudited)	31 December 2014	30 September 2015 (Unaudited)	31 December 2014
<i>(in thousand Baht)</i>					
Assets					
Current assets					
Cash and cash equivalents		466,292	463,017	185,767	147,340
Short-term investments					
in trading securities		2,936	3,931	2,936	3,931
Trade and other receivables	5	4,785,343	3,631,684	2,074,621	1,481,277
Inventories		1,672,745	1,469,523	664,507	466,478
Other current assets		61,127	54,177	19,055	18,109
Total current assets		6,988,443	5,622,332	2,946,886	2,117,135
Non-current assets					
Investments in associates	6	103,631	76,699	1,862	1,862
Investments in subsidiaries	7	-	-	2,602,178	2,595,059
Property, plant and equipment	8	9,273,927	8,843,032	5,062,140	4,659,689
Goodwill		117,498	117,498	-	-
Intangible assets		356,386	330,564	129,164	104,591
Deferred tax assets		43,027	69,229	-	-
Other non-current assets		54,892	100,379	33,441	55,019
Total non-current assets		9,949,361	9,537,401	7,828,785	7,416,220
Total assets		16,937,804	15,159,733	10,775,671	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	
		30 September 2015 (Unaudited)	31 December 2014	30 September 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	2,944,129	2,651,715	1,196,316	572,328
Short-term loans from related parties	4, 9	-	-	130,000	-
Trade and other payables	10	2,549,358	2,668,817	1,670,916	1,774,043
Current portion of liabilities under hire-purchase and finance lease liabilities	9	34,126	34,454	31,143	31,135
Current portion of long-term loans	9	491,723	375,200	428,304	207,356
Income tax payable		38,252	32,948	-	-
Other current liabilities		1,910	1,865	163	277
Total current liabilities		6,059,498	5,764,999	3,456,842	2,585,139
Non-current liabilities					
Liabilities under hire-purchase and finance lease agreements	9	24,424	46,106	21,278	41,184
Long-term loans	9	3,285,930	2,802,415	2,930,080	2,734,870
Deferred tax liabilities		65,890	77,202	23,056	32,439
Employee benefit obligations		87,799	81,073	35,219	32,602
Total non-current liabilities		3,464,043	3,006,796	3,009,633	2,841,095
Total liabilities		9,523,541	8,771,795	6,466,475	5,426,234

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Statement of financial position

		Consolidated financial statements		Separate financial statements	
		30 September 2015 (Unaudited)	31 December 2014	30 September 2015 (Unaudited)	31 December 2014
<i>(in thousand Baht)</i>					
Liabilities and equity	<i>Note</i>				
Equity					
Share capital	<i>11</i>				
Authorised share capital		587,427	587,427	587,427	587,427
Issued and paid-up share capital		572,855	565,628	572,855	565,628
Premium on ordinary shares		1,792,296	1,686,459	1,792,296	1,686,459
Share warrants	<i>12</i>	9,283	17,299	9,283	17,299
Retained earnings					
Appropriated					
Legal reserve		58,742	58,742	58,742	58,742
Unappropriated		4,982,078	4,090,530	1,876,020	1,778,993
Other components of equity		(25,290)	(56,719)	-	-
Equity attributable to owners of the Company		7,389,964	6,361,939	4,309,196	4,107,121
Non-controlling interests		24,299	25,999	-	-
Total equity		7,414,263	6,387,938	4,309,196	4,107,121
Total liabilities and equity		16,937,804	15,159,733	10,775,671	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)

	Note	Consolidated financial statements		Separate financial statements	
		Three-month periods ended		Three-month periods ended	
		30 September		30 September	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Income	4				
Revenue from sale of goods and rendering of services		3,300,892	2,999,014	1,349,168	1,082,965
Compensation from insurance claim		-	126,500	-	-
Dividend income from subsidiaries	7	-	-	280,637	189,371
Other income	14	8,141	29,224	4,956	6,024
Total income		3,309,033	3,154,738	1,634,761	1,278,360
Expenses	4				
Cost of sale of goods and rendering of services		2,243,371	2,046,621	1,084,649	831,330
Selling expenses		151,536	151,802	71,501	56,121
Administrative expenses	14	282,606	288,807	174,478	124,428
Finance costs		48,732	29,365	34,159	8,210
Total expenses		2,726,245	2,516,595	1,364,787	1,020,089
Share of profit from investments in associates		10,273	6,714	-	-
Profit before income tax		593,061	644,857	269,974	258,271
Income tax benefit (expense)	15	(16,596)	(30,423)	2,880	1,523
Profit for the period		576,465	614,434	272,854	259,794
Other comprehensive income					
<i>Item that are or maybe reclassified to profit or loss</i>					
Foreign currency translation differences for foreign operations		15,382	(4,179)	-	-
Other comprehensive income (loss) for the period, net of income tax		15,382	(4,179)	-	-
Total comprehensive income (loss) for the period		591,847	610,255	272,854	259,794

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Three-month periods ended		Three-month periods ended	
		30 September		30 September	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Profit attributable to:					
Owners of the Company		573,424	611,144	272,854	259,794
Non-controlling interests		3,041	3,290	-	-
Profit for the period		576,465	614,434	272,854	259,794
Total comprehensive income attributable to:					
Owners of the Company		588,806	606,965	272,854	259,794
Non-controlling interests		3,041	3,290	-	-
Total comprehensive income for the period		591,847	610,255	272,854	259,794
Earnings per share					
Basic earnings per share <i>(in Baht)</i>	16	1.00	1.09	0.48	0.46
Diluted earnings per share <i>(in Baht)</i>	16	0.98	1.06	0.47	0.45

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KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Nine-month periods ended		Nine-month periods ended	
		30 September		30 September	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Income	4				
Revenue from sale of goods and rendering of services		9,230,352	8,582,723	3,735,867	3,196,418
Compensation from insurance claim		-	126,500	-	-
Dividend income from subsidiaries	7	-	-	649,469	406,408
Dividend income from associate	6	-	-	10,429	4,216
Other income	14	38,396	123,308	15,431	41,884
Total income		9,268,748	8,832,531	4,411,196	3,648,926
Expenses	4				
Cost of sale of goods and rendering of services		6,403,712	5,871,875	3,035,850	2,440,865
Selling expenses		411,029	458,679	194,576	165,700
Administrative expenses	14	709,879	841,733	347,974	328,719
Finance costs		105,230	95,804	61,993	29,598
Total expenses		7,629,850	7,268,091	3,640,393	2,964,882
Share of profit from investments in associates	6	19,036	27,168	-	-
Profit before income tax		1,657,934	1,591,608	770,803	684,044
Income tax benefit (expense)	15	(73,438)	(51,512)	9,382	5,487
Profit for the period		1,584,496	1,540,096	780,185	689,531
Other comprehensive income					
<i>Item that are or maybe reclassified to profit or loss</i>					
Foreign currency translation differences for foreign operations		31,429	(8,533)	-	-
Other comprehensive income (loss) for the period, net of income tax		31,429	(8,533)	-	-
Total comprehensive income (loss) for the period		1,615,925	1,531,563	780,185	689,531

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Nine-month periods ended		Nine-month periods ended	
		30 September		30 September	
		2015	2014	2015	2014
<i>(in thousand Baht)</i>					
Profit attributable to:					
Owners of the Company		1,574,706	1,529,483	780,185	689,531
Non-controlling interests		9,790	10,613	-	-
Profit for the period		<u>1,584,496</u>	<u>1,540,096</u>	<u>780,185</u>	<u>689,531</u>
Total comprehensive income attributable to:					
Owners of the Company		1,606,135	1,520,950	780,185	689,531
Non-controlling interests		9,790	10,613	-	-
Total comprehensive income for the period		<u>1,615,925</u>	<u>1,531,563</u>	<u>780,185</u>	<u>689,531</u>
Earnings per share					
Basic earnings per share <i>(in Baht)</i>	16	<u>2.77</u>	<u>2.86</u>	<u>1.37</u>	<u>1.29</u>
Diluted earnings per share <i>(in Baht)</i>	16	<u>2.70</u>	<u>2.68</u>	<u>1.34</u>	<u>1.21</u>

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KCE Electronics Public Company Limited and its subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Nine-month periods ended		Nine-month periods ended	
	30 September		30 September	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	1,584,496	1,540,096	780,185	689,531
<i>Adjustments for</i>				
Share of profit from investments in associates	(19,036)	(27,168)	-	-
Depreciation	484,633	411,352	159,237	93,401
Amortisation	23,693	14,156	7,800	6,960
Gain on sale of investments in subsidiary	-	-	-	(600)
Allowance (reversal) of				
net realisable value of inventories	(11,297)	(1,509)	10,068	(10,242)
Loss (Gain) on disposals of equipment	6,216	4,329	(249)	(1,088)
Loss from write-off of inventories	9,733	13,705	-	-
Loss from write-off of equipment	244	15,536	134	5,844
Allowance for impairment on fixed assets	306	61,317	-	6,944
Provision for long-term employee benefits	8,887	6,888	3,029	2,796
Unrealised loss (gain) on exchange rate and hedging activities	124,184	(5,283)	160,965	6,262
Share-based payment transactions	11,894	70,518	4,774	37,505
Unrealised loss (gain) on revaluation of investments in trading securities	995	(1,356)	995	(1,356)
Dividend received from subsidiaries	-	-	(649,469)	(406,408)
Dividend received from associate	-	-	(10,429)	(4,216)
Interest expense	98,015	88,135	59,835	27,540
Income tax expense (benefit)	73,438	51,512	(9,382)	(5,487)
	<u>2,396,401</u>	<u>2,242,228</u>	<u>517,493</u>	<u>447,386</u>
<i>Changes in operating assets and liabilities</i>				
Trade and other receivables	(942,415)	(489,601)	(494,041)	(53,683)
Insurance claim receivable	-	438,244	-	9,800
Inventories	(201,658)	(213,624)	(208,097)	(31,567)
Other current assets	(2,951)	(5,305)	23	3,789
Other non-current assets	30,011	(35,865)	5,723	(3,890)
Trade and other payables	308,862	444,184	306,327	232,917
Other current liabilities	46	(1,921)	(114)	396
Employee benefit obligations	(2,161)	(3,446)	(413)	(377)
Cash generated from operating activities	<u>1,586,135</u>	<u>2,374,894</u>	<u>126,901</u>	<u>604,771</u>
Income tax paid	<u>(52,937)</u>	<u>(50,874)</u>	<u>(967)</u>	<u>(1,108)</u>
Net cash from used in operating activities	<u>1,533,198</u>	<u>2,324,020</u>	<u>125,934</u>	<u>603,663</u>

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KCE Electronics Public Company Limited and its subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Nine-month periods ended		Nine-month periods ended	
	30 September		30 September	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
Cash flows from investing activities				
Proceeds from disposals of equipment	15,997	73,096	9,127	85,627
Purchase of equipment	(1,384,164)	(2,098,376)	(983,473)	(1,724,221)
Purchase of computer software	(44,171)	(35,542)	(27,045)	(7,589)
Dividend received from associate	10,429	4,216	10,429	4,216
Dividend received form subsidiaries	-	-	649,469	406,408
Net cash used in investing activities	(1,401,909)	(2,056,606)	(341,493)	(1,235,559)
Cash flows from financing activities				
Interest paid	(135,661)	(104,714)	(96,730)	(38,940)
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	243,165	(599,520)	600,164	(489,545)
Proceeds from liabilities under hire-purchase and finance lease agreements	-	54,875	-	54,875
Repayment of liabilities under hire-purchase and finance lease agreements	(26,151)	(16,924)	(23,588)	(14,224)
Proceeds from long-term loans	691,536	1,287,499	402,731	1,287,499
Repayment of long-term loans	(312,513)	(903,401)	(168,587)	(232,018)
Proceeds from short-term loans from related parties	-	-	130,000	-
Proceeds from sale of investment in subsidiary without a change in control	-	6,600	-	6,600
Proceeds from capital increase and warrants exercised	93,154	578,309	93,154	578,309
Dividend paid	(694,648)	(509,464)	(683,158)	(497,672)
Net cash from (used in) financing activities	(141,118)	(206,740)	253,986	654,884
Net increase (decrease) in cash and cash equivalents	(9,829)	60,674	38,427	22,988
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	13,104	-	-	-
Cash and cash equivalents at 30 September	466,292	462,765	185,767	197,072
Non-cash transactions				
1) Non-cash related transactions for investing activities				
Net (increase) decrease in other receivables from disposals of machinery and equipment	(31,249)	30	(31,503)	(877)
Net increase in trust receipts from purchases of machinery and equipment	771	27,885	1,726	20,485
Net increase (decrease) in other accounts payables from purchases of machinery and equipment	(443,448)	978,355	(409,237)	1,126,630
2) Non-cash related transaction for financing activities				
Net increase in assets acquired under hire-purchase and finance lease agreements	4,141	15,489	3,690	8,240

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)

Consolidated financial statements													
Other components of equity													
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	Unappropriated								
(in thousand Baht)													
Nine-month period ended 30 September 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	84,108	549,958	(55,109)	-	-	-	-	-	578,957	-	578,957	
Share-based payment transactions	12	-	-	70,518	-	-	-	-	-	70,518	-	70,518	
Cancellation of share warrants		-	-	(649)	-	-	-	-	-	(649)	-	(649)	
Dividend	18	-	-	-	(497,672)	-	-	-	-	(497,672)	(11,792)	(509,464)	
Total contributions by and distributions to owners of the Company		84,108	549,958	14,760	(497,672)	-	-	-	-	151,154	(11,792)	139,362	
<i>Changes in ownership interests in subsidiaries</i>													
Increase of non-controlling interests without a change in control	7	-	-	-	-	-	-	2,032	2,032	2,032	4,568	6,600	
Total transactions with owners, recorded directly in equity		84,108	549,958	14,760	(497,672)	-	-	2,032	2,032	153,186	(7,224)	145,962	
Comprehensive income for the period													
Profit or loss		-	-	-	1,529,483	-	-	-	-	1,529,483	10,613	1,540,096	
Other comprehensive income		-	-	-	-	(8,533)	-	-	(8,533)	(8,533)	-	(8,533)	
Total comprehensive income for the period		-	-	-	1,529,483	(8,533)	-	-	(8,533)	1,520,950	10,613	1,531,563	
Transfer to legal reserve		-	-	-	901	(901)	-	-	-	-	-	-	
Balance at 30 September 2014		564,603	1,669,650	15,443	58,743	3,510,243	(17,324)	(38,559)	2,032	(53,851)	5,764,831	23,119	5,787,950

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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	Unappropriated							
					Legal reserve								
<i>(in thousand Baht)</i>													
Nine-month period ended 30 September 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													
Contributions by and distributions to owners of the Company													
Issue of ordinary shares	11, 12	7,227	105,837	(19,910)	-	-	-	-	-	-	93,154	-	93,154
Share-based payment transactions	12	-	-	11,894	-	-	-	-	-	-	11,894	-	11,894
Dividend	18	-	-	-	-	(683,158)	-	-	-	-	(683,158)	(11,490)	(694,648)
Total contributions by and distributions to owners of the Company		7,227	105,837	(8,016)	-	(683,158)	-	-	-	-	(578,110)	(11,490)	(589,600)
Comprehensive income for the period													
Profit or loss		-	-	-	-	1,574,706	-	-	-	-	1,574,706	9,790	1,584,496
Other comprehensive income		-	-	-	-	-	31,429	-	-	31,429	31,429	-	31,429
Total comprehensive income for the period		-	-	-	-	1,574,706	31,429	-	-	31,429	1,606,135	9,790	1,615,925
Balance at 30 September 2015		572,855	1,792,296	9,283	58,742	4,982,078	11,237	(38,558)	2,031	(25,290)	7,389,964	24,299	7,414,263

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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	Retained earnings		
				Appropriated Legal reserve	Unappropriated		
<i>(in thousand Baht)</i>							
Nine-month period ended 30 September 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	84,108	549,958	(55,109)	-	-	578,957
Share-based payment transactions	12	-	-	70,518	-	-	70,518
Cancellation of share warrants		-	-	(649)	-	-	(649)
Dividend	18	-	-	-	-	(497,672)	(497,672)
Total contributions by and distributions to owners of the Company		84,108	549,958	14,760	-	(497,672)	151,154
Comprehensive income for the period							
Profit or loss		-	-	-	-	689,531	689,531
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	689,531	689,531
Transfer to legal reserve		-	-	-	901	(901)	-
Balance at 30 September 2014		564,603	1,669,650	15,443	58,743	1,544,061	3,852,500

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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>							
Nine-month period ended 30 September 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	7,227	105,837	(19,910)	-	-	93,154
Share-based payment transactions	12	-	-	11,894	-	-	11,894
Dividend	18	-	-	-	-	(683,158)	(683,158)
Total contributions by and distributions to owners of the Company		7,227	105,837	(8,016)	-	(683,158)	(578,110)
Comprehensive income for the period							
Profit or loss		-	-	-	-	780,185	780,185
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	780,185	780,185
Balance at 30 September 2015		572,855	1,792,296	9,283	58,742	1,876,020	4,309,196

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