

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

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 December		31 December	
		2017	2016	2017	2016
		<i>(in Baht)</i>			
Current assets					
Cash and cash equivalents	5	1,139,700,854	891,811,783	453,312,763	270,916,266
Trade and other current receivables	6	3,875,763,454	4,079,692,881	2,348,467,026	2,484,260,335
Inventories	7	2,428,303,813	2,265,165,588	1,085,237,142	1,010,167,800
Other current assets		60,800,006	59,004,852	26,424,713	23,908,405
Total current assets		7,504,568,127	7,295,675,104	3,913,441,644	3,789,252,806
Non-current assets					
Investments in associates	8	110,494,096	122,535,637	1,862,010	1,862,010
Investments in subsidiaries	9	-	-	2,651,365,774	2,627,822,595
Investment properties	10	165,622,908	195,772,672	193,226,726	195,772,672
Property, plant and equipment	11	9,509,951,618	9,137,328,293	5,534,903,061	4,965,242,060
Goodwill	12	117,497,703	117,497,703	-	-
Intangible assets	13	316,793,733	328,896,982	118,422,821	118,867,354
Deferred tax assets	14	52,242,215	51,684,229	-	-
Other non-current assets		73,083,495	78,294,933	51,616,098	55,143,950
Total non-current assets		10,345,685,768	10,032,010,449	8,551,396,490	7,964,710,641
Total assets		17,850,253,895	17,327,685,553	12,464,838,134	11,753,963,447

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

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

Liabilities and equity	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		31 December		31 December	
		2017	2016	2017	2016
		<i>(in Baht)</i>			
Current liabilities					
Bank overdrafts and short-term borrowings from financial institutions	15	1,156,034,310	1,808,270,238	435,000,000	683,684,653
Trade and other current payables	16	2,802,250,596	2,520,144,378	2,157,605,545	1,790,134,120
Current portion of long-term borrowings	15	587,600,674	550,440,397	504,400,674	343,304,079
Current portion of liabilities under hire-purchase and finance lease agreements	15	4,525,931	14,692,338	1,700,033	12,019,315
Income tax payable		42,746,771	48,729,264	-	-
Other current liabilities		1,584,157	1,742,861	-	158,500
Total current liabilities		4,594,742,439	4,944,019,476	3,098,706,252	2,829,300,667
Non-current liabilities					
Long-term borrowings	15	1,766,536,299	2,147,646,402	1,526,607,499	1,969,346,401
Liabilities under hire-purchase and finance lease agreements	15	4,813,521	7,729,478	1,498,001	2,451,391
Deferred tax liabilities	14	47,478,589	48,852,860	10,434,352	9,235,535
Non-current provisions for employee benefits	17	162,375,687	151,934,024	67,409,475	64,060,840
Total non-current liabilities		1,981,204,096	2,356,162,764	1,605,949,327	2,045,094,167
Total liabilities		6,575,946,535	7,300,182,240	4,704,655,579	4,874,394,834

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 December		31 December	
		2017	2016	2017	2016
<i>(in Baht)</i>					
Liabilities and equity					
Equity					
Share capital	18				
Authorised share capital		<u>586,396,798</u>	<u>587,426,511</u>	<u>586,396,798</u>	<u>587,426,511</u>
Issued and paid-up share capital		586,396,798	586,104,798	586,396,798	586,104,798
Share premium		1,906,510,486	1,894,709,665	1,906,510,486	1,894,709,665
Warrants	19	-	1,203,027	-	1,203,027
Retained earnings					
Appropriated					
Legal reserve	20	58,742,651	58,742,651	58,742,651	58,742,651
Unappropriated		8,732,167,397	7,477,691,427	5,208,532,620	4,338,808,472
Other components of equity	20	<u>-55,127,226</u>	<u>-28,226,002</u>	<u>-</u>	<u>-</u>
Equity attributable to owners of the Company		11,228,690,106	9,990,225,566	7,760,182,555	6,879,568,613
Non-controlling interests		<u>45,617,254</u>	<u>37,277,747</u>	<u>-</u>	<u>-</u>
Total equity		11,274,307,360	10,027,503,313	7,760,182,555	6,879,568,613
Total liabilities and equity		17,850,253,895	17,327,685,553	12,464,838,134	11,753,963,447

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income

	Note	Consolidated financial statements		Separate financial statements	
		For the year ended		For the year ended	
		31 December		31 December	
		2017	2016	2017	2016
		(in Baht)			
Revenue	4				
Revenues from sale of goods and rendering of services	21	14,195,406,519	13,797,491,995	7,791,433,653	6,805,465,929
Dividend income from subsidiaries	4, 9	-	-	1,067,298,280	2,363,388,914
Dividend income from associate	4, 8	-	-	26,492,898	10,629,560
Other income	22	301,422,142	180,586,622	239,261,424	112,398,311
Total revenues		14,496,828,661	13,978,078,617	9,124,486,255	9,291,882,714
Expenses	4				
Cost of sale of goods and rendering of services		9,933,130,423	8,984,980,450	5,950,745,224	4,902,759,724
Distribution costs	23	687,735,543	567,829,736	440,980,612	306,756,581
Administrative expenses	24	1,129,898,052	1,127,067,702	479,391,407	466,914,966
Finance costs	27	126,870,010	171,488,388	92,420,006	138,908,664
Total expenses		11,877,634,028	10,851,366,276	6,963,537,249	5,815,339,935
Share of profit from investments in associates	8	22,087,112	28,498,887	-	-
Profit before income tax		2,641,281,745	3,155,211,228	2,160,949,006	3,476,542,779
Tax (expense) income	28	-78,447,467	-98,260,495	-1,198,817	5,908,171
Profit for the year		2,562,834,278	3,056,950,733	2,159,750,189	3,482,450,950
Other comprehensive income					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Exchange differences on translating financial statements		(26,901,224)	(1,379,485)	-	-
Total items that will be reclassified subsequently to profit or loss		(26,901,224)	(1,379,485)	-	-
<i>Items that will not be reclassified to profit or loss</i>					
Losses on remeasurements of defined benefit plans	17	-	(57,869,598)	-	(26,774,417)
Income tax relating to items that will not be reclassified	14	-	11,573,920	-	5,354,883
Total items that will not be reclassified to profit or loss		-	(46,295,678)	-	(21,419,534)
Other comprehensive income (expense) for the year, net of tax		-26,901,224	-47,675,163	-	-21,419,534
Total comprehensive income for the year		2,535,933,054	3,009,275,570	2,159,750,189	3,461,031,416

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income

	Note	Consolidated financial statements		Separate financial statements	
		For the year ended		For the year ended	
		2017	2016	2017	2016
		<i>(in Baht)</i>			
Profit attributable to:					
Owners of the Company		2,544,502,011	3,038,747,419	2,159,750,189	3,482,450,950
Non-controlling interests		18,332,267	18,203,314	-	-
Profit for the year		<u>2,562,834,278</u>	<u>3,056,950,733</u>	<u>2,159,750,189</u>	<u>3,482,450,950</u>
Total comprehensive income attributable to:					
Owners of the Company		2,517,600,787	2,991,072,256	2,159,750,189	3,461,031,416
Non-controlling interests		18,332,267	18,203,314	-	-
Total comprehensive income for the year		<u>2,535,933,054</u>	<u>3,009,275,570</u>	<u>2,159,750,189</u>	<u>3,461,031,416</u>
Earnings per share					
Basic earnings per share	30	<u>4.34</u>	<u>5.23</u>	<u>3.68</u>	<u>5.99</u>
Diluted earnings per share	30	<u>4.34</u>	<u>5.18</u>	<u>3.68</u>	<u>5.94</u>

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of changes in equity

Consolidated financial statements												
Other components of equity												
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												
Note	Issued and paid-up share capital	Share premium	Warrants	Retained earnings		Translation financial statements	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests			
				Legal reserve	Unappropriated							
<i>(in Baht)</i>												
Year ended 31 December 2016												
Balance at 1 January 2016												
	574,763,198	1,810,409,662	8,782,511	58,742,651	5,647,478,562	9,680,462	(38,558,460)	2,031,481	(26,846,517)	8,073,330,067	26,876,677	8,100,206,744
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners of the Company</i>												
	11,341,600	84,300,003	(10,075,895)	-	-	-	-	-	-	85,565,708	-	85,565,708
18, 19										2,496,411	-	2,496,411
	-	-	2,496,411	-	-	-	-	-	-	-	-	-
19										-	-	-
	-	-	-	-	(1,162,238,876)	-	-	-	-	(1,162,238,876)	(9,012,244)	(1,171,251,120)
31												
Total contributions by and distributions to owners of the Company												
	11,341,600	84,300,003	(7,579,484)	-	(1,162,238,876)	-	-	-	-	(1,074,176,757)	(9,012,244)	(1,083,189,001)
<i>Changes in ownership interests in subsidiaries</i>												
<i>Increase of non-controlling interests without a change in control</i>												
	-	-	-	-	-	-	-	-	-	-	1,210,000	1,210,000
Total changes in ownership interests in subsidiaries												
	-	-	-	-	-	-	-	-	-	-	1,210,000	1,210,000
Total transactions with owners, recorded directly in equity												
	11,341,600	84,300,003	(7,579,484)	-	(1,162,238,876)	-	-	-	-	(1,074,176,757)	(7,802,244)	(1,081,979,001)
Comprehensive income for the year												
<i>Profit or loss</i>												
	-	-	-	-	3,038,747,419	-	-	-	-	3,038,747,419	18,203,314	3,056,950,733
<i>Other comprehensive income</i>												
	-	-	-	-	-46,295,678	(1,379,485)	-	-	(1,379,485)	(47,675,163)	-	(47,675,163)
Total comprehensive income for the year												
	-	-	-	-	2,992,451,741	(1,379,485)	-	-	(1,379,485)	2,991,072,256	18,203,314	3,009,275,570
Balance at 31 December 2016												
	586,104,798	1,894,709,665	1,203,027	58,742,651	7,477,691,427	8,300,977	(38,558,460)	2,031,481	(28,226,002)	9,990,225,566	37,277,747	10,027,503,313

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of changes in equity

Consolidated financial statements												
Other components of equity												
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												
<i>Note</i>	Issued and paid-up share capital	Share premium	Warrants	Retained earnings		Translation financial statements	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity		
				Legal reserve	Unappropriated							
<i>(in Baht)</i>												
Year ended 31 December 2017												
Balance at 1 January 2017	586,104,798	1,894,709,665	1,203,027	58,742,651	7,477,691,427	8,300,977	(38,558,460)	2,031,481	(28,226,002)	9,990,225,566	37,277,747	10,027,503,313
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners of the Company</i>												
Issue of ordinary shares	18, 19 292,000	11,800,821	(2,751,741)	-	-	-	-	-	-	9,341,080	-	9,341,080
Share-based payment transactions	19 -	-	1,548,714	-	-	-	-	-	-	1,548,714	-	1,548,714
Dividends	31 -	-	-	-	(1,290,026,041)	-	-	-	-	(1,290,026,041)	(11,202,760)	(1,301,228,801)
Total contributions by and distributions to owners of the Company	292,000	11,800,821	(1,203,027)	-	(1,290,026,041)	-	-	-	-	(1,279,136,247)	(11,202,760)	(1,290,339,007)
<i>Changes in ownership interests in subsidiaries</i>												
Increase of non-controlling interests without a change in control	-	-	-	-	-	-	-	-	-	-	1,210,000	1,210,000
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	1,210,000	1,210,000
Total transactions with owners, recorded directly in equity	292,000	11,800,821	(1,203,027)	-	(1,290,026,041)	-	-	-	-	(1,279,136,247)	(9,992,760)	(1,289,129,007)
Comprehensive income for the year												
Profit or loss	-	-	-	-	2,544,502,011	-	-	-	-	2,544,502,011	18,332,267	2,562,834,278
Other comprehensive income	-	-	-	-	-	(26,901,224)	-	-	(26,901,224)	(26,901,224)	-	(26,901,224)
Total comprehensive income for the year	-	-	-	-	2,544,502,011	(26,901,224)	-	-	(26,901,224)	2,517,600,787	18,332,267	2,535,933,054
Balance at 31 December 2017	586,396,798	1,906,510,486	-	58,742,651	8,732,167,397	(18,600,247)	(38,558,460)	2,031,481	(55,127,226)	11,228,690,106	45,617,254	11,274,307,360

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of changes in equity

	Note	Issued and paid-up share capital	Share premium	Separate financial statements			Total equity
				Warrants	Legal reserve	Unappropriated	
				Retained earnings			
				(in Baht)			
Year ended 31 December 2016							
Balance at 1 January 2016		574,763,198	1,810,409,662	8,782,511	58,742,651	2,040,015,932	4,492,713,954
Transactions with owners, recorded directly in equity							
<i>Contributions by and distributions to owners of the Company</i>							
Issue of ordinary shares	18, 19	11,341,600	84,300,003	(10,075,895)	-	-	85,565,708
Share-based payment transactions	19	-	-	2,496,411	-	-	2,496,411
Dividends	31	-	-	-	-	(1,162,238,876)	(1,162,238,876)
Total contributions by and distributions to owners of the Company		11,341,600	84,300,003	-7,579,484	-	-1,162,238,876	-1,074,176,757
Comprehensive income for the year							
Profit or loss		-	-	-	-	3,482,450,950	3,482,450,950
Other comprehensive income		-	-	-	-	(21,419,534)	(21,419,534)
Total comprehensive income for the year		-	-	-	-	3,461,031,416	3,461,031,416
Balance at 31 December 2016		586,104,798	1,894,709,665	1,203,027	58,742,651	4,338,808,472	6,879,568,613

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of changes in equity

	Note	Issued and paid-up share capital	Share premium	Separate financial statements		Total equity	
				Warrants	Legal reserve		Unappropriated
				Retained earnings			
				(in Baht)			
Year ended 31 December 2017							
Balance at 1 January 2017		586,104,798	1,894,709,665	1,203,027	58,742,651	4,338,808,472	6,879,568,613
Transactions with owners, recorded directly in equity							
<i>Contributions by and distributions to owners of the Company</i>							
Issue of ordinary shares	18, 19	292,000	11,800,821	(2,751,741)	-	-	9,341,080
Share-based payment transactions	19	-	-	1,548,714	-	-	1,548,714
Dividends	31	-	-	-	-	(1,290,026,041)	(1,290,026,041)
Total contributions by and distributions to owners of the Company		292,000	11,800,821	-1,203,027	-	-1,290,026,041	-1,279,136,247
Comprehensive income for the year							
Profit or loss		-	-	-	-	2,159,750,189	2,159,750,189
Total comprehensive income for the year		-	-	-	-	2,159,750,189	2,159,750,189
Balance at 31 December 2017		586,396,798	1,906,510,486	-	58,742,651	5,208,532,620	7,760,182,555

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

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

	Consolidated financial statements		Separate financial statements	
	For the year ended		For the year ended	
	31 December		31 December	
	2017	2016	2017	2016
	<i>(in Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the year	2,562,834,278	3,056,950,733	2,159,750,189	3,482,450,950
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Share of profit from investments in associates	(22,087,112)	(28,498,887)	-	-
Depreciation for plant and equipment and investment properties	884,441,080	849,140,866	427,681,939	389,966,271
Amortisation	32,762,887	32,843,831	12,680,189	12,250,542
(Reversal of) allowance for inventories devaluation	(19,132,363)	21,680,821	(2,322,998)	5,675,424
Loss (gain) on disposal of property, plant and equipment	502,620	(8,460,498)	(1,068,105)	(2,343,702)
Loss from write-off of inventories	20,577,868	12,482,471	10,871,540	7,350,323
Loss from write-off of equipment	6,490,957	13,569,121	7,863,249	166,981
(Reversal of) allowance for impairment losses on assets	(9,000,422)	57,440,615	-	-
Provision for employee benefit	15,178,444	11,382,732	5,407,451	4,256,925
Unrealised gain on exchange rate and hedging activities	(119,027,956)	(26,850,205)	(122,968,690)	(27,346,165)
Share-based payment transactions	1,548,714	2,496,411	795,535	1,005,523
Gain on sale of current investment in trading securities	-	(428,685)	-	(428,685)
Dividend received from subsidiaries	-	-	(1,067,298,280)	(2,363,388,914)
Dividend received from associate	-	-	(26,492,898)	(10,629,560)
Interest expense	117,363,972	161,619,612	88,615,898	135,377,610
Tax expense (income)	78,447,467	98,260,495	1,198,817	(5,908,171)
	<u>3,550,900,434</u>	<u>4,253,629,433</u>	<u>1,494,713,836</u>	<u>1,628,455,352</u>
<i>Changes in operating assets and liabilities</i>				
Trade and other current receivables	165,253,518	509,253,110	111,804,295	-323,908,383
Inventories	-164,583,730	-615,386,089	-83,617,885	-322,122,991
Other current assets	16,509,070	-16,973,678	772,783	-10,774,759
Other non-current assets	-5,544,062	9,721,833	2,209,467	9,881,169
Trade and other current payables	105,409,601	348,986,877	161,981,258	416,415,122
Other current liabilities	-158,704	158,705	-158,500	158,500
Employee benefit paid	-4,736,781	-4,415,334	-2,058,815	-129,260
Net cash generated from operating	<u>3,663,049,346</u>	<u>4,484,974,857</u>	<u>1,685,646,439</u>	<u>1,397,974,750</u>
Taxes paid	<u>-89,943,912</u>	<u>-111,390,353</u>	<u>-3,289,091</u>	<u>-2,430,295</u>
Net cash from operating activities	<u>3,573,105,434</u>	<u>4,373,584,504</u>	<u>1,682,357,348</u>	<u>1,395,544,455</u>

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

KCE Electronics Public Company Limited and its subsidiaries

Statement of cash flows

	Consolidated financial statements		Separate financial statements	
	For the year ended 31 December		For the year ended 31 December	
	2017	2016	2017	2016
	<i>(in Baht)</i>			
Cash flows from investing activities				
Proceeds from disposals of machinery and equipment	2,891,923	10,131,237	1,275,113	5,322,307
Acquisition of property, plant and equipment	(1,052,734,828)	(852,592,210)	(788,726,025)	(464,154,870)
Acquisition of intangible assets	(20,659,638)	(7,559,182)	(12,235,656)	(3,758,023)
Acquisition of investment properties	-	(195,960,486)	-	(195,960,486)
Proceeds from sale of current investment in trading securities	-	3,011,605	-	3,011,605
Increase in investment in subsidiary	-	-	(22,790,000)	(23,980,000)
Dividend received from associate	26,492,898	10,629,560	26,492,898	10,629,560
Dividend received from subsidiaries	-	-	1,067,298,280	2,363,388,914
Net cash from (used in) investing activities	-1,044,009,645	-1,032,339,476	271,314,610	1,694,499,007
Cash flows from financing activities				
Interest paid	(117,423,236)	(165,798,603)	(89,049,742)	(138,388,402)
Decrease in bank overdrafts and short-term borrowings from financial institutions	(632,570,107)	(411,987,349)	(241,136,581)	(338,632,464)
Repayment of liabilities under hire-purchase and finance lease agreements	-13,973,919	-40,603,358	(12,164,228)	(31,662,827)
Proceed from long-term borrowings	832,284,050	782,727,770	697,644,050	532,727,770
Repayment of long-term borrowings	(1,039,580,317)	(2,201,911,581)	(845,883,999)	(1,947,617,016)
Net cash inflow from sale of investment in subsidiary without a change in control	-	1,210,000	-	1,210,000
Net cash inflow on additional investment in subsidiary without a change in control	1,210,000	-	-	-
Proceed from capital increase and warrants exercised	9,341,080	85,565,708	9,341,080	85,565,708
Dividend paid	(1,301,228,801)	(1,171,251,120)	(1,290,026,041)	(1,162,238,876)
Net cash used in financing activities	-2,261,941,250	-3,122,048,533	-1,771,275,461	-2,999,036,107
Net increase in cash and cash equivalents before effect of exchange rate	267,154,539	219,196,495	182,396,497	91,007,355
Effect of exchange rate changes on balances held in foreign currencies	(19,265,468)	(867,829)	-	-
Net increase in cash and cash equivalents	247,889,071	218,328,666	182,396,497	91,007,355
Cash and cash equivalents at 1 January	891,811,783	673,483,117	270,916,266	179,908,911
Cash and cash equivalents at 31 December	1,139,700,854	891,811,783	453,312,763	270,916,266
Non-cash transactions				
1) Non-cash related transactions for investing activities				
Net decrease in other current receivables from disposal of machinery and equipment	95,000	95,000	225,320	98,309
Net increase (decrease) in trust receipts from purchase of machinery and equipment	(12,093,020)	-2,722,088	-7,548,072	2,218,763
Net increase (decrease) in other current payables from purchase of machinery and equipment	175,541,768	-71,523,398	230,776,347	-111,565,743
2) Non-cash related transaction for financing activities				
Net increase in assets acquired under hire-purchase and finance lease agreements	891,555	13,115,687	891,555	1,471,402

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