May 5, 2020

The Director and Manager
The Stock Exchange of Thailand

Re: Notification of the temporary closure of a subsidiary

KCE Electronics Public Company Limited (“the Company,” or “KCE”) would like to notify the temporary closure of one of our subsidiary, KCE International Co., Ltd., (“KCEI”), due to the impact of the COVID-19 outbreak on the current market and a decline in demand from automotive customers worldwide.

Following the lockdown measures implemented by many countries in which the Company operates, the Company is forced to gradually adjust production of all business units during the coming days. In this regard, we have decided to temporarily close and transfer the operations of KCEI in the Bangpoo Industrial Estate, to our new plant in the LatKrabang Industrial Estate. This will enable the KCE LatKrabang plant to operate at a higher efficiency level and the Company to benefit from a reduction in fixed costs. This initiative will minimize the impact on the Company’s profitability due to COVID-19.

The temporary closure of KCEI will begin on May 7, 2020, and end when the COVID-19 outbreak is under control and the automotive market recovers and returns to normality. All KCEI’s employees will be relocated to the LatKrabang plant to ensure that customers continue to receive products and services as usual.

During this transition, we remain confident about the long-term potential of our business thanks to the Company’s strong financial position and principles.

Forwarded for your information

Sincerely yours,

(Mrs. Voraluksana Ongkosit)
Executive Vice Chairperson