

**KCE Electronics Public Company Limited
and its subsidiaries**

Condensed interim financial statements
for the three-month and six-month periods ended
30June2023
and
Independent auditor's review report

Independent auditor's report on review of interim financial information

To the Board of Directors of KCE Electronics Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of KCE Electronics Public Company Limited and its subsidiaries, and of KCE Electronics Public Company Limited, respectively, as at 30 June 2023, the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2023, the consolidated and separate statement of changes in equity and cash flows for the six-month period ended 30 June 2023; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

(Sumate Jangsamsee)
Certified Public Accountant
Registration No. 9362

KPMG Phoomchai Audit Ltd.
Bangkok
8 August 2023

KCE Electronics Public Company Limited and its subsidiaries

Statement of financial position

Assets	Note	Consolidated financial statements		Separate financial statements	
		30 June	31 December	30 June	31 December
		2023	2022	2023	2022
		(Unaudited)		(Unaudited)	
(in thousand Baht)					
Current assets					
Cash and cash equivalents		1,360,504	1,144,528	473,963	188,569
Trade and other current receivables	3	4,348,422	4,900,150	3,283,283	3,661,120
Inventories	4	4,703,655	4,907,619	2,456,701	2,655,987
Other current financial assets	10	-	8,370	-	-
Other current assets		98,269	118,530	36,113	43,041
Total current assets		10,510,850	11,079,197	6,250,060	6,548,717
Non-current assets					
Investment in associate	5	26,064	35,764	1,642	1,642
Investments in subsidiaries	5	-	-	2,849,476	2,849,397
Contract costs assets	7	372,759	384,229	357,454	365,046
Investment properties		155,571	154,712	180,179	180,497
Property, plant and equipment	6	8,523,244	8,864,068	5,322,967	5,512,632
Right-of-use assets		13,938	14,135	13,303	14,135
Goodwill		153,517	153,517	-	-
Intangible assets		152,210	169,630	64,114	69,508
Deferred tax assets		107,674	110,334	28,815	29,930
Other non-current assets		22,706	27,897	9,302	18,238
Total non-current assets		9,527,683	9,914,286	8,827,252	9,041,025
Total assets		20,038,533	20,993,483	15,077,312	15,589,742

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statement of financial position

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		30 June	31 December	30 June	31 December
		2023	2022	2023	2022
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
Current liabilities					
Bank overdrafts and short-term borrowings from financial institutions		1,914,413	2,172,507	1,216,173	1,516,882
Trade and other current payables		2,936,458	3,248,752	2,309,463	2,617,210
Current portion of long-term borrowings		598,057	738,423	369,836	538,000
Current portion of lease liabilities		4,163	4,159	4,000	4,159
Corporate income tax payable		50,416	79,718	501	8,220
Other current financial liabilities	10	15,115	-	6,481	-
Total current liabilities		5,518,622	6,243,559	3,906,454	4,684,471
Non-current liabilities					
Long-term borrowings		675,670	903,533	526,872	648,080
Lease liabilities		5,196	6,108	4,898	6,108
Deferred tax liabilities		46,043	47,842	-	-
Non-current provisions for employee benefits		325,929	347,132	163,232	172,224
Total non-current liabilities		1,052,838	1,304,615	695,002	826,412
Total liabilities		6,571,460	7,548,174	4,601,456	5,510,883

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statement of financial position

Liabilities and equity	Consolidated financial		Separate financial	
	statements		statements	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
	(Unaudited)		(Unaudited)	
	<i>(in thousand Baht)</i>			
Equity				
Share capital				
Authorised share capital	591,397	591,397	591,397	591,397
Issued and paid-up share capital	591,044	590,983	591,044	590,983
Share premium	2,160,859	2,156,723	2,160,859	2,156,723
Warrants	-	739	-	739
Retained earnings				
Appropriated				
Legal reserve	59,140	59,140	59,140	59,140
Unappropriated	10,627,978	10,615,583	7,663,812	7,270,273
Other components of equity	(26,728)	(33,694)	1,001	1,001
Equity attributable to owners of the Company	13,412,293	13,389,474	10,475,856	10,078,859
Non-controlling interests	54,780	55,835	-	-
Total equity	13,467,073	13,445,309	10,475,856	10,078,859
Total liabilities and equity	20,038,533	20,993,483	15,077,312	15,589,742

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended		Three-month period ended	
	30 June		30 June	
	2023	2022	2023	2022
	(in thousand Baht)			
Revenues				
Revenues from sale of goods and rendering of services	3,897,822	4,667,358	2,388,663	2,563,633
Dividend income from subsidiaries	-	-	921,267	898,639
Dividend income from an associate	-	-	16,271	17,360
Other income	101,182	72,732	72,022	34,921
Total revenues	3,999,004	4,740,090	3,398,223	3,514,553
Expenses				
Cost of sale of goods and rendering of services	3,152,175	3,603,164	2,041,030	2,051,230
Distribution costs	126,964	149,810	126,134	137,344
Administrative expenses	288,270	339,698	154,830	172,957
Total expenses	3,567,409	4,092,672	2,321,994	2,361,531
Profit from operating activities	431,595	647,418	1,076,229	1,153,022
Finance costs	(28,939)	(16,859)	(19,573)	(11,851)
Share of profit of investments in associate	3,011	4,268	-	-
Profit before income tax expense	405,667	634,827	1,056,656	1,141,171
Tax expense	(23,849)	(54,217)	(3,162)	(3,096)
Profit for the period	381,818	580,610	1,053,494	1,138,075
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating financial statements	10,513	14,982	-	-
Other comprehensive income for the period, net of tax	10,513	14,982	-	-
Total comprehensive income for the period	392,331	595,592	1,053,494	1,138,075

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended		Three-month period ended	
	30 June		30 June	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Profit attributable to:				
Owners of the Company	376,179	571,905	1,053,494	1,138,075
Non-controlling interests	5,639	8,705	-	-
Profit for the period	381,818	580,610	1,053,494	1,138,075
Total comprehensive income attributable to:				
Owners of the Company	386,692	586,887	1,053,494	1,138,075
Non-controlling interests	5,639	8,705	-	-
Total comprehensive income for the period	392,331	595,592	1,053,494	1,138,075
Earnings per share <i>(in Baht)</i>				
Basic earnings per share	0.32	0.48	0.89	0.96
Diluted earning per share	0.32	0.48	0.89	0.96

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income (Unaudited)

		Consolidated financial statements		Separate financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
	<i>Note</i>	2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
Revenues					
Revenues from sale of goods and rendering of services	7	7,922,673	9,199,910	4,682,136	5,040,408
Dividend income from subsidiaries		-	-	921,267	898,639
Dividend income from an associate	5	-	-	16,271	17,360
Other income		188,002	188,020	126,829	98,635
Total revenues		8,110,675	9,387,930	5,746,503	6,055,042
Expenses					
Cost of sale of goods and rendering of services		6,387,688	7,100,674	4,036,072	4,039,557
Distribution costs		276,854	305,026	255,988	267,321
Administrative expenses		618,816	693,281	309,928	332,757
Total expenses		7,283,358	8,098,981	4,601,988	4,639,635
Profit from operating activities		827,317	1,288,949	1,144,515	1,415,407
Finance costs		(52,473)	(28,664)	(37,205)	(20,408)
Share of profit of investments in associate	5	7,511	9,213	-	-
Profit before income tax expense		782,355	1,269,498	1,107,310	1,394,999
Tax expense		(48,887)	(89,193)	(4,518)	(5,132)
Profit for the period		733,468	1,180,305	1,102,792	1,389,867
Other comprehensive income					
Items that will be reclassified subsequently to profit or loss					
Exchange differences on translating financial statements		6,966	13,144	-	-
Other comprehensive income for the period, net of tax		6,966	13,144	-	-
Total comprehensive income for the period		740,434	1,193,449	1,102,792	1,389,867

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statement of comprehensive income (Unaudited)

		Consolidated financial statements		Separate financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
	Note	2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
Profit attributable to:					
Owners of the Company		721,648	1,161,676	1,102,792	1,389,867
Non-controlling interests		11,820	18,629	-	-
Profit for the period		733,468	1,180,305	1,102,792	1,389,867
Total comprehensive income attributable to:					
Owners of the Company		728,614	1,174,820	1,102,792	1,389,867
Non-controlling interests		11,820	18,629	-	-
Total comprehensive income for the period		740,434	1,193,449	1,102,792	1,389,867
Earnings per share <i>(in Baht)</i>					
Basic earnings per share	9	0.61	0.98	0.93	1.18
Diluted earning per share	9	0.61	0.98	0.93	1.18

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries
Statement of changes in equity (Unaudited)

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	Legal reserve	Unappropriated	Translation financial statements	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
(in thousand Baht)												
Six-month period ended 30 June 2022												
	590,795	2,146,465	(26)	59,140	10,620,715	(155)	(38,558)	2,031	(36,682)	13,380,407	61,683	13,442,090
Transactions with owners, recorded directly in equity												
Contributions by and distributions to owners												
	119	6,507	(310)	-	-	-	-	-	-	6,316	-	6,316
	-	-	835	-	-	-	-	-	-	835	-	835
8	-	-	-	-	(1,181,780)	-	-	-	-	(1,181,780)	(18,696)	(1,200,476)
	119	6,507	525	-	(1,181,780)	-	-	-	-	(1,174,629)	(18,696)	(1,193,325)
Total transactions with owners, recorded directly in equity												
	119	6,507	525	-	(1,181,780)	-	-	-	-	(1,174,629)	(18,696)	(1,193,325)
Comprehensive income for the period												
	-	-	-	-	1,161,676	-	-	-	-	1,161,676	18,629	1,180,305
	-	-	-	-	-	13,144	-	-	13,144	13,144	-	13,144
Total comprehensive income for the period												
	-	-	-	-	1,161,676	13,144	-	-	13,144	1,174,820	18,629	1,193,449
Balance at 30 June 2022												
	590,914	2,152,972	499	59,140	10,600,611	12,989	(38,558)	2,031	(23,538)	13,380,598	61,616	13,442,214

KCE Electronics Public Company Limited and its subsidiaries
Statement of changes in equity (Unaudited)

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	book value of the subsidiaries at the acquisition date	percentage of holding in subsidiaries	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity	
				Legal reserve	Unappropriated							
(in thousand Baht)												
Six-month period ended 30 June 2023												
	590,983	2,156,723	739	59,140	10,615,583	2,833	(38,558)	2,031	(33,694)	13,389,474	55,835	13,445,309
Transactions with owners, recorded directly in equity												
Contributions by and distributions to owners												
	61	3,355	(160)	-	-	-	-	-	3,256	-	3,256	
	-	781	(579)	-	-	-	-	-	202	-	202	
8	-	-	-	-	(709,253)	-	-	-	(709,253)	(12,875)	(722,128)	
Total contributions by and distributions to owners												
	61	4,136	(739)	-	(709,253)	-	-	-	(705,795)	(12,875)	(718,670)	
Total transactions with owners, recorded directly in equity												
	61	4,136	(739)	-	(709,253)	-	-	-	(705,795)	(12,875)	(718,670)	
Comprehensive income for the period												
	-	-	-	-	721,648	-	-	-	721,648	11,820	733,468	
	-	-	-	-	-	6,966	-	-	6,966	-	6,966	
Total comprehensive income for the period												
	-	-	-	-	721,648	6,966	-	-	728,614	11,820	740,434	
Balance at 30 June 2023												
	591,044	2,160,859	-	59,140	10,627,978	9,799	(38,558)	2,031	(26,728)	13,412,293	54,780	13,467,073

KCE Electronics Public Company Limited and its subsidiaries
Statement of changes in equity (Unaudited)

Separate financial statements							
				Retained earnings		Other components	
						of equity	
						Change in	
						percentage of	
						holding in	
						subsidiaries	

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries
Statement of changes in equity (Unaudited)

Separate financial statements							
				Retained earnings		Other components	
						of equity	
						Change in	
						percentage of	
						holding in	
						subsidiaries	

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Six-month period ended		Six-month period ended	
	30 June		30 June	
	2023	2022	2023	2022
	(in thousand Baht)			
<i>Cash flows from operating activities</i>				
Profit for the period	733,468	1,180,305	1,102,792	1,389,867
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Tax expense	48,887	89,193	4,518	5,132
Share of profit of associate accounted for using equity method, net of tax	(7,511)	(9,213)	-	-
Depreciation and amortisation	550,040	526,705	311,305	295,392
Amortisation on contract costs assets	14,878	19,051	11,000	10,244
Reversal of expected credit loss	(6)	(34)	-	-
(Reversal of) loss on for inventories devaluation	(10,771)	21,722	(5,006)	12,512
Loss on fair value adjustment of unit trust	-	49,837	-	-
Loss on sale of unit trust	-	19,248	-	-
Loss (gain) on disposal of machinery and equipment	578	(1,919)	-	(622)
Loss from write-off of equipment	1,530	2,742	763	12
Provision for impairment losses on assets	1,303	133	-	-
Loss from write-off inventories	10,386	-	-	-
Provision for employee benefit	15,512	15,083	7,339	28,550
Unrealised loss (gain) on exchange rate and changes in fair value of derivatives	(17,071)	53,275	(20,397)	26,396
Share-based payment transactions	202	835	123	442
Dividends received from subsidiaries	-	-	(921,267)	(898,639)
Dividends received from an associate	-	-	(16,271)	(17,360)
Interest expense	48,521	23,984	35,054	18,653
	<u>1,389,946</u>	<u>1,990,947</u>	<u>509,953</u>	<u>870,579</u>
<i>Changes in operating assets and liabilities</i>				
Trade and other current receivables	669,945	(577,144)	477,422	(160,744)
Inventories	204,349	(167,063)	204,292	(354,980)
Other current assets	24,683	(1,637)	8,642	4,272
Contract costs assets	(3,408)	(5,974)	(3,408)	(5,974)
Other non-current assets	(7,056)	17,504	1,896	(7,760)
Trade and other current payables	(323,820)	(376,202)	(334,091)	(122,312)
Other current financial liabilities	8,442	(2,451)	-	-
Employee benefit paid	(36,715)	(21,297)	(16,331)	(9,966)
Net cash generated from operations	<u>1,926,366</u>	<u>856,683</u>	<u>848,375</u>	<u>213,115</u>
Taxes paid	<u>(68,884)</u>	<u>(154,823)</u>	<u>(9,918)</u>	<u>(10,336)</u>
Net cash from operating activities	<u>1,857,482</u>	<u>701,860</u>	<u>838,457</u>	<u>202,779</u>

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Six-month period ended		Six-month period ended	
	30 June		30 June	
	2023	2022	2023	2022
	(in thousand Baht)			
<i>Cash flows from investing activities</i>				
Cash receipts from unit trust	-	344,637	-	-
Proceeds from disposals of machinery and equipment	1,378	2,363	644	622
Acquisition of property, plant and equipment and investment properties	(218,422)	(703,348)	(118,053)	(253,085)
Acquisition of intangible assets	(3,973)	(605)	(3,513)	(208)
Dividend received from subsidiaries	-	-	921,267	898,639
Dividend received from an associate	16,271	17,360	16,271	17,360
Net cash from (used in) investing activities	(204,746)	(339,593)	816,616	663,328
<i>Cash flows from financing activities</i>				
Interest paid	(54,096)	(31,633)	(40,448)	(23,133)
Increase (decrease) in bank overdrafts and short-term borrowings from financial institutions	(273,205)	619,747	(314,665)	280,114
Payment of lease liabilities	(4,594)	(3,058)	(3,935)	(3,058)
Proceeds from long-term borrowings	-	308,079	-	308,079
Repayment of long-term borrowings	(394,226)	(314,369)	(304,635)	(232,629)
Proceeds from capital increase and warrants exercised	3,257	6,315	3,257	6,315
Dividend paid	(722,128)	(1,200,476)	(709,253)	(1,181,780)
Net cash used in financing activities	(1,444,992)	(615,395)	(1,369,679)	(846,092)
Net increase (decrease) in cash and cash equivalents before effect of exchange rate	207,744	(253,128)	285,394	20,015
Effect of exchange rate changes on balances held in foreign currencies	8,232	15,805	-	-
Net increase (decrease) in cash and cash equivalents	215,976	(237,323)	285,394	20,015
Cash and cash equivalents at 1 January	1,144,528	1,965,782	188,569	232,584
Cash and cash equivalents at 30 June	1,360,504	1,728,459	473,963	252,599
Supplemental disclosure of cash flows information				
1) Net decrease in other current receivables from disposal of machinery and equipment	-	-	644	-
2) Net decrease in other current payables from purchases of machinery and equipment	(41,118)	(98,595)	(17,257)	(95,713)
3) Net increase (decrease) in right-of-use assets	3,507	3,406	171	(3,214)
4) Borrowing costs relating to the acquisition of assets	7,796	9,182	6,750	5,006

The accompanying notes form an integral part of the interim financial statements.

KCE Electronics Public Company Limited and its subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

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KCE Electronics Public Company Limited and its subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements and were approved and authorised for issue by the Board of Directors on 8 August 2023.

1 Basis of preparation of the interim financial statements

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The interim financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2022.

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group’s accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2022.

2 Related parties

<i>Significant transactions with related parties</i> <i>For six-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Subsidiaries				
Sales of goods	-	-	587,025	859,681
Rendering of service	-	-	62,312	38,364
Rental income	-	-	2,830	3,556
Other income	-	-	10,231	7,619
Purchases of goods	-	-	1,383,872	1,734,141
Purchases of property, plant and equipment	-	-	142	2,100
Dividend	-	-	921,267	898,639
Commission expense	-	-	96,570	107,934
Other expenses	-	-	42,354	80,122
Associate				
Purchases of raw materials	45,523	52,305	32,030	34,862
Purchases of property, plant and equipment	2,681	2,650	2,681	2,650
Dividend income	16,271	17,360	16,271	17,360
Other expenses	1,642	2,347	1,251	1,609
Other income	731	695	731	695
Key management personnel				
Key management personnel compensation				
Short-term employee benefit	80,605	67,067	26,284	23,342
Retirement benefits obligations	1,231	928	601	254
Total key management personnel compensation	81,836	67,995	26,885	23,596

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Balances as at 30 June 2023 and 31 December 2022 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	<i>(in thousand Baht)</i>			
Trade receivables				
Subsidiaries	-	-	466,608	572,937
Total	-	-	466,608	572,937
Less allowance for expected credit loss	-	-	-	-
Net	-	-	466,608	572,937
Other current receivables				
Subsidiaries	-	-	25,684	19,911
Total	-	-	25,684	19,911
Expected credit losses for the six-month period ended 30 June				
Trade receivables	-	-	-	-
Trade payables				
Subsidiaries	-	-	1,045,892	1,212,999
Associate	22,586	23,814	15,625	15,116
Total	22,586	23,814	1,061,517	1,228,115
Other payables for purchase of machineries and equipment				
Subsidiaries	-	-	1,766	9,865
Associate	1,353	1,505	1,353	1,505
Total	1,353	1,505	3,119	11,370
Other current payables				
Subsidiaries	-	-	323	86
Total	-	-	323	86

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3 Trade accounts receivable

	Consolidated financial statements		Separate financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	<i>(in thousand Baht)</i>			
Within credit terms	3,640,698	3,600,397	2,721,438	2,764,226
Overdue:				
Less than 3 months	610,634	1,116,857	517,613	782,308
3 - 6 months	1,029	74,362	2,768	73,538
6 - 12 months	7,538	6,596	3,910	5,358
Over 12 months	568	574	-	-
Total	4,260,467	4,798,786	3,245,729	3,625,430
Less allowance for expected credit loss	(568)	(574)	-	-
Net	4,259,899	4,798,212	3,245,729	3,625,430

The normal credit terms granted by the Group range from 60 days to 160 days.

4 Inventories

Inventories as at 30 June 2023 included finished goods (made to order) of Baht 943 million (31 December 2022: Baht 975 million) in the consolidated financial statements and Baht 535 million (31 December 2022: Baht 597 million) in the separate financial statements, which had been delivered to the customers' warehouses but the title of the inventory shall remain with the Group until the customers' requisition to their production process. The Group will receive the payment for these inventories after the customers' requisition to their production process, and following conditions within the periods specified in the agreements.

As at 30 June 2023, the allowance for decline in value in inventory of the Group and the Company amounting to Baht 117.5 million and Baht 59.9 million, respectively (31 December 2022: Baht 128.3 million and Baht 64.9 million, respectively).

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5 Investments in subsidiaries and associate

	Consolidated financial statements		Separate financial statements	
	Equity Method		Cost Method	
<i>For the six-month period ended 30 June</i>	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Subsidiaries				
At 1 January	-	-	2,849,397	2,848,807
Warrant granted to subsidiaries's directors and employees	-	-	79	393
At 30 June	-	-	2,849,476	2,849,200
Associate				
At 1 January	35,764	38,291	1,642	1,642
Share of profit from investments in associate using equity method	7,511	9,213	-	-
Dividend income	(16,271)	(17,360)	-	-
Foreign currency translation differences for foreign operations	(940)	(1,858)	-	-
At 30 June	26,064	28,286	1,642	1,642

6 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month period ended 30 June 2023 and 2022 were as follows:

	Consolidated financial statements		Separate financial statements	
<i>For the six-month period ended 30 June</i>	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Net book value at 1 January	8,864,068	8,978,707	5,512,632	5,734,062
Acquisitions during the period -cost	188,956	626,415	109,825	187,752
Disposals/write-off - net book value	(4,400)	(12,056)	(763)	(1,469)
Depreciation for the period	(526,132)	(500,965)	(298,727)	(282,033)
Difference from changes in foreign currency exchange rate	2,055	4,178	-	-
Impairment losses	(1,303)	-	-	-
Net book value at 30 June	8,523,244	9,096,279	5,322,967	5,638,312

Mortgage and pledge

- 6.1 The Company and its two subsidiaries, K.C.E. International Co., Ltd. and Thai Laminate Manufacturer Co., Ltd., entered into negative pledge memorandums which are part of bank overdrafts and loan facility. Under these memorandums, the Company and its subsidiaries are not allowed to dispose of, transfer, mortgage or provide any lien on their assets, as stipulated in such memorandums.

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6.2 The subsidiaries have mortgaged and pledged the following property, plant and equipment.

- 6.2.1 KCE Singapore Pte., Ltd. has mortgaged its office building with a total net book value as at 30 June 2023 of Baht 136 million (*31 December 2022: Baht 138 million*), as collateral for loans from banks.
- 6.2.2 Chemtronic Products Co., Ltd. has mortgaged its construction thereon and pledged its machinery and equipment with a total net book value as at 30 June 2023 of Baht 196 million (*31 December 2022: Baht 196 million*), as collateral for loans from banks.
- 6.2.3 KCE America Partner Co., Ltd. has mortgaged its land and construction with a total net book value as at 30 June 2023 of Baht 134 million (*31 December 2022: Baht 137 million*), as collateral for loans from banks.

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7 Segment information and disaggregation of revenue

The Company and its subsidiaries' operations mainly involve business segments in manufacture and sale of prepreg and laminate, printed circuit board, and chemical products with production facilities in Thailand and operate in both local and overseas markets. Financial information of the Company and its subsidiaries by business for the six-month period ended 30 June 2023 and 2022 is as follows:

	Consolidated financial statements															
	Segments															
	Prepreg and Laminate		Printed Circuit Board business								Chemical business		Eliminating entries		Total	
	Business		America		Europe		Asia		Total							
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<i>For the six-month period ended</i>																
<i>30 June</i>																
	(in thousand Baht)															
<i>Information about reportable segments</i>																
Revenues from external customers	493,730	824,998	1,446,005	1,575,052	3,220,327	3,192,151	2,430,643	3,221,853	7,096,975	7,989,056	331,968	385,856	-	-	7,922,673	9,199,910
Inter-segment revenues	1,235,761	1,601,012	397,483	596,045	-	-	1,318,610	1,629,945	1,716,093	2,225,990	165,263	217,591	(3,117,117)	(4,044,593)	-	-
Total revenues	1,729,491	2,426,010	1,843,488	2,171,097	3,220,327	3,192,151	3,749,253	4,851,798	8,813,068	10,215,046	497,231	603,447	(3,117,117)	(4,044,593)	7,922,673	9,199,910
<i>Disaggregation of revenue</i>																
Revenues from sales	1,723,371	2,423,057	1,843,488	2,171,097	3,220,327	3,192,151	3,627,091	4,681,802	8,690,906	10,045,050	497,231	603,447	(2,988,835)	(3,871,644)	7,922,673	9,199,910
Revenues from rendering of services	6,120	2,953	-	-	-	-	122,162	169,996	122,162	169,996	-	-	(128,282)	(172,949)	-	-
Total revenues	1,729,491	2,426,010	1,843,488	2,171,097	3,220,327	3,192,151	3,749,253	4,851,798	8,813,068	10,215,046	497,231	603,447	(3,117,117)	(4,044,593)	7,922,673	9,199,910
<i>Timing of revenue recognition</i>																
At a point in time	1,729,491	2,426,010	1,843,488	2,171,097	3,220,327	3,192,151	3,749,253	4,851,798	8,813,068	10,215,046	497,231	603,447	(3,117,117)	(4,044,593)	7,922,673	9,199,910
Total	1,729,491	2,426,010	1,843,488	2,171,097	3,220,327	3,192,151	3,749,253	4,851,798	8,813,068	10,215,046	497,231	603,447	(3,117,117)	(4,044,593)	7,922,673	9,199,910

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Consolidated financial statements																
For the six-month period ended 30June 2023 and 2022																
	Prepreg and Laminate business		Printed Circuit Board business								Chemical business		Eliminating entries		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	(in thousand Baht)															
Segment operating profit	332,123	312,485							1,244,067	1,856,541	135,554	171,075	(176,759)	(240,865)	1,534,985	2,099,236
Unallocated profit and expenses:																
Other income															188,002	188,020
Distribution costs															(276,854)	(305,026)
Administrative expenses															(618,816)	(693,281)
Finance costs															(52,473)	(28,664)
Share of profit from investments in associate															7,511	9,213
Income tax expense															(48,887)	(89,193)
Profit for the period															733,468	1,180,305
Segment assets																
as at 30June 2023/ 31 December 2022	2,422,547	2,645,789							25,475,155	25,997,275	627,734	650,220	(8,486,903)	(8,299,803)	20,038,533	20,993,481
Segment liabilities																
as at 30June 2023/ 31 December 2022	889,889	1,075,648							8,469,545	8,718,908	143,007	143,594	(2,930,981)	(2,389,976)	6,571,460	7,548,174

For the six-month period ended 30 June 2023, the Group had total revenues which were converted to US dollar amounted of US dollar 233 million (2022: US dollar 274 million).

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	Separate financial statements							
	Reportable segment							
	Printed Circuit Board business							
	America		Europe		Asia		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
	<i>(in thousand Baht)</i>							
For the six-month period ended 30 June								
Disaggregation of revenue	1,139,457	1,193,310	2,561,471	2,560,819	981,208	1,286,279	4,682,136	5,040,408
Revenues from sales	1,139,457	1,193,310	2,561,471	2,560,819	918,895	1,247,915	4,619,823	5,002,044
Revenues from rendering of services	-	-	-	-	62,313	38,364	62,313	38,364
Total	1,139,457	1,193,310	2,561,471	2,560,819	981,208	1,286,279	4,682,136	5,040,408
Timing of revenue recognition								
At a point in time	1,139,457	1,193,310	2,561,471	2,560,819	981,208	1,286,279	4,682,136	5,040,408
Total	1,139,457	1,193,310	2,561,471	2,560,819	981,208	1,286,279	4,682,136	5,040,408

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Contract Balances

The following table provides information about receivable and contract assets from contracts with customer.

	Consolidated		Separate	
	financial statements		financial statements	
	30June	31	30June	31
	2023	December20	2023	December20
		22		22
	(in thousand Baht)			
Trade accounts receivable - net	4,259,899	4,798,212	3,245,729	3,625,430
Contract costs assets	372,759	384,229	357,454	365,046

The amount of amortisation which is included in the consolidated statement of comprehensive income for the six-month period ended 30June 2023 were Baht 14.9 million (2022: *Baht 19.1 million*) and the separate statement of comprehensive income for the six-month period then ended were Baht 11.0 million (2022: *Baht 10.2million*). There was no impairment loss recognised from the said assets.

8 Dividends

The shareholders and/or the Board of Directors of the Company have approved dividends as follows:

	Approval date	Payment schedule	Dividend rate per share (Baht)	Amount (in million Baht)
<i>Paid in 2023</i>				
Annual dividend	27 April 2023	12 May 2023	0.60	709
<i>Paid in 2022</i>				
Annual dividend	21 April 2022	9 May 2022	1.00	1,182

9 Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the six-month periods ended 30 June 2023 and 2022 were based on the profit for the period attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the period as follows:

	Consolidated financial statements		Separate financial statements	
<i>Six-month period ended 30 June</i>	2023	2022	2023	2022
	<i>(in thousand Baht/ thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	<u>721,648</u>	<u>1,161,676</u>	<u>1,102,792</u>	<u>1,389,867</u>
Number of ordinary shares outstanding at 1 January	1,181,965	1,181,590	1,181,965	1,181,590
Effect from ordinary shares issued during the year	<u>75</u>	<u>118</u>	<u>75</u>	<u>118</u>
Weighted average number of ordinary shares outstanding (basic)	<u>1,182,040</u>	<u>1,181,708</u>	<u>1,182,040</u>	<u>1,181,708</u>

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Earnings per share (basic) (in Baht)	0.61	0.98	0.93	1.18
<i>Diluted earnings per share</i>				

The calculations of diluted earnings per share for the six-month periods ended 30 June 2023 and 2022 were based on the profit for the period attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the period after adjusting for the effects of all diluted potential ordinary shares as follows:

<i>Six-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht/ thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company	721,648	1,161,676	1,102,792	1,389,867
Weighted average number of ordinary shares outstanding (basic)	1,182,040	1,181,708	1,182,040	1,181,708
Effect of share warrants	-	647	-	647
Weighted average number of ordinary shares outstanding (diluted)	1,182,040	1,182,355	1,182,040	1,182,355
Earnings per share (diluted) (in Baht)	0.61	0.98	0.93	1.18

10 Financial instruments

Carrying amounts and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities measured at amortised cost if the carrying amount is a reasonable approximation of fair value.

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				Consolidated financial statements				Fair value	
		Financial instruments measured at FVTPL	Carrying amount Financial instruments measured at amortised cost	Total	Level 1	Level 2	Level 3	Total	
	Note			(in thousand Baht)					
At 30 June 2023									
Financial liabilities									
Other financial liabilities:									
Forward currency exchange contracts	11	(15,115)	-	(15,115)	-	(15,115)	-	(15,115)	
Total other financial liabilities		(15,115)	-	(15,115)					
At 31 December 2022									
Financial assets									
Other financial assets:									
Forward currency exchange contracts	11	8,370	-	8,370	-	8,370	-	8,370	
Total other financial assets		8,370	-	8,370					
				Separate financial statements				Fair value	
		Financial instruments measured at FVTPL	Carrying amount Financial instruments measured at amortised cost	Total	Level 1	Level 2	Level 3	Total	
	Note			(in thousand Baht)					
At 30 June 2023									
Financial liabilities									
Other financial liabilities:									
Forward currency exchange contracts	11	(6,481)	-	(6,481)	-	(6,481)	-	(6,481)	
Total other financial liabilities		(6,481)	-	(6,481)					

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As at 31 December 2022, the Company had no financial assets and liabilities measured at fair value.

The following table presents valuation technique of financial instruments measured at fair value in statement of financial position.

Type	Valuation technique
Forward exchange contracts	The fair value of foreign currency forward contracts determined the price from an agreement announced by financial institutions.

11 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	<i>(in thousand Baht)</i>			
Capital commitments				
Buildings and other constructions	36,572	43,082	36,572	43,082
Machinery and equipment	93,840	57,273	85,277	39,774
Total	130,412	100,355	121,849	82,856
Future minimum lease payments under non-cancellable services contracts				
Within one year	68,617	57,406	42,590	36,956
After one year but within five years	32,507	55,418	16,734	31,908
Total	101,124	112,824	59,324	68,864
Other commitments				
Unrecognized purchase orders for raw materials	516,104	986,306	193,976	203,102
Bank guarantees	54,242	50,139	50,042	45,939
Total	570,346	1,036,445	244,018	249,041

Forward exchange contracts

As at 30 June 2023, the Group had outstanding forward exchange contracts as follows:

Currency	Amount (Thousand)	Consolidated financial statements	Contract exchange rate (Per unit of foreign currency)
		Maturity date	
<i>Selling contract</i>			
US dollar	28,780	24 July 2023 – 5 January 2024	34.1100 – 35.1800
EURO	3,400	26 July 2023 – 29 December 2023	38.1300 – 38.5500

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As at 30 June 2023, the Company had outstanding forward exchange contracts as follows:

Separate financial statements			
Currency	Amount (Thousand)	Maturity date	Contract exchange rate (Per unit of foreign currency)
Selling contract			
US dollar	12,429	7August2023– 3January2024	34.1100– 35.0819
EURO	3,400	26July2023– 29December 2023	38.1300–38.5500

As at 31 December 2022, the Group had outstanding forward exchange contracts as follows:

Consolidated financial statements			
Currency	Amount (Thousand)	Maturity date	Contract exchange rate (Per unit of foreign currency)
Selling contract			
US dollar	2,341	23–25 January 2023	37.8150 – 38.1600

As at 31 December 2022, the Company had no outstanding forward exchange contracts.

12 Events after the reporting period

On 8 August 2023, the meeting of the Company's Board of Directors approved interim dividend payment to the ordinary shareholders at Baht 0.60 per share. The interim dividend will be paid on 7 September 2023 and recognized dividend payment in the third quarter of the current year.