

November 10, 2011

The Director and Manager
The Stock Exchange of Thailand

Re: Information on Third Quarter 2011 Operating Results

KCE Electronics PCL would like to inform you that in the third quarter 2011, the Company and its subsidiaries posted a consolidated net profit of Baht 52.46 million, of which operating profit was Baht 116.89 million (excluding the loss from foreign exchange rate and hedging (Forex)). This compares to a third quarter 2010 net profit of Baht 165.13 million, of which operating profit was Baht 111.62 million (excluding forex gain and claim income). The reasons for the change are outlined below.

The Company's consolidated sales revenue and service income for the third quarter 2011 was Baht 2,122.81 million (US\$ 70.80 million), up from the Baht 1,976.94 million (US\$ 62.82 million) achieved in the same period last year, a sales growth of 13% in dollar terms. The operating profit for the third quarter 2011 was Baht 116.89 million, a slightly increase from the Baht 111.62 million achieved last year. Meanwhile, third quarter 2011 PCB sales in dollar terms grew 7% when compared to the second quarter 2011, and the overall gross margin increased to 17.2%. As a result, the operating profit improved from Baht 70.99 million to Baht 116.89 million in the third quarter 2011. The main factor affecting results was the improved performance of a subsidiary company (KCE Technology) after its efficiency improvement program restored utilization rate and reduced process scrap rate.

The business in the second half of 2011 would not be as planned previously, due to floodwater inundation at Ayutthaya that resulted in the shutdown of the KCE Technology factory from 12 October 2011. The unaffected facilities are operating normally. The company is assessing the damage caused by the business disruption and is using its best efforts to rehabilitate the factory and restore its operation soonest.

Forwarded for your information.

Sincerely yours,

(Mrs. Voraluksana Ongkosit)
Executive Director