

August 8, 2012

Subject Acquisition of assets

To The President  
The Stock Exchange of Thailand

KCE Electronics Company Limited (KCE) would like to notify that on August 7, 2012 the Board of Director's Meeting has approved KCE and/or KCE's subsidiary's company entered into an agreement to buy and sell to invest in the ordinary share of Chemtronics Technology (Thailand) Co.Ltd. (CT) with the details to be shown as follows;

**1. Transaction Date**

Within October 2012 Due diligence process is currently conduct.

**2. The parties involved and the relationship with the Company**

Purchaser : Lin Pho Sing and representative of CT's shareholders

Relationship with the Company: None

**3. The general characteristic of the transaction**

The general characteristic : KCE and/or its subsidiary shall acquire CT's ordinary shares at the proportion of 95 percent of the total issued and fully paid up shares. The amount of capital registration is 48,000,000 Baht divided into 480,000 ordinary shares at 100 Baht par value. The acquisition of such share shall be done by purchasing from current shareholders at the amount of 456,000 shares at 500 Baht per share which will be in total at 228,000,000 Baht. All the sellers are not connected person.

Type of transaction : the transaction is not classified as any type (class 1-4)

Size of transaction : calculated from Net Profit based on audited financial statements as of December 31, 2011. The calculation result is less than 15 percent so that it is not classified as any type of an asset acquisition transaction (class 1-4) pursuant to the Notification of the Stock Exchange of Thailand re: Rules, Procedures and Disclosure of Information Concerning the Acquisition and Disposition of Assets of Listed Companies.

**4. Details of acquired assets**

Asset characteristic : Ordinary share of Chemtronics Technology (Thailand) Co.Ltd. (CT)

Company's registration Number : 0105549117133

Business's characteristic : Engage in the business of running factory manufacturing ink for printed circuit board, chemical solution using in a production of printed circuit board

Company's address :1/28 Moo 5, Kanham Sub-District, Uthai District, Pra Nakorn Sri Ayudthaya

Capital Registration : 48,000,000 Baht divided into 480,000 ordinary shares at 100 Baht per share

Company's Director :  
1 Mr. Lin Pho Sing  
2. Mr. Artit Kraiyurk  
3. Mr. Boonlert Virotwattanakul

## **5. CT's financial statement and financial status**

Audited financial statements as of December 31, 2011

Total asset	153,130,000	Baht
Total equity	31,534,000	Baht
Shareholder's proportion	121,596,000	Baht
Revenue from sale of goods	202,603,000	Baht
Total Revenue	207,815,000	Baht
Primary Profit	56,086,000	Baht
Net Profit	33,110,000	Baht
Book Value	253.33	Baht

## **6. Criteria to determine value**

The value of the transaction was determined from CT's total asset at 153 million Baht which shown on financial statements as of December 31, 2011. Book value is 253.33 Baht.

## **7. Benefits to the Company as the result of the transaction**

The Company will be beneficial from the purchase of CT's ordinary shares because it will reduce KCE duty to dispose the waste from manufacturing, as well as, increase the profit from recycle used chemical solution. It will also gain indirect profit from holding share in subsidiary company which minimizes cost and procedure of purchasing of manufacturing raw materials.

## **8. Source of fund**

The Company shall acquire the assets by using working capital fund at 40 million Baht and loans from financial institutions for the remainder.

## **9. Board of Director's opinion on the transaction**

The Board of Directors has unanimous resolution to approve KCE and/or its subsidiary to invest by acquiring CT's ordinary shares due to the benefit as described under clause 7.

**10. Opinion of the Audit Committee and/or directors of the Company which is different from 9.**

- None -

The abovementioned information is not within the term of related transaction under the regulations of Capital Market Supervisory Board and The Stock Exchange of Thailand.

Please be informed

Sincerely yours,

( Mrs.Voraluksana Ongkosit )  
Executive Director