



Annual Report 2017



Cal-Comp Electronics (Thailand) Public Company Limited

SET TICKER : CCET
TWSE TICKER : 9105
<http://www.calcomp.co.th>

The background of the page is a collage of three circuit board images. The top left is a blue PCB with white traces. The top right is a close-up of a gold-colored PCB. The bottom is a green PCB with various electronic components like capacitors and resistors.

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FINANCIAL HIGHLIGHTS

BALANCE SHEET SUMMARY	2017	2016	2015
Cash and cash equivalents	3,854,386,733	3,839,016,064	3,923,923,727
Trade and other receivables	26,318,530,648	21,584,455,437	30,796,299,869
Inventories	11,143,245,463	10,436,738,352	11,805,098,540
Total current assets	42,177,175,783	37,083,134,215	47,859,883,303
Investment	1,084,021,232	1,042,581,076	824,023,937
Property, plant and equipment	16,206,408,941	16,669,756,255	16,997,545,194
Total assets	60,161,698,502	55,262,450,808	66,048,606,504
Short-term loan from financial institutions	15,326,228,459	7,634,814,386	14,859,876,137
Trade and other payables	21,809,192,579	22,034,661,541	25,409,419,100
Total current liabilities	37,574,338,215	33,012,082,369	41,372,904,629
Non-current liabilities	3,787,735,255	4,080,283,657	6,703,133,932
Total liabilities	41,362,073,470	37,092,366,026	48,076,038,561
Registered capital	4,756,390,249	4,756,390,249	4,756,390,249
Paid-up capital	4,554,643,575	4,552,093,575	4,552,093,575
Retained earnings	11,035,315,773	10,542,951,422	9,899,798,451
Total shareholders' equity	18,799,625,032	18,170,084,782	17,972,567,943
PROFIT & LOSS STATEMENT SUMMARY	2017	2016	2015
Sales	106,897,865,565	107,392,814,113	149,408,904,134
Total revenues	107,488,788,259	108,723,890,430	150,605,737,381
Cost of sales	101,016,218,656	101,247,588,831	141,738,394,578
Selling and administrative expenses	4,251,925,372	4,651,619,794	4,495,488,791
Total expense	105,927,955,347	106,745,283,424	148,498,652,534
Net profit	900,246,879	1,123,723,714	1,544,685,901
KEY FINANCIAL RATIOS	2017	2016	2015
Liquidity Ratios			
Current Ratio (times)	1.12	1.12	1.16
Quick ratio (times)	0.82	0.80	0.86
Collection period (days)	81	88	80
Inventory turnover (days)	38	40	33
Payment period (days)	78	84	76
Cash cycle (days)	41	43	37
Profitability Ratios			
Gross profit margin (%)	5.50	5.72	5.13
Operating profit margin (%)	1.51	1.38	2.13
Net profit margin (%)	0.84	1.03	1.03
Return on equity (%)	4.87	6.22	8.95
Efficiency Ratios			
Return on total assets (%)	1.56	1.85	2.24
Return on fixed assets (%)	20.02	20.32	20.53
Total assets turnover (times)	1.85	1.77	2.17
Leverage Ratios			
Total liabilities / Total equity	2.20	2.04	2.67
Interest coverage Ratio (times)	2.86	3.94	4.15
Information on Shares (Baht)			
Book value per share	4.13	3.99	3.95
Earnings per share	0.21	0.26	0.34
Dividend per share	0.10	0.10	0.13

2017 MESSAGE FROM THE BOARD OF DIRECTORS

Mr. Hsu, Sheng-Hsiung
Chairman



The cyclical upswing underway since mid-2016 has continued to strengthen in year 2017. Overall, the global output is expected to have grown by 3.7 percent in 2017, which is higher than year 2016 at 3.2%. According to IMF, U.S has growth at 2.2%, which increased by 0.7%, moreover, Europe and Asia has shown notable upside surprises as well. Therefore, the global growth forecast for year 2018 shall have been revised upward by 0.2% to 3.9% which reflects an increased global growth momentum as well expected impact of the recently approved U.S. tax policy changes.

In views of global economy, whether the US president Donald Trump's tax reform, the new economic trend impacted by the US's foreign policy of America-First, the North Korea political issues and else, which draw to a view of protectionism both politically and economically. Nonetheless, as a global corporation, the Company believes the new global trend shall still brings advantages to the Company in consider our globally based manufacturing locations shall be able to support all kinds of needs regardless of local desires or reign wide needs.

In views of technology trend, the new technologies have shown at a faster speed replacing the old technologies. New trends such as electric car, new auto-pilot technology, robotic product, 3D printer, Big Data, FinTech, Voice AI, Quantam Computer, Precision Medicine etc. surly have drawn most attention in recent years.

In foreseen such changes, the Company have ever since 4 years ago emphasized in developing our own brand and sales channels in 3D printer as XYZprinting, in robotic products as New Era AI Robotic, in beauty products (HiMirror) as Cal-Comp Big Dada. Today, the Company is glad to present that the 3D printers by our ODM brand name XYZprinting has reach around 23% of the market shipments particularly in consumer desktop sector. Another ODM service robot which has setup and introduced to the market since FY2017 shall step further into other sectors including hospitals, banks, and hotels sectors in the following years. Furthermore, the world's first beauty product HiMirror also has launched during 2017 in US, Europe, Japan, and Taiwan after years of research and development in seeking to expand more market position in beauty and cloud data services. At the same time, the Company's subsidiary also has continually boost its own Voice & Facial Recognition technology, Beauty & Medical technology, SOC technology know-how throughout the years and is expecting to have more patents for future business growth. Moreover, the Company's long-time-development in its industrial 4.0 products which was initially produced for manufacturing purpose shall also be expected to launch the market at the automation exhibition in German in year 2018 in seeking for wider business purpose.



Mr. Shen, Shyh-Yong
Vice Chairman

Overlook 2018, the Company shall continually and steadily preparing for the new trend and new business model as per mentioned above in seeking to transform from a traditional ODM/EMS company to a company with its own ODM know-how and its own brand in order to gain more of its competitive position in the industry. Other than above, the Company shall still expecting to expend its business market position in its OEM business including PCBAs among varies of product sectors, SSD products, IOT, TV products, telecommunication products which not limit to set-top-box but also DSL and Cable Modem products as well as the continuing expansion in the plastic injection and tooling business.

The Board has firm believe that the Company has positioned a solid fundamental through years of in depth cultivating in its own branding, its own new technologies skills as well as its firmed reputation and relationship for its ODM/EMS market position shall altogether brings the Company towards another highlight in the foreseen year. On behalf of the Board, we would like to show our deepest gratitude to the management team and all of our staffs for their unrelenting efforts to visualize and to accomplish the countless missions so the Company can steadily march toward its next goal. The Board would also like to extend our highest appreciation to our valuable customers, suppliers, partners, banks, government authorities and shareholder for their beliefs and confidence to the Company all these years, and that we are honored to serve as the Board of the Company together with our continual firm commitments to bring the Company step forward to the next era and onward!

CORPORATE SOCIAL RESPONSIBILITIES

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GLOBAL MANUFACTURING BASE

CAL-COMP ELECTRONICS (THAILAND) PCL.



PRODUCT DIVERSITY

CAL-COMP ELECTRONICS (THAILAND) PCL.



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BOARD OF DIRECTORS

1.MR. HSU, SHENG - HSIUNG

- Position** : Chairman
- Education** : Honorable Ph.D, National Taiwan Normal University, Taiwan
- Work Experience** :
- 1989 - Present • Chairman of Cal - Comp Electronics (Thailand) PCL.
 - 1992 - Present • Chairman of Kinpo Electronics, Inc.
 - 1994 - Present • Chairman of Compal Electronics Inc.
 - 2003 - Present • Director of Cal - Comp Optical Electronics (Suzhou) Co., Ltd.
 - 2004 - Present • Chairman of Cal - Comp Electronics and Communications Co., Ltd.
 - 2008 - Present • Director of Cal - Comp Technology (Suzhou) Co., Ltd.
 - 2008 - Present • Director of Cal - Comp Electronics and Communications (Suzhou) Co., Ltd.

Securities holding (As of December 31, 2017) :

Mr. Hsu, Sheng - Hsiung holds 19,161,090 shares and his spouse Mrs. Hsu, Tsai Li - Chu holds 17,283,768 shares.

IOD Program : Not attend the course from Thai Institution of directors yet.

2. MR. SHEN, SHYH - YONG

- Position** : Vice Chairman
- Education** : Doctor of Law, Whittier Law School , USA
Master of Business Administration, University of Southern California, USA
Bachelor of Public Administration, National Chengchi University, Taiwan
- Work Experience** :
- 2004 - 2008 • Assistant Vice President of Cal - Comp Electronics (Thailand) PCL.
 - 2008 - Present • Managing Director of Kinpo Electronics Inc.
 - 2008 - Present • Vice Chairman of Cal - Comp Electronics (Thailand) PCL.
 - 2008 - Present • Director and Managing Director of Cal - Comp Electronics and Communications Co., Ltd.
 - 2008 - Present • Chairman and Managing Director of Cal - Comp Optical Electronics (Suzhou) Co., Ltd.
 - 2008 - Present • Chairman and Managing Director of Cal - Comp Technology (Suzhou) Co., Ltd.
 - 2008 - Present • Chairman and Managing Director of Cal - Comp Electronics and Communications (Suzhou) Co., Ltd.
 - 2010 - Present • Director of Kinpo Electronics Inc.
 - 2010 - Present • Chairman of Cal Comp (Malaysia) SDN. BHD.
 - 2010 - Present • Chairman of Cal - Comp Precision (Singapore) Ltd.
 - 2010 - Present • Director of Cal - Comp Precision (Malaysia) Sdn. Bhd.
 - 2010 - Present • Director of Cal - Comp Precision (Thailand) Ltd.
 - 2010 - 2017 • Chairman and Managing Director of Avaplas Precision Plastics (Shanghai) Co., Ltd.
 - 2010 - Present • Chairman of Cal - Comp Precision (Dongguan) Ltd.
 - 2010 - Present • Chairman of Cal - Comp Precision (Wujiang) Ltd.
 - 2010 - Present • CEO and Director of Cal - Comp Electronics (USA) Co., Ltd.
 - 2011 - Present • CEO of Cal - Comp USA (Indiana), Inc.
 - 2011 - Present • CEO and Director of Cal - Comp USA (San Diego), Inc.
 - 2011 - Present • Chairman of Cal - Comp Electronics de México Co., S.A. de C.V.
 - 2012 - Present • Chairman of Cal - Comp Technology (Philippines), Inc.
 - 2012 - Present • Director of Compal Electronics, Inc.
 - 2013 - Present • Chairman of XYZprinting, Inc.
 - 2014 - Present • Chairman of Kinpo Electronics (Philippines) Inc.
 - 2015 - Present • Director of Dawning Leading Technology Inc.
 - 2015 - Present • Director of Cal - Comp Holding (Brasil) S.A

- 2015 - Present • Director of Cal - Comp Industria De Semicondutores S.A.
- 2015 - Present • Vice Chairman of PChome (Thailand) Co., Ltd.
- 2015 - Present • Chairman of XYZprinting (Thailand) Co., Ltd.
- 2016 - Present • Chairman of CastleNet Technology Inc.
- 2016 - Present • Chairman of Cal - Comp Big Data Inc.
- 2016 - Present • Chairman of Cal - Comp Precision (Philippines) Ltd.
- 2016 - Present • Director of QBit Semiconductor Holding, Ltd.
- 2016 - Present • Chairman of QBit Semiconductor Inc.
- 2017 - Present • Director of Cal-Comp (India) Private Limited
- 2017 - Present • Director of New Era AI Robotic Limited

Securities holding (As of December 31, 2017) :

Mr. Shen, Shyh - Yong holds 19,399,459 shares, his spouse Mrs. Hsu, Yung - Hsu holds 1,380,075 shares, minor child Hsu, Hsin - Yu and Shen, Pei - Chi each hold TDR for 32,571 shares.

IOD Program : Not attend the course from Thai Institution of directors yet

3. MR. KHONGSIT CHOUKITCHAROEN

Position : Managing Director

Education : Master of Business Administration, Pacific Western University, USA
Bachelor of Engineering, Feng Chia University, Taiwan

Work Experience :

- 2006 - Present • Director and Managing Director of Cal - Comp Electronics (Thailand) Plc.
- 2009 - Present • Director of Cal - Comp Optical Electronics (Suzhou) Co., Ltd.
- 2009 - Present • Director of Cal - Comp Electronics and Communications (Suzhou) Co., Ltd
- 2009 - Present • Director of Cal - Comp Technology (Suzhou) Co., Ltd.
- 2010 - Present • Director and Managing Director of Cal Comp (Malaysia) SDN. BHD.
- 2010 - Present • Director of Cal - Comp Precision (Singapore) Ltd.
- 2010 - Present • Director of Cal - Comp Precision (Malaysia) Sdn. Bhd.
- 2011 - Present • Director of Cal - Comp Electronics and Communications Co., Ltd.
- 2012 - Present • Director of Cal - Comp Precision (Thailand) Ltd
- 2012 - Present • Director and Managing Director of Cal - Comp Technology (Philippines), Inc.
- 2013 - Present • Director of XYZprinting, Inc.
- 2014 - Present • Director of Kinpo Electronics (Philippines), Inc.
- 2015 - Present • Director of Cal - Comp Holding (Brasil) S.A
- 2015 - Present • Director of Cal - Comp Industria De Semicondutores S.A.
- 2015 - Present • Director of XYZprinting (Thailand) Co., Ltd.
- 2016 - Present • Director of CastleNet Technology Inc.
- 2017 - Present • Director of Cal-Comp (India) Private Limited
- 2017 - Present • Director of New Era AI Robotic Limited

Securities holding (As of December 31, 2017) : 1,522,181 shares.

IOD Program : Attended the Director Certification Program (DCP), class 47/2004

4. MR. HSU, SHENG - CHIEH

Position : Director

Education : Bachelor of Engineering, Tamkang University, Taiwan

Work Experience :

- 1989 - Present • Director of Cal - Comp Electronics (Thailand) PCL.
- 1994 - Present • Director of Kinpo Electronics, Inc.
- 1994 - 2015 • Supervisor of Compal Electronics, Inc.
- 2004 - Present • Director of Cal - Comp Electronics and Communications Co., Ltd.
- 2015 - Present • Director of Compal Electronics, Inc.

Securities holding (As of December 31, 2017) : 6,045,236 shares

IOD Program : Not attend the course from Thai Institution of directors yet.

5. MR. PAN, HUNG - SHEN

- Position** : Director
- Education** : Master of Business Administration in Executive Management, Royal Roads University (Canada)
Bachelor of Electronics Engineering China University of Science and Technology (Taiwan)
- Work Experience** :
- 2014 - Present • Director of Cal - Comp Electronics (USA) Co., Ltd.
 - 2014 - Present • Director of Cal - Comp USA (San Diego) Co., Ltd.
 - 2014 - Present • Director of Cal - Comp Electronics de Mexico Co. SA de CV
 - 2015 - Present • Senior Vice President of Kinpo Electronics, Inc.
 - 2015 - Present • Director of Cal - Comp Precision (Thailand) Ltd.
 - 2015 - Present • Director of Cal - Comp Precision (Dongguan) Ltd.
 - 2015 - Present • Director of Cal - Comp Holding (Brasil) S.A.
 - 2015 - Present • Director of Cal - Comp Electronics (Thailand) PCL.
 - 2016 - Present • Vice Chairman and Chief Operating Officer of CastleNet Technology Inc.
 - 2017 - Present • Director of Cal-Comp (India) Private Limited
 - 2017 - Present • Director of New Era AI Robotic Limited
- Securities holding (As of December 31, 2017)** : 1,032,909 Shares
- IOD Program** : Not attend the course from Thai Institution of directors yet.

6. MR. YU, SHIH - TUNG

- Position** : Director
- Education** : Master of Business Administration, Pacific Western University (USA)
Bachelor of Electronics Engineering, Oriental Institute of Technology (Taiwan)
- Work Experience** :
- 2007 - 2011 • General Manager of Acbel Electronic (Dongguan) Co., Ltd.
 - 2012 - 2013 • Assistant Vice - President of Cal - Comp Electronics & Communications Co., Ltd.
 - 2013 - Present • Vice - President of Cal - Comp Electronics & Communications Co., Ltd.
 - 2013 - Present • Director of XYZprinting (Suzhou) Co., Ltd.
 - 2016 - Present • General Manager of XYZprinting (Thailand) Co., Ltd.
 - 2016 - Present • General Manager of XYZprinting Japan Inc.
 - 2016 - Present • Director of Cal - Comp Electronics (Thailand) PCL.
 - 2016 - Present • General Manager of XYZprinting Korea Inc.
 - 2017 - Present • Director of Shanghai Chuang Ge Education Technology Co., Ltd.
- Securities holding (As of December 31, 2017)** : 2,520,998 shares
- IOD Program** : Not attend the course from Thai Institution of directors yet.

7. MR. ALAN CHI YIM KAM

- Position** : Independent Director and Chairman of Audit Committee
- Education** : Master of Business Administration, University of Denver, USA
Bachelor of Business Administration, University of Denver, USA
- Work Experience** :
- 2000 - Present • Independent Director and Chairman of the Audit Committee at Cal - Comp Electronics (Thailand) PCL.
 - 2013 - Present • Independent Director and Chairman of the Audit Committee at Mega LifeScience Public Company Limited
 - 2013 - Present • Trustee Director and Chairman of the Investment Committee at Nambawan Superannuation Fund Limited, Papua New Guinea
 - 2015 - Present • Director at Cal - Comp Holdings (Brasil) S.A., Sao Paulo, Brazil
 - 2016 - Present • Chairman of the Board of Directors at Ticket Melon Company Limited
 - 2017 - Present • Independent Director, Audit Committee and Remuneration & Nomination Committee at TATA Steel (Thailand) Public Company Limited

Securities holding (As of December 31, 2017) : None

- IOD Program** : • Director Certification Program (DCP 39/2004)
- Fellow Member 2004 & Chartered Director 2008
 - Corporate Social Responsibility Program (CSR 1/2006)
 - Chartered Director Class (CDC 2/2008)
 - Corporate Governance for Capital Market Intermediaries Class (CGI 0/2014)
 - Role of Chairman Program, (RCP 40/2017)

8. MR. WILLIAM HANG MAN CHAO

- Position** : Independent Director and Audit Committee
- Education** : Master of Business Administration Major in Finance and Marketing University of Chicago, USA
Bachelor of Science Major in Finance, Indiana University, USA
- Work Experience** : 1998 - 2010 • Managing Director of Wing Wah Advisory (Thailand) Limited
1999 - Present • Director of Bangkok Garden Property Fund
2000 - Present • Independent Director and Audit Committee of Cal - Comp Electronics (Thailand) PCL.
2000 - Present • Director of City Realty Co., Ltd.
2009 - 2012 • Director of Libertas Co., Ltd.
2010 - Present • Chairman of ADPV Technology Limited

Securities holding (As of December 31, 2017) : None

- IOD Program** : • Attended DAP Program of IOD, Class 74/2008.
• Attended Director Certification Program (DCP), class 112/2009

9. MR. THANASAK CHANYAPOON

- Position** : Independent Director and Audit Committee
- Education** : Master degree in laws (LL.M. , University of Cambridge, UK
Master degree in laws (LL.M. in Business Laws), Chulalongkorn University
Certificate on American and International Laws, Dallas, USA
Bachelor degree in laws (LL.B. (Hons)), Chulalongkorn University
- Work Experience** : 2001 - 2003 • Managing Associate of Linklaters (Thailand) Co., Ltd
2003 - 2004 • Senior Associate of LawAlliance Limited
2004 - 2006 • Director of LawAlliance Limited
2006 - Present • Managing Director of LawAlliance Limited
2008 - Present • Director of Khao Soon Tungsten Mining Co., Ltd.
2008 - Present • Director of Cal - Comp Electronics (Thailand) PCL
2009 - Present • Special Lecturer at Faculty of Law, Chulalongkorn University and Faculty of Business Administration, Kasetsart University
2010 - Present • Executive Director of Hillcrest Development (Samui) Company Limited
2011 - Present • Executive Director of Hillcrest Resort (Samui) Company Limited
2011 - Present • Independent Director and Audit Committee of Cal - Comp Electronics (Thailand) PCL
2013 - Present • Supervisor of XYZprinting, Inc., Taiwan
2014 - Present • Executive Director, Hillcrest Management (Samui) Company Limited
2015 - Present • Director, Cal - Comp Holding (Brasil) S.A., Brazil
2016 - Present • Director, Vana Nava Company Limited
2017 - Present • Director, Pan Asia Metals Limited, Singapore

Securities holding (As of December 31, 2017) : None

- IOD Program** : • Attended DAP Program of IOD, Class 73/2008

GENERAL INFORMATION

GENERAL INFORMATION OF THE COMPANY

Industry/Sector	: Technology / Electronic Components
Company	: Cal-Comp Electronics (Thailand) Public Company Limited
Business	: Manufacturer for electronics products. Main products are computer peripheral and telecommunication products.
Security Code	: SET Ticker : CCET TB TWSE Ticker : 9105 TT
Head office	: 191/54, 191/57 18th Fl., CTI Tower, Rachadapisek Road, Klongtoey, Bangkok 10110
Telephone	: 02-261-5033-36, 02-661-9381-83
Fax	: 02-661-9396
Home page	: http://www.calcomp.co.th
Registered number	: 0107543000023
Authorized Capital	: 4,756,390,249 Baht
Paid-up Capital	: 4,554,643,575 Baht as at December 31, 2017
Par value	: 1 Baht
Dividend Policy	: The Company has the dividend policy to pay not less than 30% of its Company consolidated net profit of each fiscal year after legal reserve. Provided that the rate of dividend payment will be subject to cash flows and investment plans of the Company and its subsidiaries, as well as regulatory restrictions and other requirements.
CCET location in Thailand	: (1) Samut Sakhon Factory 60 Moo 8, Sethakij Road, Tambon Klong Maduea, Amphoe Krathum Baen, Samut Sakhon, 74110, Thailand (2) Petchaburi Factory 138 Moo 4, Petchkasem, Tambon Sapang, Amphoe Khao-Yoi, Petchaburi, 76140, Thailand (3) Branch at Nakhonratsima Province 44/4 Moo 9, Tambon Sungnoen, Amphoe Sungnoen, Nakhonratsima 30170, Thailand (4) Branch at Petchaburi Province 91 Moo 4, Tambon Sapang, Amphoe Khao-Yoi, Petchaburi, 76140, Thailand

Note : investors can find additional information of the company from F56-1 on www.sec.or.th

SHAREHOLDING STRUCTURE AND MANAGEMENT

List of top 10 shareholders as of December 31, 2017

Group of shareholders	Nature of business	No. of shares	% of paid up capital
1. KINPO ELECTRONICS, INC. ⁽¹⁾	Manufacture of electronic products	1,839,526,249	40.39
2. FAR EASTERN INTERNATIONAL BANK ⁽²⁾	Depository of TDR	839,284,153	18.43
3. KINPO INTERNATIONAL (SINGAPORE) PTE LTD. ⁽¹⁾	-	300,788,019	6.60
4. COMPAL ELECTRONICS, INC.	-	239,630,886	5.26
5. MR. CHERN KUAN-JAN	-	202,579,812	4.45
6. MR. VITHIT PONGPIRODOM	-	135,501,087	2.98
7. THAI NVDR COMPANY LIMITED	-	77,231,223	1.70
8. MR. ANAN RAVEESANGSOON	-	53,300,000	1.17
9. HSBC (SINGAPORE) NOMINEES PTE LTD	-	46,736,400	1.03
10. MRS. CHARASSRI PONGPIRODOM	-	45,777,800	1.01
..		3,780,355,629	83.02

Note : ⁽¹⁾ Kinpo Electronics, Inc. and its 100% owned subsidiary ,Kinpo International (Singapore) Pte Ltd., hold totally 2,140,314,268 shares or 46.99%.

⁽²⁾ The depository of underlying share of Taiwan Depository Receipts (TDR).

⁽³⁾ As of December 31, 2017, Compal Electronics has holding the common share through KGI Asia Limited

CAPITAL STRUCTURE

SECURITIES OF THE COMPANY

1. Ordinary shares

The registered and paid-up capital as at December 31, 2017:

The registered capital : Baht 4,756,390,249, comprising 4,756,390,249 ordinary shares with the par value per share of Baht 1.

The paid-up capital : Baht 4,554,643,575, comprising 4,554,643,575 ordinary shares with the par value per share of Baht 1.

2. Taiwan Depository Receipts (TDRs)

As of December 31, 2017, there are 839,284,153 units of Taiwan Depository Receipts (TDRs) underlying 839,284,153 ordinary shares or 18.43% of total paid up capital. The TDRs have been listed in Taiwan Stock Exchange with the code of 9105.TT. Depositary of TDRs for the underlying shares is Far Eastern International Bank. The redemption rate is 1 TDR for 1 ordinary share. The right to redeem can be used every day without expiry. TDRs are entitled the same rights as ordinary shares such as the rights to attend the meeting, rights to vote, rights to receive the dividend and right to subscribe the RO, etc. As of December 31, 2017, none of TDR holders have redeemed their TDR to be the common stock.

3. Warrant CCET-WB

The Company issued the Employee Stock Option Plan (ESOP) by allotting the 200,000,000 units of 3 years warrants for the rights to buy ordinary shares to the selected employees of the Company and/or its subsidiaries since July 2, 2015 with the code of CCET-WB. The warrants can be exercised on the 10th of every 3 months after the first exercise date throughout the Term of the Warrants for 3 years and the first exercise date will be start on July 2, 2016.

4. NVDR

As at December 31, 2017, there are 77,231,223 units of NVDRs of the Company, equivalent to 1.70% of the paid-up capital, underlying the same shares of ordinary share. The NVDR holders are entitled to the same rights of the underlying shares, but do not have the right to vote in the shareholders' meeting except in case of delisting. The ordinary shares will be used as the underlying for issuance of NVDRs. Consequently, the number of voting shares will decrease. Even the number of NVDRs is quite small; there may be some changes that the Company is not able to control.

INVESTMENTS

The name list of the company that CCET has invested more than 10% as the following:

1. Cal-Comp Optical Electronics (Suzhou) Company Limited

Cal-Comp Optical Electronics (Suzhou) Company Limited has a paid-up capital of CNY 547.15 million, operating as a manufacturer of electronics. The products cover computers sector and its operation runs in China. This subsidiary is 100% owned by the Company. The registered address is No.2288, Jiangxing East Road, Wujiang Economic Development Zone, Jiangsu, China.

2. Cal-Comp Electronics and Communications (Suzhou) Co., Ltd.

Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. has paid-up capital of CNY 239.60 million, operating as a manufacturer of electronics products. The products cover computer peripheral and telecommunication sector and its operation runs in China. This subsidiary is 100% owned by the Company. The registered address is Wujiang Export Processing Zone, No. 688, Pangjin Road, Wujiang Economic Development Zone, Jiangsu Province, China.

3. Cal-Comp Technology (Suzhou) Co., Ltd.

Cal-Comp Technology (Suzhou) Co., Ltd. has paid-up capital of CNY 73.05 million, operating as a manufacturer of electronics products. The products cover computer peripheral sector and its operation runs in China. This subsidiary is 100% owned by the Company. The registered address is Genway Factory, No 288, Shengpu Road, Export Processing Zone B, Suzhou Industrial Park, Jiangsu Province, China.

4. Cal-Comp Electronics and Communications Co., Ltd.

Cal-Comp Electronics and Communications Co., Ltd. has a paid-up capital of NTD 69.92 million, operating as a centre for R&D, sales, marketing, procurement, finance and business planning. This subsidiary is owned 100% by the Company. The registered address is 3F., No.99, Sec.5, Nanjing E. Rd., Songshan District, Taipei City 105, Taiwan

5. Logistar International Holding Company Limited

Logistar International Holding Company Limited has a paid-up capital of USD 30.05 million, operating as a holding company to support investment in foreign countries and to make out of the full potential for business operation and also to be a distributor of the products. Logistar International Holding Company Limited is owned 100% by the Company. The registered address is situated at Palm Grove House, P.O. Box 438, Road Town, Tortola, British Virgin Islands.

6. Cal Comp (Malaysia) SDN. BHD.

Cal Comp (Malaysia) SDN. BHD. has a paid-up capital of MYR 28.04 million, operating as a manufacturer of electronics products. The products cover computer peripheral sector and its operation runs in Malaysia. This subsidiary is 100% owned by the Company. The registered address is situated at PTD37435 & PTD37436, Jalan Perindustrian 3, Kawasan Perindustrian Fasa 2, 81400 Senai, Johor, Malaysia

7. Cal-Comp Electronics (USA) Co., Ltd.

Cal-Comp Electronics (USA) Co., Ltd. has a paid-up capital of USD 59.82 million, operating as a holding company. This subsidiary is 100% owned by the Company. The registered address is situated at 9877 Waples Street, San Diego, USA.

8. Cal-Comp USA (San Diego), Inc.

Cal-Comp USA (San Diego), Inc. has a paid-up capital of USD 0.86 million operating as a manufacturer of printed circuit board assemblies and running the business in America. The Company owns 100% of Cal-Comp USA (San Diego), Inc. indirectly through Cal-Comp Electronics (USA) Co., Ltd. The registered address is situated at 9877, Waples Street, San Diego, CA, USA.

9. Cal-Comp USA (Indiana), Inc.

Cal-Comp USA (Indiana), Inc. has a paid-up capital of USD 5.4 million operating as a manufacturer of printed circuit board assemblies and running the business in America. The Company owns 100% of Cal-Comp USA (Indiana), Inc. indirectly through Cal-Comp Electronics (USA) Co., Ltd. The registered address is situated at 1 Technology Way, Logansport, IN, USA.

10. Cal-Comp Precision (Singapore) Ltd.

Cal-Comp Precision (Singapore) Ltd. has a paid-up capital of SGD 10.86 million, operating as mould and plastic injection and running the business in Singapore. This subsidiary is 100% owned by the Company. The registered address is situated at 19 Changi South Street 1, #04-01 Changi South, Industrial Estate Singapore 486779.

11. Cal-Comp Precision (Thailand) Limited

Cal-Comp Precision (Thailand) Limited has a paid-up capital of Baht 2,210 million, operating as mould and plastic injection and running the business in Thailand. The Company owned 100% of Cal-Comp Precision (Thailand) Limited. The registered address is situated at No. 4 Moo 8, Sethakij Road, Tambon Klong Maduea, Amphoe Krathum baen, Samut Sakhon Province 74110.

12. Avaplas Precision Plastics (Shanghai) Co., Ltd.

Avaplas Precision Plastics (Shanghai) Co., Ltd. has a paid-up capital of USD 983,100 operating as mould and plastic injection and running the business in China. The Company owns 100% of Avaplas Precision Plastics (Shanghai) Co., Ltd. indirectly through Cal-Comp Precision (Thailand) Ltd. The registered address is situated at No. 273, #57 De Bao Road, Wai Gao Qiao Free Trade Zone, Shanghai 200131, China. The Company has cancelled registration on Dec.21, 2017

13. Cal-Comp Precision (Malaysia) Sdn. Bhd.

Cal-Comp Precision (Malaysia) Sdn. Bhd. has a paid-up capital of MYR 11.97 million, operating as mould and plastic injection and running the business in Malaysia. The Company owns 100% of Cal-Comp Precision (Malaysia) Sdn. Bhd. indirectly through Cal-Comp Precision (Thailand) Ltd. The registered address is situated at PTD 37435 & PTD 37436, Jalan Perindustrian 3, Kawasan Perindustrian Fasa 2, 81400, Senai, Johor, Malaysia.

14. Cal-Comp Precision (Dongguan) Co., Ltd.

Cal-Comp Precision (Dongguan) Co., Ltd. has a paid-up capital of CNY 110.81 million, operating as mould and plastic injection and running the business in China, The Company owns 100% of Cal-Comp Precision (Dongguan) Co., Ltd. indirectly through Cal-Comp Precision (Thailand) Ltd. The registered address is situated at No. 417 Bldg 5, Zhenan Central Road, Shatou Village, Changan Town, Dongguan City, Guangdong, China.

15. Cal-Comp Precision (Wujiang) Co., Ltd.

Cal-Comp Precision (Wujiang) Co., Ltd. has a paid-up capital of CNY 32.36 million, operating as mould and plastic injection and running the business in China, The Company owns 100% of Cal-Comp Precision (Wujiang) Co., Ltd. indirectly through Cal-Comp Precision (Thailand) Ltd. The registered address is situated at 2288, Jiangxing East Road, Wujiang Economic Development Zone, Jiangsu, China.

16. Cal-Comp Industria e Comercio de Eletronicos e Informatica Ltda

Cal-Comp Industria e Comercio de Eletronicos e Informatica Ltda has a paid-up capital of R\$ 165.02 million, operating as electronic manufacturing and running the business in Brazil. The Company owns 100% of this Company from direct investment and indirectly through Cal-Comp Holding (Brasil) S.A.. The registered address is situated at AV. Torquato Tapajos 7503, Galpao 1, Bairro Taruma, Manaus AM, Brazil CEP 69041-025

17. Cal-Comp Electronics de Mexico Co. SA de CV

Cal-Comp Electronics de Mexico Co. SA de CV has a paid-up capital of MXN 141.18 million, operating as electronic manufacturing and running the business in Mexico. The Company owns 100% of this Company. The registered address is situated at De Los Encinos 1080 Sin Number Pague Industrial Villa Florida Tamaulipas 88730.

18. Cal-Comp Technology (Philippines), Inc.

Cal-Comp Technology (Philippines), Inc. has a paid-up capital of PHP 212.71 million, operating as electronic manufacturing and running the business in Philippines. The Company owns 100% of this Company. The registered address is situated at No. 2 River Valley Road (Lot C3-13) Carmelray Industrial Park II Brgy. Punta, Calamba City, Laguna 4027, Philippines.

19. Cal-Comp Holding (Brasil) S.A.

Cal-Comp Holding (Brasil) S.A. has a paid-up capital of R\$ 258.22 million, acquired by the transferring of investment in Cal-Comp Industria e Comercio de Eletronicos e Informatica Ltda in Brazil. The Company owned 99.99% of paid up capital of Cal-Comp Holding (Brasil) S.A. The registered address is situated at Rua Minas de Prata, 30, 16º andar, cj. 162 (altura da Av. Juscelino Kubitschek, 1700) Vila Olimpica, Sao Paulo Brazil CEP.: 04552-080

20. Cal-Comp Industria de Semicondutores S.A.

Cal-Comp Industria de Semicondutores S.A. has a paid-up capital of R\$ 75.08 million. The purpose of this investment is to expand the product line in semiconductor products in Brazil. The Company owned 58.03% of paid up capital of this Company indirectly through Cal-Comp Holding (Brasil) S.A.. The registered address is situated at Avenida Torquato Tapajos N.7503, Galpao 2, Modulo 19-Parte, Bairro Taruma, Manaus AM, Brazil CEP.:69041-025

21. Cal-Comp Precision (Philippines) Ltd.

Cal-Comp Precision (Philippines) Ltd. has paid-up capital of PHP 1,175.06 million, operating as mould and plastic injection and running the business in Philippine, The Company owns 100% of this company indirectly through Cal-Comp Precision (Thailand) Ltd. The registered address is situated at LT.11Hy Dimacali Ave. Fpip II-SEZ STA. Anastacia Santo Tomas, Batangas, Philippines.

22. QBit Semiconductor Ltd.

QBit Semiconductor Ltd. has paid up capital of NTD 162.5 million, operating as electronic components manufacturing and international trading, The Company owned 100% of QBit Semiconductor Ltd. indirectly through QBit Semiconductor Holding, Ltd. The registered address is situated at 10F., No.99, Sec.5, Nanjing E. Rd., Songshan District, Taipei City 105, Taiwan.

23. QBit Semiconductor Holding, Ltd.

QBit Semiconductor Holding, Ltd. has paid-up capital of USD 5 million, operating as a holding company to support investment in foreign countries. The Company owned 100% of this company. The registered address is situated at The Grand Pavilion Commercial Centre, Oleander Way, 802 West Bay Road, P.O. Box 32052, Grand Cayman KYI-1208, Cayman Islands.

24. Cal-Comp Big Data, Inc.

Cal-Comp Big Data, Inc. has paid-up capital of NT 650 million, operating as machinery manufacturing and International Trading. the Company owned 50% of this company. The registered address is situated at No.147, Sec. 3, Beishen Rd., Shenkeng Dist., New Taipei City 222, Taiwan (R.O.C.)

25. XYZprinting, Inc.

XYZprinting, Inc. has a paid-up capital of NTD 930 million, operating as a provider of 3D printing products and services. The Company owned 46.40% of paid up capital of XYZprinting, Inc. and the registered address is situated at 10F., No.99, Sec.5, Nanjing E. Rd., Songshan District, Taipei City 105, Taiwan

26. PChome (Thailand) Co., Ltd.

PChome (Thailand) Co., Ltd. has paid-up capital of THB 100 million, operating as a provider of E-commerce products and services. The Company owned 32.5% of paid up capital of PChome (Thailand) Co.,Ltd. and the registered address is situated at 191/54, 191/5718th Fl., CTI Tower, Rachadapisek Road, Klongtoey, Bangkok 10110

27. Daviscomms (S) Pte Ltd.

Daviscomms (S) Pte Ltd. has paid up capital of USD 2,194,343 operating as a design, manufacturing and distribution of telecommunication related products and running the business in Singapore. The Company owns 20% of Daviscomms (S) Pte Ltd. indirectly through Cal-Comp Precision (Singapore) Ltd. The registered address is situated at Block 70, Ubi Crescent, Ubi Techpark, #01-07, Singapore 408570.

28. Metal Component Engineering Limited (“MCE”)

Metal Component Engineering Limited is listed in Singapore Stock Exchange (SGX-ST) has a paid up capital SGD 21.64 million and running business in Singapore. The Company has invested in MCE in order to improve management efficiency and vertical integration. The Company owns 10.11% of paid up capital of MCE and the registered address is situated at 10, Ang Mo Kio Street 65, Techpoint, #04-02, Singapore 569059.

29. Kinpo Group Management Service Co., Ltd.

Kinpo Group Management Service Co., Ltd. has a paid up capital of NTD 8 million, operating as a consultant company. The Company owns 12.5% of paid up capital indirectly through Cal-Comp Electronics and Communications Co., Ltd. and the registered address is situated at 10F., No.99, Sec.5, Nanjing E. Rd., Songshan District, Taipei City 105, Taiwan.

30. Cal-Comp (India) Private Limited

Cal-Com (India) Private Limited has a paid up capital of INR 32.23 million, operating as a design, manufacturing and distribution of telecommunication related products. The Company is owns 100% by the Company and the registered address is situated at No. 328, Aditya Arcade, 2nd Floor, 3rd A Cross Road, HIG, A Sector, Yelahanka New Town, Bangalore – 560064, Karnataka, India.

31. New Era AI Robotic Limited

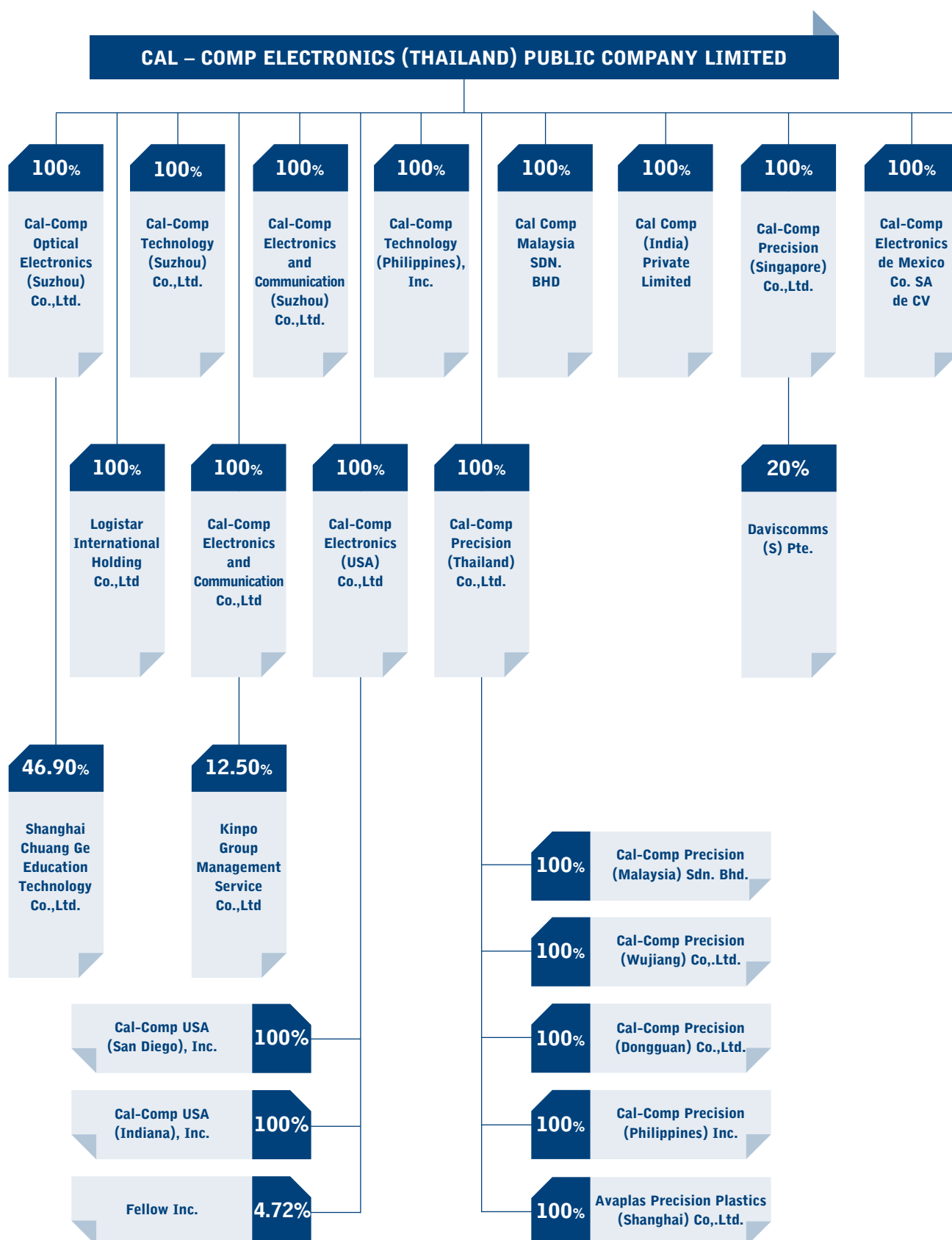
New Era AI Robotic Limited has a paid up capital of USD 4 million, operating as a research and development of robotic innovation, The Company owned 50% of paid up capital of New Era AI Robotic Limited. and the registered address is situated at The Grand Pavilion commercial Centre, Oleander Way, 802 West Bay Road, P.O. Box 32052, Grand Cayman KYI-1208, Cayman Islands.

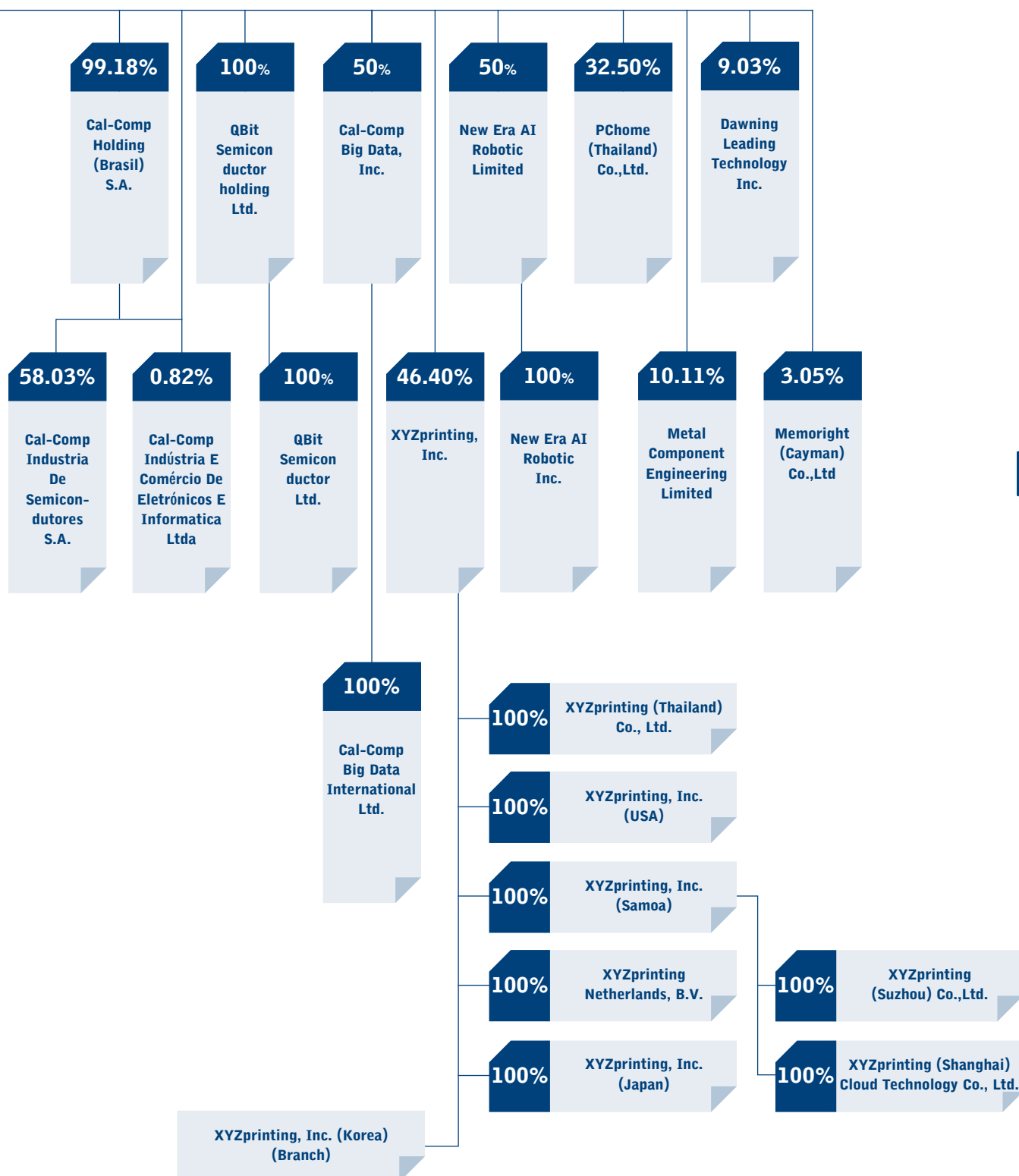
32. Shanghai Chuang Ge Education Technology Co., Ltd.

Shanghai Chuang Ge Education Technology Co., Ltd. has a paid up capital of RMB 5 million, operating as research and development especially in education and network field. The Company owned 46.90% of Shanghai Chuang Ge Education Technology Co., Ltd. indirectly through Cal-Comp Optical Electronics (Suzhou) Company Limited. and the registered address is situated at Room 1260, Building B, No. 2528 Panyuan Road, Chang-Xing Town, Chong-Ming District, Shanghai (Shanghai Tai he Economic Development Zone).

THE GROUP STRUCTURE OF THE COMPANY

as of 31 December 2017





INVESTMENT POLICY AND BENEFITS DERIVED FROM INVESTMENT IN ANY ASSOCIATED COMPANY AND OTHER COMPANIES.

In an attempt to make investments in any subsidiary company, associated company and other companies, the Company will particularly take into account the possibility of generating proceeds and benefits to be obtained by the Company. The Company has established manufacturing facilities in China since 2003 as well as established manufacturing facilities in Malaysia and acquired new business in Singapore, Malaysia, USA, Brazil, Mexico and Philippines during 2010-2017 to leverage the low cost production and maintain the Company's competitive advantages while be able to address customer's need as well as the improving of vertical integration. As a result, the Company has expanded its customer base and operation scale to a world class EMS.

OTHER REFERENCE PARTIES

Shares and Warrants Registrar

: Thailand Securities Depository Co., Ltd.
93 The Stock Exchange of Thailand Building,
Rachadapisek Road, Din Daeng, Bangkok 10400
Tel : (662) 009-9000
Fax : (662) 009-9991

Taiwan Depository Receipts (TDRs) Depository

: Far Eastern International Bank
20F, No.207, Sec.2, Dunhua S. Rd., Da an Dist., Taipei City 106,
Taiwan, R.O.C.
Tel : 886-2-2312-3636
Fax : 886-2-2388-8278

Auditor

: Ms. Runnapa Lertsuwankul
Certified Public Accountant (Thailand) No. 3516
EY Office Limited
193/136-137, Lake Rajada Office Complex,
Rachadapisek Road, Klongtoey, Bangkok 10110
Tel : (662) 264-0777
Fax : (662) 264-0789-90

NATURE OF BUSINESS OPERATION

Cal-Comp Electronics (Thailand) Public Company Limited (“The Company”) was found with initial capital of Baht 125 million on 4 December 1989 in order to embark on electronics manufacturing services (EMS) business. At present, the Company has registered capital of Baht 4,756,390,249 and paid-up capital of Baht 4,554,643,575.

The Company is in Electronics Manufacturing Services (EMS) business, producing electronics products for major brands worldwide; for instance, Western Digital, Seagate, Hitachi, Toshiba, Verbatim, Advance Digital Broadcast, Technicolor, Pace, Huawei, Hewlett Packard, Konica Minolta, Ricoh, Panasonic, Lexmark, Humax, Sharp, Nikon and else. The Company's products can mainly categorize into 2 groups as follows:

- Computer peripherals such as ink-jet printers, laser printers, multi-function printers, 3D printers, large format printer, main board, NAS, external hard disk drive and PCBA for hard disk drive, PCBA for TV, PCBA for digital camera and SSD.
- Telecommunication products such as Set Top Box.

As of 31 December 2017, the Company has employees 22,821 globally, 1,220 in China, 15,780 in Thailand, 1,157 in Taiwan, 632 in Malaysia, 1,286 in Brazil, 513 in Mexico, 311 in USA, 61 in Singapore and 1,861 in Philippines.

The Company was awarded investment tax privileges type 5.4, 5.5, 5.6 and 5.7 for manufacturing electronics products and electronics components from Board of Investment (BOI) in which provided 6 tax incentive projects. In addition, Cal-Comp Precision (Thailand) Limited was awarded investment tax privileges for plastic components of electronics products from BOI in which provided 3 tax incentive project as well.

INCOME STRUCTURE

Divisions	2015		2016		2017	
	Million Baht	%	Million Baht	%	Million Baht	%
Computer Peripheral	97,554	65.13	77,171	71.66	78,814	73.32
Telecommunication Products	51,855	34.62	30,221	28.06	28,084	26.13
Total sales	149,409	99.75	107,392	99.72	106,898	99.45
Other revenue	377	0.25	1,331	0.28	591	0.55
Total revenue	149,786	100.00	108,723	100.00	107,489	100.00

PRODUCTION VOLUME

(Unit : Thousand Units)

DESCRIPTION	2015		2016		2017	
	Number	%	Number	%	Number	%
Production volume						
• Computer Peripheral	241,101	91.00	217,988	92.58	230,572	89.76
• Telecommunication Products	23,851	9.00	17,475	7.42	26,293	10.24
Total	264,952	100.00	235,463	100.00	256,865	100.00

The production of the Company and its subsidiaries utilizes labor for 1 round per day (8 hours per round). Overall, the Company averagely utilizes 84% 75% and 77% of the full capacity for year 2015, 2016 and 2017, respectively.

In order to improve the Company's manufacturing efficiency while maintain its existing competitiveness, the Company developed a series of system to monitoring the operation routine on daily basis. Four systems including production direct control system, manufacture on time systems, B2B procurement system, and digital center server system have formed a fine network to provide the Company and its customers most updated information in order to track and analyze potential issues.

Details of purchasing of local and foreign raw materials during 2015-2017

The Company has purchased raw materials through local and overseas suppliers. Below is the Company's consolidated purchase amount in million baht during 2015-2017

Order	2015		2016		2017	
	Million Baht	%	Million Baht	%	Million Baht	%
Domestic raw materials	15,610.45	11.42	12,871.78	12.97	17,414.21	17.06
Imported raw materials	121,053.96	88.58	86,396.80	87.03	84,679.67	82.94
Total	136,664.41	100.00	99,268.58	100.00	102,093.88	100.00

TYPES AND SOURCES OF ESSENTIAL MATERIALS

Materials for internal components

Material	Description	Source of supply
Radio Components	Antenna, Balun and Bandpass filter, Transceiver, Tuner, Power amplifier , Resonator, Crystal.	Taiwan, Korea and China
Chip IC series	MCP, DSP, Audio amplifier, Memory, LCM driver, Power management, Media IC.	Singapore, Japan, Korea and the U.S.
Key Component	CPU, HD, Pens, LCM, Printer heads, Modulator	Thailand, Taiwan, China, Singapore and Japan
Other Components	Capacitor, Bead inductor, Vibration Motor, Speaker, Receiver, Microphone, Metal Dome, Switch, Connector, FPC, LED, Discrete, PCB, Res	Thailand, Taiwan, China, Singapore, Japan, and the U.S.

Materials for internal components

Materials for external components are primarily the case of the products and other outside components as follows:

Material	Description	Source of supply
Adapter and Cables	Electric cable and adaptors	Thailand, Malaysia, China
Case	Plastics and plastic components	Thailand , Singapore, Malaysia and China
Packaging	Paper box, Poly foam, Plastic bags, Plastic tapes and Tag.	Thailand and China

MATERIAL SUPPLIERS

Key components will be procured according to customer's specification. The major shareholders and affiliates may be also be CCET's customers as well. The Company implements random sampling to investigate each raw material types and uses Vendor Quality Assurance system to certify the qualified suppliers. The Company will only place order to the qualified suppliers.

Moreover, there are 4 raw material suppliers established their manufacturing facilities inside the Company's productions zone which is called Value-Chain Partnership. This partnership allows CCET to control raw materials quality in real time and to reduce inventory spaces and to lower transportation costs. Those four suppliers do not hold shares of the Company, nor do them related to management of the Company. The aforementioned suppliers are as follows:

Suppliers	Raw material
1. Ever Jet Co., Ltd.	Plastic components
2. Allied Precision (Thailand) Co., Ltd.	Metal sheet
3. MCT (Thailand) Co., Ltd.	Metal sheet
4. Yiking Plastic Production Co., Ltd.	Plastic components

PURCHASING POLICY

The Company's purchasing policy is based upon the comparison of prices of raw materials quoted by each supplier, and punctual delivery of the supplier to each shipment and taking into account the maximum benefits to be obtained by the Company. In the purchasing process, the sales department and the production department will cooperate in planning the purchase of raw materials so as to ascertain the demands for each period and maintain the inventory at an appropriate level from time to time.

MATERIAL CHANGES IN 2017

- On February 22, 2017, the Company has approved an investment in a newly subsidiary in Thailand with the amount not exceeding Baht 100 million for the purpose of expanding business in designing the management system of factory automation business (Factory Automation Solution), and is in the process of operation.
- On May 12, 2017, the Company has approved additional investment in its subsidiary QBit Semiconductor Holding Ltd. with the amount not exceeding USD 10 million from strategic partners, and the Company shall maintain the percentage of shareholding not less than 55% after the capital injection. The project is undergoing the process.
- On 10 August, 2017, the Extraordinary General Meeting of Shareholders resolved to approve the merger of Cal-Comp Technology (Philippines), Inc., its subsidiary in Philippines, and Kinpo Electronics (Philippines), Inc., an indirect subsidiary of Kinpo Electronics, Inc. in Philippines, by using Share Swap Method. After the merger, Kinpo Electronics (Philippines), Inc. will be merged with Cal-Comp Technology (Philippines), Inc. and will transfer all assets and liabilities including its rights to Cal-Comp Technology (Philippines), Inc.
- On November 13, 2017, the Company has approved the amendment of shareholding structure subsequent to the merger of Cal-Comp Technology (Philippines), Inc., and Kinpo Electronics (Philippines), Inc. from originally to transfer all assets and liabilities including its rights to Cal-Comp Technology (Philippines), Inc. and that Kinpo Electronics (Philippines), Inc. to be dissolved upon completion to the new structure for Kinpo Electronics (Philippines), Inc. to be 100% owned subsidiary by Cal-Comp Technology (Philippines), Inc. upon completion.

INDUSTRY AND MARKET COMPETITION

EMS INDUSTRY OVERVIEW

The worldwide electronics manufacturing services (EMS) market is a determining force in production of electronics products and has accounts for almost 40 percent of all assembly now a days. While the rate of growth for outsourcing has tend to be slowed in recent years due to the slowing of sales for PCs products, it still considered the most desired manufacturing model for the assembly of advanced electronics products available to OEM companies.

According to the latest report Electrical and Electronic Manufacturing Market Briefing 2017 from The Business Research Company ("TBRC"), the global electrical and electronics manufacturing market is expected to reach \$3 trillion by 2020, with Asia Pacific as the largest market by geographic region and China the biggest market by country. India is expected to grow at a heady 16.8% growth rate. The report further remarks the top five trends in the electronics industry in the coming five-year forecast period.

1. Product Design Outsourcing

Original Equipment Manufacturers (OEMs) are increasingly moving product design and development processes to Electronic Manufacturing Service (EMS) partners to reduce overall costs and shift from fixed costs to variable costs. EMS companies are offering more design services for sub-assemblies and finished products. OEMS are collaborating with EMS partners and moving into new models such as joint design manufacturing (JDM) and outsourced design manufacturing (ODM).

2. Virtual Reality in Electronic Manufacturing

Virtual reality technology is being adopted by electronic manufacturing companies to improve manufacturing efficiency which often referred to as digital design, simulation, and integration. Based on TBRC's research, in consider the growth rate of electronic equipment market globally shall be about 5.2%, therefore it is believed the virtual reality technology shall has a big implementation scope in the forecast period as well.

3. Robotics and Automation

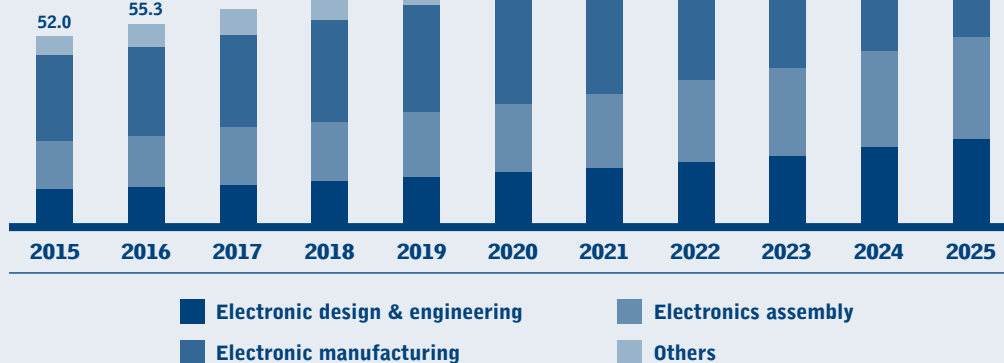
Many electronic equipment companies are using robotics and automation to improve plant efficiency and productivity. TBRC report forecast the electronic equipment is expected to reach \$2.1 trillion by 2020, thus indicating a rise in automation and robotics technology adoption to improve productivity and reduce production costs.

4. Internet of Things ("IoT") Technology Driving Smart Household Appliances

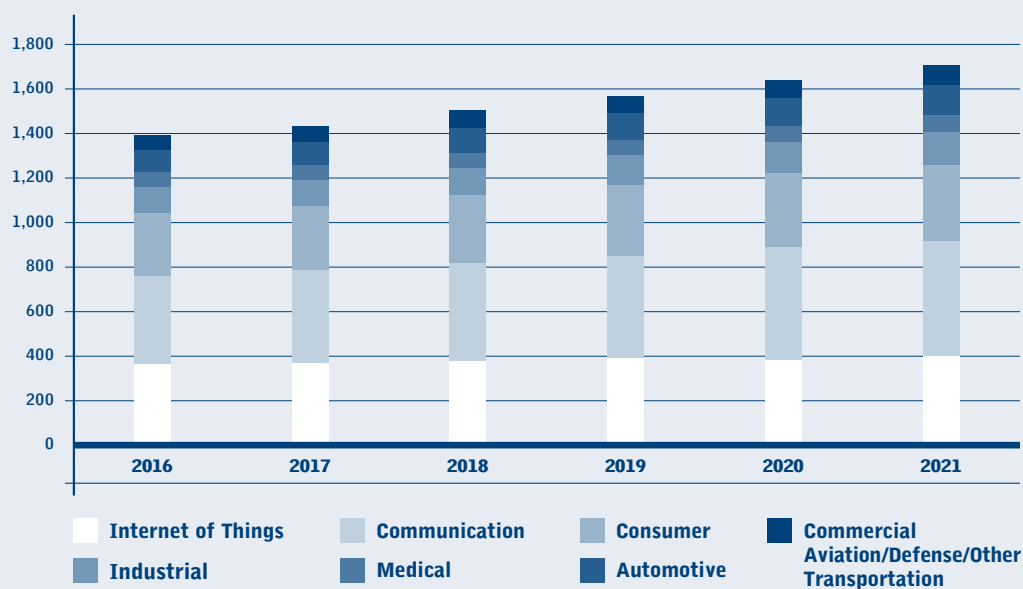
Household appliance manufacturers are integrating their products with the IoT technology to make customers lives comfortable and convenient. Internet of Things technology is the interconnectivity of physical objects and devices that are integrated with sensors and software that allow them to exchange and collect data. According to report by IHS, the global smart connected electronics shipments is estimated to reach over 223 million by 2020, while the overall market of household appliances is expected to hit \$471 million according to TBRC.

5. Growing Demand for Smart TVs

The demand for smart TVs is being driven by the rising consumer preference for built-in smart functions in personal devices, and increasing internet penetration. It is viewed that television manufacturers across the world are entering the smart TV market in order to explore the new market potentials. Based on IHS Technology report, 48.5% of televisions shipped globally were smart TVs and is estimated to reach 134 million by 2020 while the audio and video equipment manufacturing market is forecast to reach \$351 billion according to TBRC's forecast.

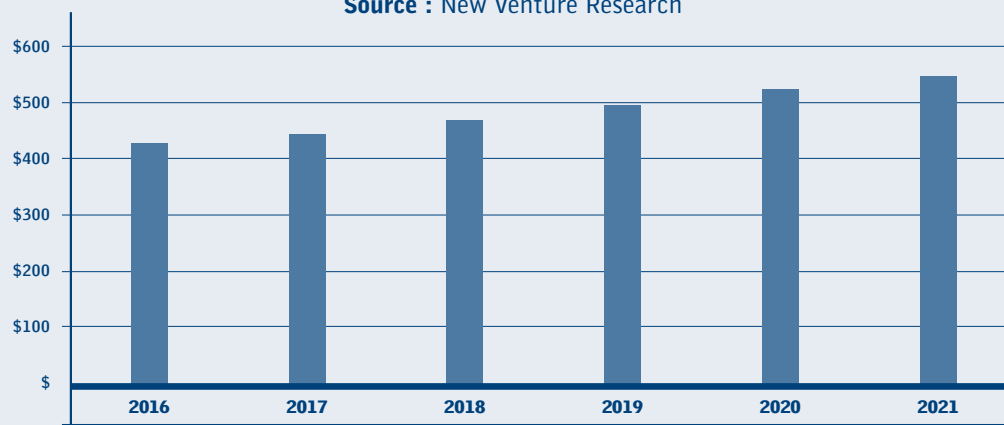


The Worldwide Electronics Assembly Market by Sector, 2016-2021



EMS Electronics Assembly Market (\$B)

Source : New Venture Research



STB & INTERNET-CONNECTED DEVICES INDUSTRY OVERVIEW

The growing Television Industry has provided a major boost to the Global Set-Top Box (STB) Market as more people are shifting their preferences to entertainment sector. The Set-Top Box market is expected to keep rising at a high CAGR and reach values of high millions in recent years.

According to Future Market Insight's report, the global set-top box market is projected to grow by 7.5% a year over the next decade and is estimated to be worth over \$22 billion in 2017. Furthermore, it is forecast to reach \$46 billion in 2027. The role of the set-top box is likely to remain essential to the pay-television industry whether it is through conventional cable and satellite or over telco or broadband networks.

The Asia Pacific region, excluding Japan, is the largest single market, estimated to be worth over \$6.5 billion in 2017 and forecast to rise to nearly \$10 billion in 2027 which increasingly focus on high definition video and high-quality user interfaces with increasing interest in customized 4K Android set-top boxes.

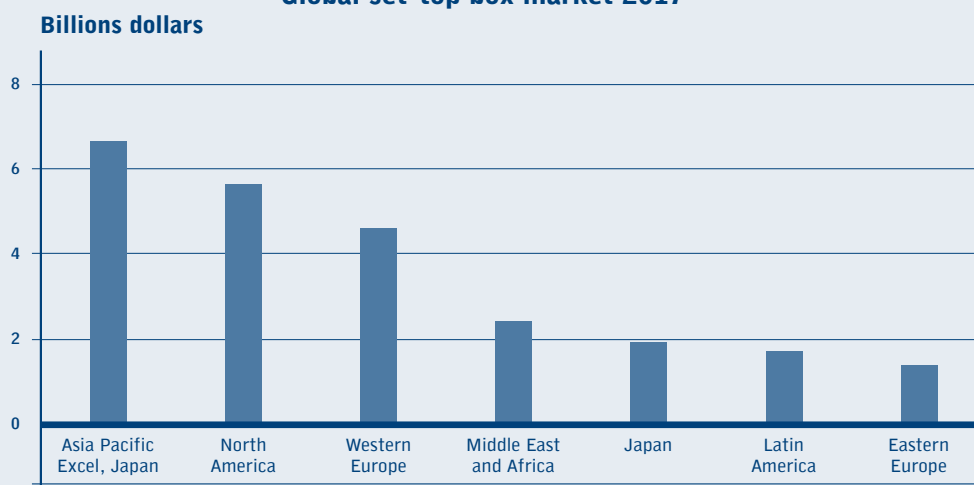
The North America market is estimated to be worth about \$5.75 billion in 2017 and is forecast to reach nearly \$10 billion in 2027 from the increasing demand for 4K.

The market in the Asia Pacific region, including Japan, is worth about \$8.5 billion in 2017. North America and Latin America are worth almost \$7.5 billion. Western Europe is around \$4.5 billion, with Eastern Europe approaching \$1.5 billion and the Middle East and Africa at almost \$2.5 billion.

The satellite set-top box segment is estimated to be worth \$8.5 billion in 2017 and is forecast to rise by 8.1% a year over the next decade.

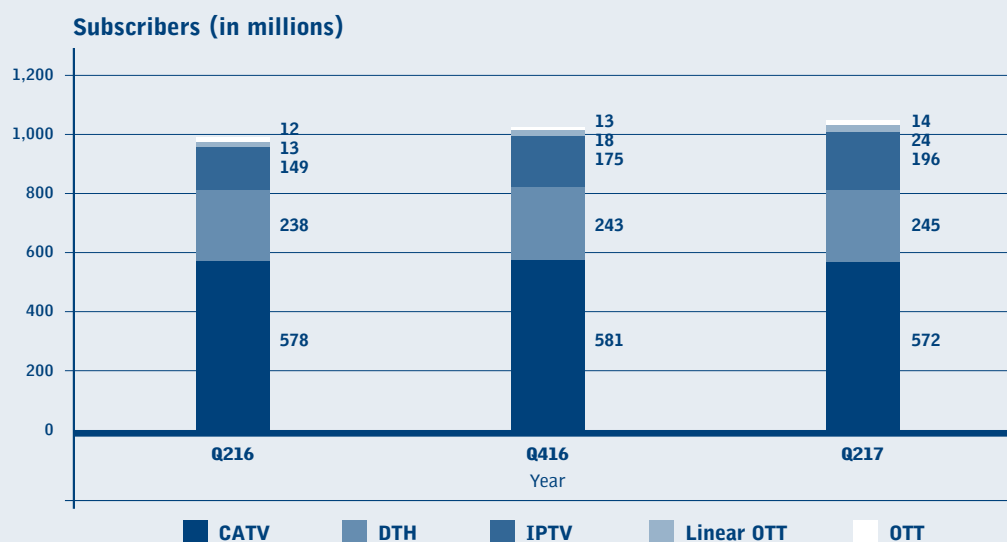
The annual market for over-the-top broadband boxes is estimated at just over \$3 billion in 2017 and is forecast to grow to \$3.4 billion in 2018 with an annual growth rate of over 12%.

Global set-top box market 2017

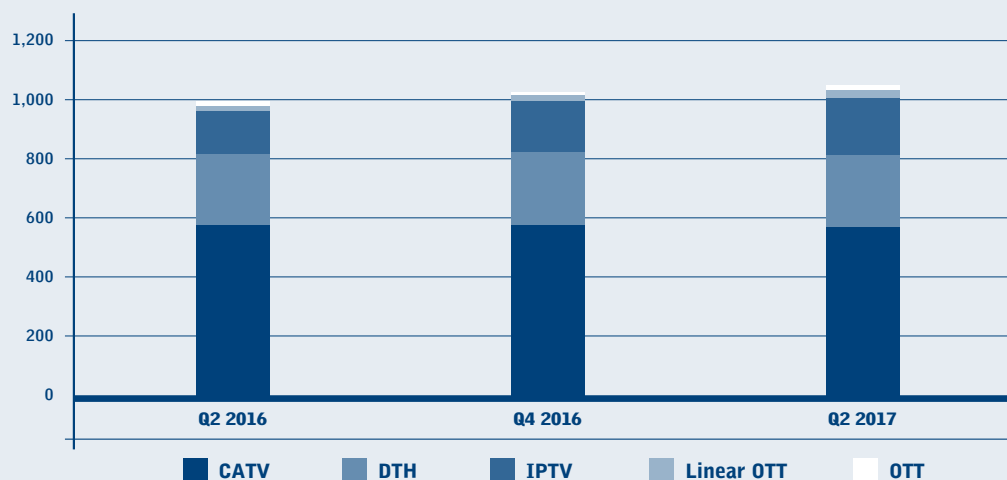


Source : Future Markets Insights

World Pay TV Subscriber Growth Q216 vs. Q217



World Pay-TV Subscriber Growth Second Quarter 2017 (Millions)



Service	Q2 2016	Q4 2016	Q2 2017
CATV	578	581	572
DTH	238	243	245
IPTV	149	175	176
Linear OTT	13	18	24
OTT	12	13	14
Total	990	1,030	1,051

Source : Dataxis

STORAGE INDUSTRY OVERVIEW

Hard Disk Drive (“HDD”)

According to the statistics firm Statista, worldwide shipments of hard drives are expected to decline for a third consecutive year. Based on Statista’s data, about 425 million hard drives were shipped in 2016 and the total shipment is expected to fall by about seven percent in 2017 to be 395 million.

At the same time, although hard drives still significantly shown more shipments than SSDs, it does seen a fast rising for the SSDs during the period of 2015-2016 by 33% growth annually, and is expected to reach 35% annual growth in 2017 at 190 million units as flash memory manufacturers continue to ramp up production and bring costs down.

On the other hand, according to IDC’s research, the total desktop/CE HDD shipments (including 3.5” external HDDs) rise to nearly 33 million units on end-of year corporate PC sales. IDC further states the solid consumer notebook PC demand for 2.5" mobile HDDs appeared to nearly offset seasonal game console (遊樂器) CE HDD reductions resulting in only slight drop in volume by over 55 million units. In additional, IDC believed the end-of-year corporate IT budget has flushing marginally lifted performance enterprise HDD sales while cloud/hyperscale demand for high capacity nearline HDDs continued to boom. As a result, total enterprise HDD shipments shall grow to nearly 17 million units.

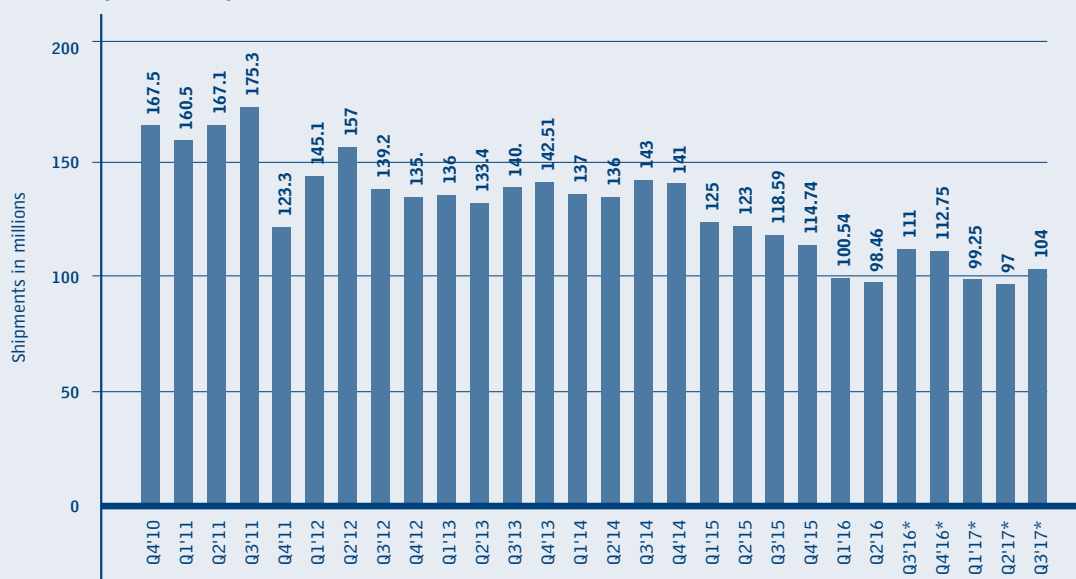
Overall, the total HDDs shipment is expected to reach approximately 403 million, which reduced by around 5% year over year.

4CQ17 preliminary WW HDD shipments

VENDOR	HDDS in million	Q/Q growth	Y/Y growth	Market share
Seagate	39.50 - 40.00	6/1% / 7.4%	-1/0.0% / 0.2%	38.0% - 37.9%
Toshiba	22.50 - 23.00	-8.8% / -6.8%	-15/9.9% / -14.1%	21.6% - 21.8%
WDC	42.00 - 42.50	-0.4 / 0.8%	-6.2% / -5.0%	40.4% - 40.3%
TOTAL	104.00 - 105.50	-0.1% / 1.4%	-6.7% / -5.3%	100% - 100%

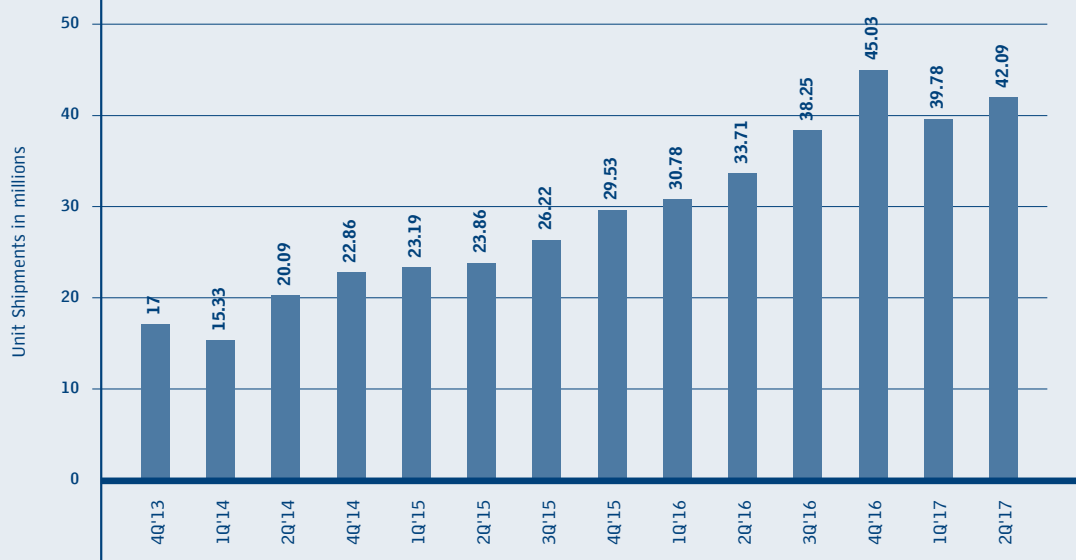
Final shipments to be published in Trendfocus's CQ4'17 Quarterly Update and Executive Summary may change measurably.

Global shipments of hard disk drives (HDD) from 4th quarter 2010 to 3rd quarter 2017
(in millions)



Source : Statistics 2018

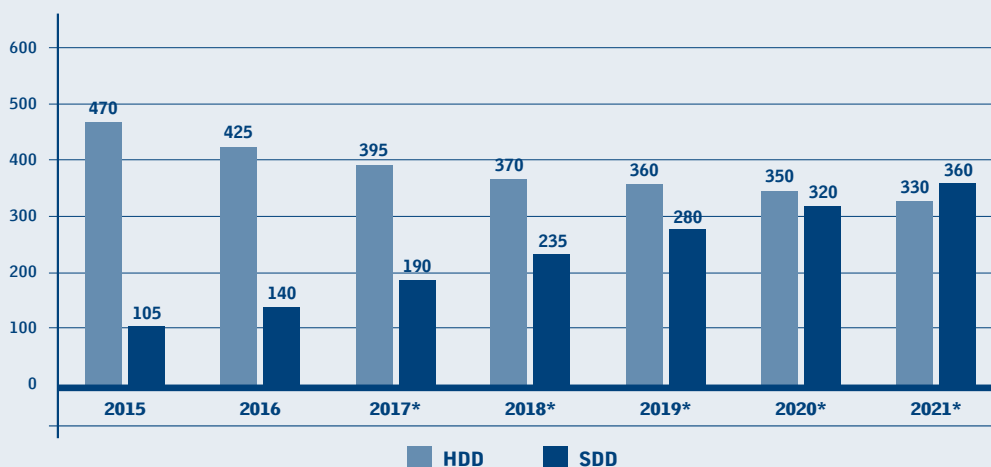
Solid-state disk drive (SSD) shipments worldwide from 4th quarter 2013 to 2nd quarter 2017
(millions units)



Source : Statistics 2018

Shipments of hard and solid state disk (HDD/SDD) drives

(in millions)



Source : Statistics 2018

PRINTER INDUSTRY OVERVIEW

Hardcopy Peripherals

According to IDC's Worldwide Quarterly Hardcopy Peripherals Tracker report, the worldwide hardcopy peripherals market has grown 1.0% YoY in the third quarter of 2017 (3Q17) with shipments reaching nearly 25.3 million units. Inkjet market experienced 4.0% year-over-year growth while the laser market shown a 12% declined trend as compared to the same period in 2016. In terms of shipment, the value declined by 4.9% year-over-year at approximately \$13 billion. IDC further stated the laser and inkjet markets in Asia/Pacific (excluding Japan) each shown a growth of 10.5% and 4.4% YoY respectively. Furthermore, the business inkjet shipments also shown 3.3% growth YoY at approximately 2.5 million units with inkjet MFPs accounting for 90.0% of business inkjet shipments in 3Q17.

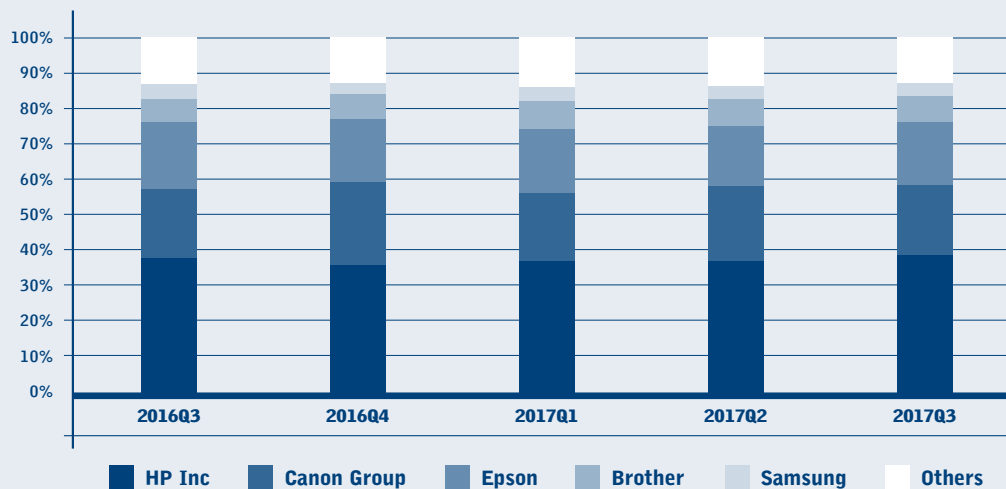
Moreover, based on IDC's research, HP Inc. shall has remains as the 1st ranked company in the worldwide hardcopy peripherals market with shipment growth of 3.3% YoY which in resulting market share of 38.7% during the period. As for Canon as the 2nd ranked company and Epson as the 3rd ranked company, both have shown relevantly weak results among the top 5 vendors with YoY growth of 0.6% and -1.0% respectively. Brother gained some market share in the number 4 position with shipment growth of 3.9% while fifth-ranked Samsung outperformed the other companies in the top 5 with year-over-year shipment growth of 6.5%.

Worldwide Hardcopy Peripherals Market, Unit Shipments, Company Share, and Year-Over-Year Growth, Q3 2017 (based on unit shipments)

Companies	3Q17 Unit Shipments	3Q17 Market Share	3Q16 Unit Shipments	3Q16 Market Share	3Q17/3Q16 Growth
1. HP Inc	9,785,933	38.7%	9,472,036	37.9%	3.3%
2. Canon Group	4,940,285	19.6%	4,911,139	19.6%	0.6%
3. Epson	4,530,958	17.9%	4,575,908	18.3%	-1.0%
4. Brother	1,841,550	7.3%	1,772,768	7.1%	3.9%
5. Samsung	878,865	3.5%	825,028	3.3%	6.5%
Others	3,286,430	13.0%	3,449,437	13.8%	-4.7%
Total	25,264,021	100.0%	25,006,313	100.0%	1.0%

Source : IDC Worldwide Quarterly Hardcopy Peripherals Tracker, November 2017

Worldwide Top 5 Hardcopy Peripherals Company, 2017Q3 Unit Market Share



Source : IDC 2017

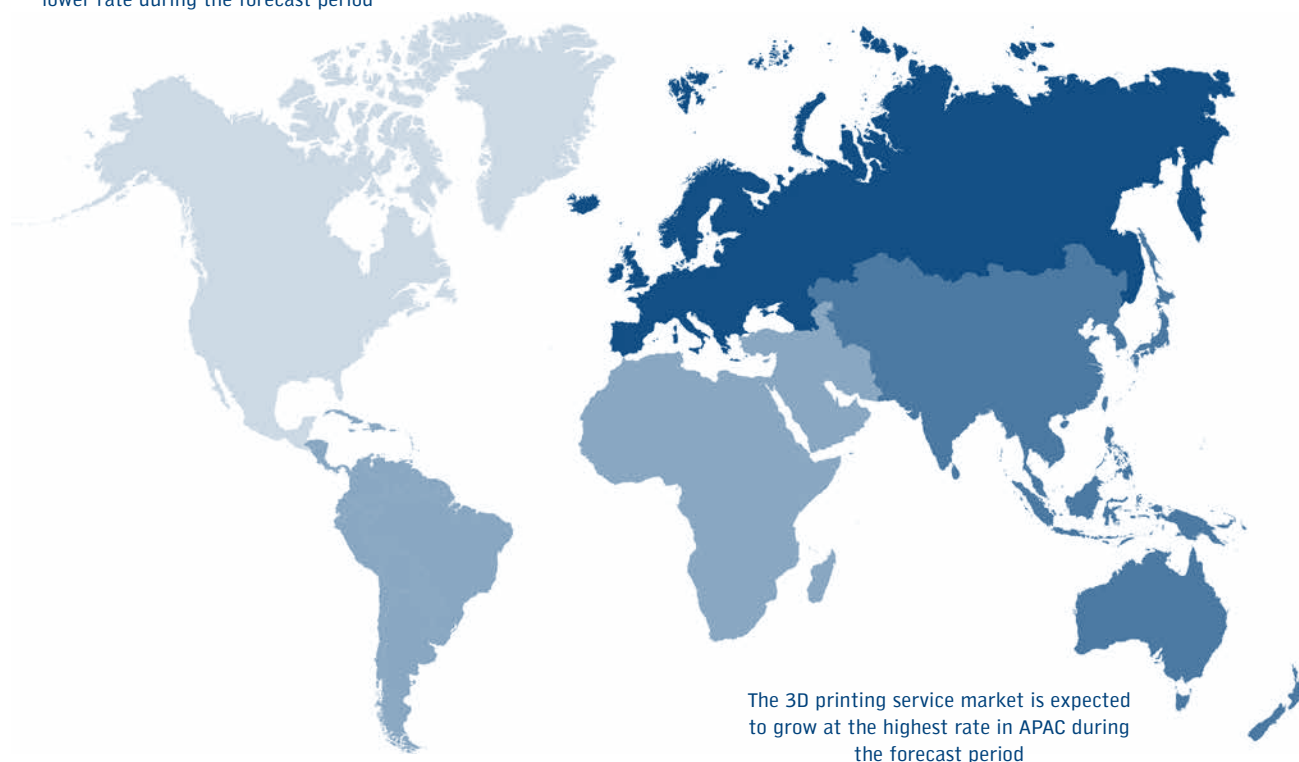
3D Printer

Referring to the report Worldwide Semiannual 3D Printing Spending Guide issued by IDC, the global spending on 3D printing (including hardware, materials, software, and services) is estimating to be nearly \$12.0 billion in 2018 which increase by 19.9% over 2017. IDC also expects worldwide spending to reach nearly \$20.0 billion with a five-year compound annual growth rate (CAGR) of 20.5% by 2021. Among of all, 3D printers and materials together shall account for approximately two thirds of the worldwide spending at \$6.9 billion and \$6.7 billion respectively in 2021. Furthermore, Services spending shall be expecting reaching \$5.5 billion in 2021 led by on-demand parts services (隨選零組件服務; 3D列印代工服務) and systems integration services.

While United States shall continuingly be the region with the largest spending total in 2018 at \$4.1 billion followed by Western Europe at \$3.5 billion, the two regions together shall be expecting to reach two thirds of all 3D printing spending throughout the 2017-2021 forecast period. China shall be the third largest region with more than \$1.5 billion in spending, followed by Central and Eastern Europe (CEE), the Middle East and Africa (MEA), and the rest of Asia/Pacific (excluding Japan). IDC further projected the regions that will see the fastest growth over the 2017-2021 forecast period are Latin America at 27.2% CAGR and CEE at 26.0% CAGR. However, six of the nine geographic regions will experience compound annual growth rates greater than 20% over the five-year forecast period. As in terms of growth in sectors.

3D Printing Market, by Region, 2023 (USD Billion)

North American 3D printer market is expected to grow at the lower rate during the forecast period



■ Largest market in 2016 ■ Market with the highest CAGR for 2017-2023 (projected)

Source : Industry Experts, Secondary Research, and Markets and Markets Analysis

Table 1 :Top 5 3D printer vendors by revenue from Industrial / Professional* machines shipping in Q3 2017

Rank	Company	Material Type	Revenues from machines sold	Global revenue share	Y/Y change
1.	Stratasys	Polymer	\$100.5M**	24%	4%
2.	EOS	Polymer & Metal	\$73.2M	17%	18%
3.	HP	Polymer	\$38.9M	9%	New
4.	GE Additive	Metal	\$37.7M	9%	49%
5.	3D Systems	Polymer & Metal	\$29.4M	7%	-11%

Table 2 :Top 5 Professional / Desktop* 3D printer vendors by units shipping in Q3 2017

Rank	Company	Units shipped	Global Share Units
1.	Monoprice	26,920	23%
2.	XYZprinting	16,790	15%
3.	Wanhao	9,006	8%
4.	Ultimaker	7,918	7%
5.	Winplus	4,930	4%

RISK FACTOR

CCET is committed in developing a comprehensive risk management system dedicated to the financial operation, economic condition, environment, and personnel criteria. Risks may affect our business operations are listed as below. However, this may not be an exhaustive list and unforeseen risks outside of our control may also impact the business operations.

1. RISK ASSOCIATED WITH OPERATION

1.1 Risks from obsolete inventory

The procurement and production plans are made based on customers' forecast and may subject to change in order to correspond to the sale conditions. CCET has selective teams and systems to constantly monitoring the demand and inventory level in order to respond customer's need efficiently.

Meanwhile, the Company has adopted make-to-order method as the manufacturing policy. The sales from OEM customers contributed the majority of CCET's sales and have limited risk of obsolete inventory. The obsolete ratio is at 2.45 % as end of December 2017. On the other hand, ODM sale bear the inventory risk but is at lesser degree of impact since the revenue from ODM are minimal.

Additionally, the raw materials and obsolete inventories are evaluated from time to time and recorded according to accounting standard in order to reflect on time update condition. Further, the Company write off inventories that not be used for 2 year.

1.2 Risks from dependency upon major customers

CCET has established long term relationship with its customers by providing quality technical service and working closely as a team to continuously create competitive advantages for both. Meanwhile, the Company has also committed in expanding new customer base to mitigate the dependency on particular customer. At the same time, the Company has continued to develop new products as well broaden its market base by embarking on new industry in order to reduce the risk from dependency upon major customers.

1.3 Risks from influence of major shareholders toward management policy

At the present, the board of director of the Company has 3 directors, nominated by the major shareholder Kinpo Electronics, Inc. Nonetheless, Kinpo could not control a majority voting at the shareholder meeting that requires at least 75% of the majority vote in regards of special agenda that requires majority vote, except issues that the law or the memorandum of association of the Company has specified. As such, a minority shareholder is to be able to accumulate votes, to check and to balance the voting power of the major shareholder.

1.4 Risks from concentration of purchase and raw material quality

The Company has established procurement centre to ensure stability of shipping schedule among qualified suppliers while minimize risks bore by concentrate on particular supplier. Meanwhile, the Company has set up Quality Assurance Centre strictly examines the quality prior the production in order to secure CCET's profound quality reputation. In addition, materials which consigned by the customers will also following the company qualification procedure to minimize the burden occurred later in the manufacturing process.

1.5 Risk from the adequacy of working capital

Working capital is one important factor needed to be considered for business operations and company expansion since it will have direct impact on the Company's performance. The Company's working capitals came from operation, short-term and long-term loans from financial institutions. As of December 31, 2017, the Company had total borrowed through short-term and long-term loan of Baht 18,855.77 million which accounted of 45.59% of total liabilities. As at December 31, 2017, the credit facilities and long-term loan of the Company and its subsidiaries with have not been drawn down amounted to USD 845 million or approximately Baht 27,543.57 million. The Company believes this is sufficient to meet future business growth. However, the working capital needed in the future will be depend on the business expansion and M&A opportunity.

2. RISK ASSOCIATED WITH ECONOMIC CONDITION AND FINANCIAL MARKET

2.1 Risks from interest rate fluctuation

The Company exposure to potential risks in interest rate primarily through its cash at banks and borrowings. However, since most of the Company's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate, therefore the interest rate risk is expected to be minimal. Current interest rate is at 1.0% to 8.3%. Meanwhile, the Company had both long term and short term loan from financial institutions to secure company's regular operation.

2.2 Risks from foreign exchange volatility

The Company exposure to foreign currency risks mainly arise from trading transactions and borrowings that are denominated in foreign currencies. Consequently, the fluctuation in US dollar may adversely distress the financial performance. Nevertheless, the Company had managed the risks by using natural hedge method when it considers appropriate to minimize possible loss.

CCET is continuously monitoring the global economic and market movements with regards to the exchange rates with the aim of preventing potential loss.

3. RISK FROM NATURAL DISASTER

The Company sees potential risk and impact in relate to nature disaster incidents, and has set up prevention plan as well the employee emergency training on a regular basis. In addition to that, the Company's global manufacture facilities are well planned and be able to provide immediate support to the affected facility which not only counting for continuously customer support but also be able to minimize potential business loss due to natural disasters.

MANAGEMENT STRUCTURE

BOARD OF DIRECTORS

As of December 31, 2017, the Company's Board of Directors consists of the following members.

- | | | |
|----|-----------------------------|----------------------|
| 1. | Mr. Hsu, Sheng-Hsiung | Chairman |
| 2. | Mr. Shen, Shyh-Yong | Vice Chairman |
| 3. | Mr. Khongsit Choukitcharoen | Managing Director |
| 4. | Mr. Hsu, Sheng-Chieh | Director |
| 5. | Mr. Pan, Hung-Shen | Director |
| 6. | Mr. Yu, Shih-Tung | Director |
| 7. | Mr. Alan Chi Yim Kam | Independent Director |
| 8. | Mr. William Hang Man Chao | Independent Director |
| 9. | Mr. Thanasak Chanyapoon | Independent Director |

Remark :

Mrs. Sunadda Jaypong is the Corporate Secretary

AUTHORIZED DIRECTORS

The authorized directors are Mr. Hsu, Sheng-Hsiung and Mr. Shen, Shyh-Yong and Mr. Khongsit Choukitcharoen. Either one of signature of authorized directors is authorized to sign on behalf of the Company with the Company's seal affixed.

Scope of authorities and duties of the Board of Directors

1. Duties of the Board of Directors

The Board of Directors has applied its knowledge, ability and experience to carefully perform its duties in the Company's interests in accordance with the Company's objectives, regulations and resolutions made to shareholders with the strong commitment to a practice of honest, straight-forwardness and carefulness toward a maximum extent of effort to maintain both the Company and shareholders' benefits.

2. Duties on the accountability to shareholders

The Board of Directors has to have consistently accountability to shareholders, protect the interests of shareholders and transparently disclose clear information to investors.

3. Review and approval of financial reports and changes in accounting policy

The Board of Directors is responsible for approving the financial reports that have been audited and/or reviewed by the auditor and the Audit Committee, and any changes in accounting policy.

4. Review and approval on appropriateness of business policies

The Board of Directors is responsible for reviewing and approving any appropriate policy, budget and direction of the Company's business operation and plans as proposed by the Management.

5. Supervision of Management

The Board of Directors is responsible for supervising the Management to efficiently perform in the line with the policy set and for informing the Management in preparing any material reports on the Company's business operation and other related party transactions in accordance with the rules and regulations of the Office of Security and Exchange Commission and the Stock Exchange of Thailand.

In cases of necessity, the Board of Directors will set third parties to give professional or technical advice on any matter, which may materially affect the Company's business.

6. Pursuance of internal control and audit system

The Board of Directors has to set up and maintain effective internal control system designed to provide the Management with reasonable assurance that transactions are recorded properly and accurately enough to ensure that the assets are safeguarded and that material frauds and malpractice are precluded. The Board of Directors also appointed the Audit Committee and the internal audit unit to examine the adequacy and the suitability of the internal control system of the Company.

7. Independent performance of non-management directors

The independent directors have their own discretion to make decision on any strategy, administration, appointment of directors and any other material matter affecting the benefits of the Company, including the sufficient and appropriate access to information technology concerning financial and business matters on the interest of the Company.

8. Ethics and etiquette

The Board of Directors prepares a compliance manual in relation to the ethics and etiquette of the Management and staff as guidelines for good and proper practice within the Company.

All aforementioned responsibilities can be enforced and approved by the Board of Directors except for the following items, which require shareholders' approval.

- In compliance with the law, requiring a shareholders' resolution
- Connected transactions as set out in SEC or by laws

The transactions in which any director has a material interest, directly or indirectly, or has a conflict of interest, the director(s) has no voting right on such transactions.

Authority, duty and responsibility scope of Chairman of the Board

1. To be responsible as the leader of the Board of Directors in monitoring and supervising the operations of the Board of Directors and other Committees to make them achieve the objectives pursuant to the specified plan.
2. Summon the Board of Directors meeting or may assign another person to act on own behalf.
3. Preside at the Board of Directors' meeting and the shareholders' meeting.
4. To have a casting vote in case of tied votes in the Board of Directors' meeting.

AUDIT COMMITTEE

As of December 31, 2017, the Company's Audit Committee consists of the following members.

- | | | |
|----|---------------------------|-----------------------------|
| 1. | Mr. Alan Chi Yim Kam | Chairman of Audit Committee |
| 2. | Mr. William Hang Man Chao | Audit Committee |
| 3. | Mr. Thanasak Chanyapoon | Audit Committee |

Remark :

Mr. Alan Chi Yim Kam and Mr. William Hang Man Chao have the knowledge to review the financial statement.

Scope of authorities and duties of the Audit Committee

- (1) To review the Company's financial reporting process to ensure that it is accurate and adequate.
- (2) To review the Company's internal control system and internal audit system to ensure that they are suitable and efficient, to determine and internal audit unit's independence, as well as to approve the appointment, transfer and dismissal of the chief of an internal audit unit or any other unit in charge of an internal audit.
- (3) To review the Company's compliance with the law on securities and exchange, the Exchange's regulation, and the law relating to the Company's business.
- (4) To consider, select and nominate an independent person to be the Company's auditor, and to propose such person's remuneration, as well as to attend a non-management meeting with an auditor at least once a year.
- (5) To review the Connected Transactions or the transactions that may lead to conflicts of interests, to ensure that they are in compliance with the laws and the Exchange's regulations, and are reasonable, and are reasonable and for highest benefit of the Company.

- (6) To prepare, and to disclose in the Company's annual report, an audit committee's report which must be signed by the audit committee's chairman and consist of at least the following information:
 - (a) An opinion on the accuracy, completeness and creditability of the Company's financial report.
 - (b) An opinion on the adequacy of the Company's internal control system.
 - (c) An opinion on the compliance with the law on securities and exchange, the Exchange's regulations, or the laws relating to the Company's business.
 - (d) An opinion on the suitability of an auditor.
 - (e) An opinion on the transactions that may lead to conflicts of interests.
 - (f) The number of the audit committee meetings, and the attendance of such meetings by each committee member.
 - (g) An opinion or overview comment received by the audit committee from its performance of duties in accordance with the charter.
 - (h) Other truncations which, according to the audit committee's opinion, should be known to the shareholders and general investors, subject to the scope of duties and responsibilities assigned the Company's board of directors.
- (7) To perform any other act as assigned by the Company's board of directors, with the approval of the audit committee.

MANAGEMENT TEAM

As of December 31, 2017, the management comprises of 6 persons, as follows;

- | | |
|--------------------------------|--|
| 1. Mr. Khongsit Choukitcharoen | Managing Director |
| 2. Ms. Vipada Uadulyatham | Vice President of Administration |
| 3. Mr. Huang, Ko-Wei | Vice President of Manufacturing |
| 4. Mr. Wang, Wei-Chao | Vice President of Manufacturing |
| 5. Mr. Suphot Thaiking | Vice President of Manufacturing |
| 6. Mr. Zhang, Ming-Cha | Assistant Vice President of Financial and Accounting |

Scope of authorities and duties of the Managing Director

1. Make a decision on important matters, set duties, objectives and direction of the Company's business policy including supervising overall operation performance, customer relation and marketing for businesses in foreign countries and being responsible to the Board of Directors.

The financial transactions such as guarantee debt and lending, the Managing Director do not have the authority to do so but should depend on the Board of Director's approval.

2. Approve annual budget of the Company
3. Approve credit limit given to customers, payment period, and product sales contracts including changes in trade conditions, making guarantee contracts and obsolete inventory management.
4. Have authorities to purchase permanent assets with the investment of no more than Baht 20 million.
5. Have authorities to invest in a new project with the investment of no more than Baht 20 million.
6. Set and approve standard of personnel management and of employees' salary adjustment.
7. Approve consultant appointment that is necessary to business operation
8. Perform any other duties related to the Company's general operation, not including operation of inter-related transactions and any transaction regarding purchase or disposal of material assets of the listed company according to the rules and regulations of the Stock Exchange of Thailand.

The above authorities, entitled to the Managing Director, have to follow the laws and bylaws of the Company. In case of any transaction, which affects or may affect on interest of the Managing Director or connected persons, Managing Director has no authority to approve it and has to propose the issue to the Board of Directors for consideration.

Besides, in case that the transactions incurred are inter-related or relate to purchase or disposal of material assets of the Company or its subsidiaries, these transactions are required to have approval from shareholders and/or to comply with the rules, conditions and procedures in the relevant regulations of the Stock Exchange of Thailand regarding these particular matters.

SELECTION OF DIRECTORS AND EXECUTIVES

The Company does not have any nomination committee to appoint the directors. However, according to the Company's guideline, the directors are selected by the Board of Directors by concerning on experience, vision, abilities and characteristics.

The Board of Directors

At annual General shareholders' meeting, the directors should resign from the Board at least one-third of the total number of directors. If the number of directors cannot be divided into exactly three parts, they should be retired by the number closest to one-third. And in case that any retired director is re-elected, a resolution of the shareholders' meeting will be required. At the time of candidate's nomination for the Board of Directors, the Company will prepare a list of details and information about such candidates for the shareholders' consideration, which have to follow the rules and procedures below.

1. One shareholder is entitled to one vote per share.
2. Each shareholder will exercise the right under item no.1 to elect one or more persons to be member of the Board of Directors, but cannot divide up his or her votes and allocate such vote for any one candidate.
3. The candidates obtaining the highest numbers of votes should be appointed directors, until all vacancies are filled. Should be a tied vote, the Chairman of the meeting shall have a casting vote.

In the event that the position of the Board of Directors is vacant whatever the reason is except when the term of the position is completed, the Board of Directors has to elect person(s) having proper qualifications and being not illegal according to the laws of public company. The vacant position will be filled in the next BOD's meeting, except the remaining term is less than 2 months. The elected person will be in the position for the rest of the term of the retired director. The resolution of the Board of Directors should get the voting of not less than three-fourth of the total number of the existing directors.

Audit Committee and independent directors

Shareholder will be able to appoint the Audit Committee and independent directors during shareholder's meeting. The term of the appointment is 3 years and can be re-elect after the term expired. The qualifications of the Audit Committee member and independent director are specified in the definition of "Audit Committee".

Definition of "Audit Committee" as the following;

1. Holding not more than 1% of the shares entitled to vote of the Company, subsidiary companies and its affiliated companies or conflicting juristic persons, shares held by related persons to be included in the calculation.
2. Not being a director who take part in the management; an employee; a staff; an advisor who receives a regular salary and is not in a position to exert control over the Company, its subsidiaries or fellow-subsidaries or on any entity likely to give rise to a conflict of interest (at present, and in the two years prior to his appointment)
3. Does not have business dealings with the Company:
 - 3.1 Is not an auditor of the Company
 - 3.2 Does not provide other professional services to the Company such as legal or financial consultancy or appraisal worth more than Baht 2 million per year.
 - 3.3 Does not have habitual related party transaction by way of rent or lease, whether as lesser or lessee, or real estate, or concerning assets/services or the receipt or provision of financial assistance with a value exceeding Baht 20 million or 3% of NTA, whichever is the lower, including transactions carried out in the one year prior to carrying out of any given transaction.

He must not have business relations as defined in 3.1 to 3.3 above at present, nor in the two years prior to his appointment except where there is necessary and proper reason and in any case not continuously or constantly. An Independent Director or Audit Committee Member may have relations that go beyond those stipulated while performing his office, but only after obtaining the unanimous prior approval of the Company's Board of Director and subject to the relationship being disclosed per Form 56-1, in the annual report and in the letter of invitation to the Shareholder's Meeting in the event that the Shareholders' Meeting is to be asked to renew the term of office of the Independent Director or Audit Committee Member concerned.

4. Not being a person related by blood or by registration under laws as father, mother, spouse, sibling or child of or the spouse of a child of an Administrator, major shareholder or other person in a position of authority or candidate as Administrator or person in a position of authority of the Company or any of its subsidiaries.

5. Has not been appointed to represent a Director or major shareholder or other shareholder that is a related party to a major shareholder.
6. Does not have any other characteristic limiting his independence.
7. An Independent Director having the characteristics set out in points 1 to 6 above may be given powers by the Board of Directors to decide on matters involving the Company, its subsidiaries, its joint ventures or fellow-subsiidiaries or entities likely to have a conflict of interest on a collective decision basis.

MANAGEMENT'S REMUNERATION

Directors' remuneration for year 2017

NAME	REMUNERATION	
	BONUS	MEETING ALLOWANCE
Mr. Hsu, Sheng-Hsiung	6,000,000	480,000
Mr. Shen, Shyh-Yong	8,000,000	360,000
Mr. Khongsit Choukitcharoen	1,200,000	180,000
Mr. Hsu, Sheng-Chieh	1,200,000	180,000
Mr. Pan, Hung-Shen	1,200,000	180,000
Mr. Yu, Shih-Tung	1,200,000	180,000
Mr. Alan Chi Yim Kam	1,200,000	180,000
Mr. William Hang Man Chao	1,200,000	180,000
Mr. Thanasak Chanyapoon	1,200,000	180,000
Total	22,400,000	2, 100,000

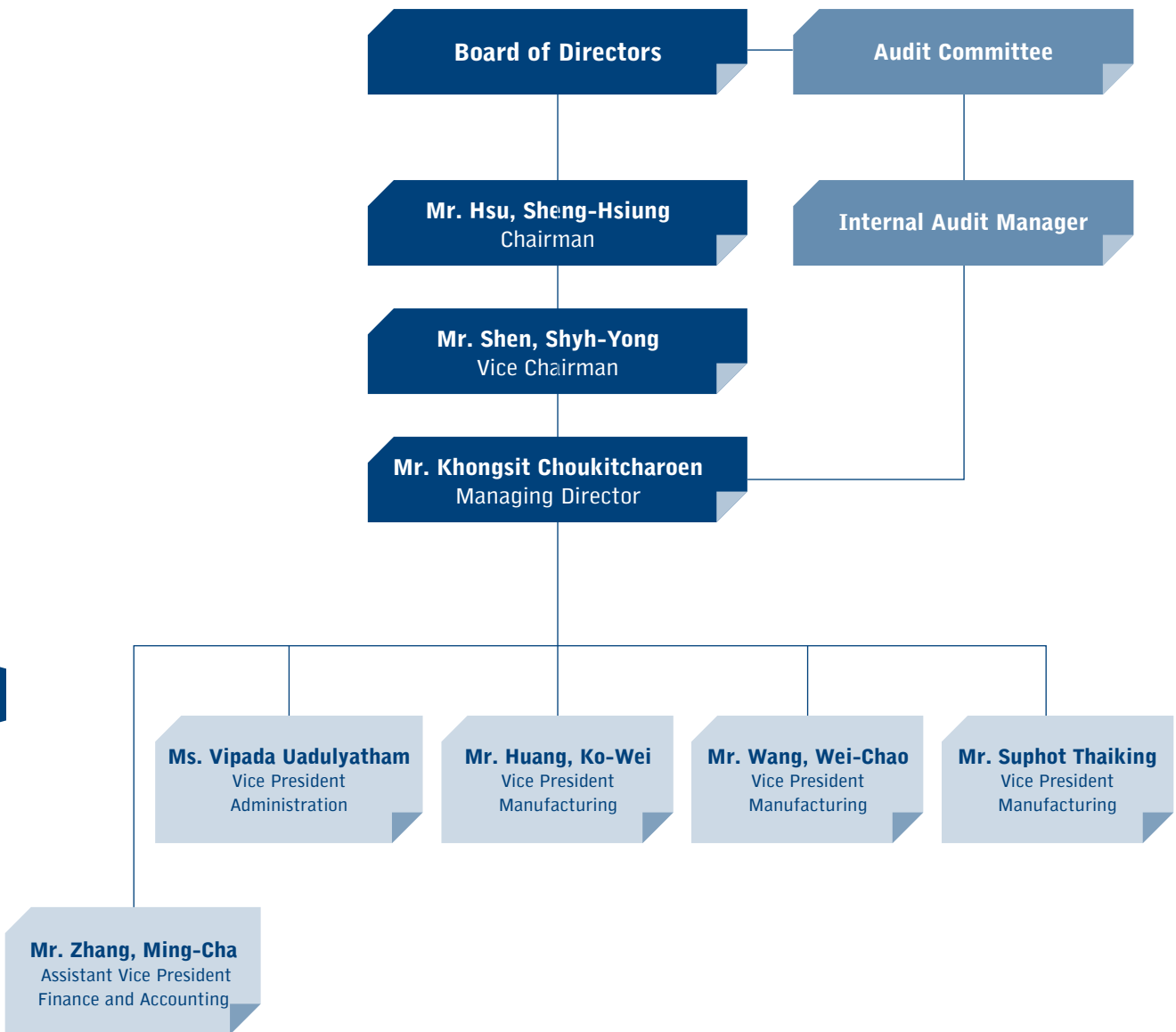
Remuneration of the Management

Remuneration of total 6 management members including salary and bonus is at total amount Baht 16.38 million in 2017.

Other Benefits

The Company has issued the Warrants to Purchase New Ordinary Shares of Cal-Comp Electronics (Thailand) Public Company Limited (CCET-WB) to the Company's employees, and total amount of 6,5000,000 units has allocated to the Managements of the Company through 1st year allotment in 2015.

MANAGEMENT STRUCTURE



CORPORATE GOVERNANCE

The Company has initiated policies conforming to the Code of Best Practices of the directors of listed companies according to the procedures of the Stock Exchange of Thailand. The Company values the principle of good corporate governance, considering all stakeholders and society as a whole.

The Company has set the good corporate governance policy that has been approved by The Board of Directors as followings:

- Issued policy for the Rights and Equitable Treatment Shareholders and various groups of stakeholders.
- Managed through absolute responsibility and oversaw any conflict of interests by the Board of Directors.
- Verified financial statement and connected transaction with related parties through proper control and internal audit, which include business operation and risk management.
- Operated business with transparency and disclosure of information in an adequate, reliable and punctual manner.
- Performed under Code of Ethics by Directors and employees.

The following lists corporate governance policy reported in 5 separate categories, as mandated by the Stock Exchange of Thailand.

1. THE RIGHTS OF SHAREHOLDERS

Basic shareholder rights are rights to buy/sell or transfer shares, share in the profit of the Company, obtain relevant and adequate information on the Company in a timely manner and on a regular basis, participate and vote in the shareholder meetings to elect or remove members of the board, appoint external auditor, and make decisions on any transactions that affect the Company such as dividend payment, amendment to the Company's articles of association or the Company's memorandum of association, capital increases or decreases, the approval of extraordinary transaction and approval on important transactions influencing directions of the Company.

In year 2017, besides the above-mentioned rights of the shareholders, the Company proceeded to carry out the necessary work which encourages shareholders to use their rights as the following:

1. In year 2017, the Company held Annual General Meeting of Shareholders on April 21, 2017 at Samut Sakhon Factory, the Conference Room of R&D Building 5th Floor, 60 Moo 8, Sethakij Road, Tambon Klong Maduea, Amphoe Krathum Baen, Samut Sakhon which has the voting according to the minutes. The Company delivered an invitation letter, the agenda of each meeting as well as supplementary documents to the shareholders no less than 14 days prior to the meeting date according to the laws through the Company's shares registrar.
2. Release the detailed information on agendas of the meeting of shareholders and post on the Company's website (www.calcomp.co.th) 30 days before the meeting date, these information is same with the documents that the Company distributed to shareholders. Moreover, the Company informed clarifying all shareholders to attend the meeting and the rights to vote on resolutions via SCP client of The Stock Exchange of Thailand.
3. Provide shareholders full rights to vote and in case of the shareholders who unable to attend the meetings are entitled to appoint a representative to attend the meeting.
4. The Company used the Barcode System in the Annual Shareholders' Meeting for shareholder registration and voting process in order to demonstrate voting transparency.
5. The Company held the meeting at a convenience location and set up a suitable meeting room for the shareholders. The Company also gave an opportunity to shareholders to express their question with the Company's Investor Relations Department before the meeting.

2. THE EQUITABLE TREATMENT OF SHAREHOLDERS

The Company gives the importance in the equitable treatment of shareholders to all shareholders.

1. The Company invited all shareholders of the Company to propose any matter that they deem significant to be included in an agenda of the Annual General Meeting of Shareholders 2017. The Company made announcement on the Company's website and the SCP Client of Stock Exchange of Thailand. Proposed agendas can be sent to the Company via Investor Relations Department's e-mail address at ir@calcomp.co.th or postal within specific period. For the Annual General Meeting of Shareholders 2017, no any agendas was proposed by shareholders.
2. The Company invited the shareholders to propose a qualified candidate for directorship for the Annual General Meeting of Shareholders 2017, the shareholders must be the Company's shareholder holding continuously minimum shares in an amount 0.05 percent of the total shares either by one or several shareholders combined. And, Shareholders must have held those shares continuously for at least 12 months by the date the shareholder nominates a qualified candidate. The Company had announced the qualification of candidate, the regulation and the support documents by posted on the Company's website for shareholders to study the detail information. The proposed a qualified candidate and supporting documents can be sent to the Company via Investor Relations Department's e-mail address at ir@calcomp.co.th or postal within specific period. For the Annual General Meeting of Shareholders 2017, no any candidate was proposed by shareholders
3. In case of the shareholders who are unable to attend the meetings are entitled to appoint representative e.g. Independent Director or a person to attend the meeting to act as their proxy by using proxy form sent to them along with the invitation of the meeting. The proxy forms can be downloaded from the Company's website.
4. On the Meeting of Shareholders, the chairman gives an opportunity to shareholders in auditing the Company's business operation, questioning, showing their opinions and giving advices and also uses this opportunity to clarify the performance, future outlook to make the shareholders better understand the Company's business. There is no limitation of late shareholders to attend the meeting and no other any agenda added without notifying shareholders.
5. In appointment director agenda, the Company gives the chance to the shareholders in voting by person in order to be transparent and more independent for election.
6. Allocate the rights to vote at the meetings according to the number of shares owned by each shareholder, allowing one share one vote and using the voting card on every agenda.
7. In the AGM meeting, the Company has completely recorded by writing the minutes of the meeting by separate voting point to Agreed, Disagreed and abstained of each agenda, attendant and absent list of director, voting process and Q&A in the meeting and also video recorded the entire meeting. The completed minutes of the meeting were post on the Company's website within 14 days after the meeting.
8. Established measures to control the usage and prevent the misuse of internal information (insider trading) for benefit of a person concerned by prohibit them from trading the Company securities for 30 days before financial statements released and at least 24 hours after the information is widely spread out to the public. The Company will remind directors, managements and person concerned before releasing financial statements. In case any directors and management staff sell or buy the Company securities, they are required to report the shareholdings to SEC within a 3-business day period for public disclosure.

3. ROLE OF STAKEHOLDERS

The Company pays attention to every stakeholder as stated in the following details:

1. Shareholders and Investors

The Company operates the business to for the benefit to all stakeholders. Moreover, the Company also set up policies to give rights to all shareholders and investors in acquiring the Company's information transparently and reliably.

2. Employee

The Company views the employees as a major asset and treats all employees fairly in welfare, benefit, environment, safety in working and health care for employees as follows:

- Provide lunch meal and dinner for the overtime employee.
- Give the incentive reward to the employees who come to work on time everyday.

- Provide the Provident Fund to the employees.
- Create environmental campaign in the factory and the office.
- Arrange the Annual Physical Check up to the employees.
- Provide the Nurse room in every factory to assure the emergency case for every employee.
- Operate the morning meeting to ensure the understanding in solving and increase the knowledge to the employees to do the right job at the first time. Moreover, the Company also has the inbound and outbound training to develop the working skill continuously.

Moreover, access to senior management is granted and expressed on the Employee Handbook.. “Whistle Blowers” will be properly protected and rewarded if their allegations are found to be true.

3. Customer

Customer information is treated as strictly confidential according to the Business Ethics in order to build the good and long standing relationship between the Company and the customers.

4. Supplier

The Company treats all suppliers as business partners, and works with all in building a long-term relationship.

5. Creditor

The Company conducts business according to the business agreement and gives accurate and factual information to all creditors.

6. Business Competitor

The Company commits to doing business in a fair and equitable manner.

7. Society

The Company realizes the safety of social and environment and the quality of life in society where the Company located, thus CCET intends to follow the law and regulation strictly and continuously supporting corporate Social Responsibilities Program.

8. Environment

The Company has set the environmental policy and everyday at CCET is regarded as worldwide environment day. Moreover, the Company also establishes the environment committee to reinforce the ideal of the employees participating in environmental perseverance both inside and outside the factory.

4. DISCLOSURE AND TRANSPARENCY

The Company ensures that all-important information relevant to the Company, both financial and non-financial, is disclosed correctly, accurately, on a timely basis and transparently through easy to access channels that are fair and trustworthy. The Company shall disclose the following information

1. Disclose duties and responsibilities of the Board of Directors and also reveal the attendance records and the report of the Board of Director. The Board of Directors is responsible for the Company’s consolidated financial reports and financial information appearing in the annual reports. The financial statements are prepared based on the accounting standards generally accepted in Thailand by using the appropriate accounting policy.
2. The Company disclosed information on remuneration of all directors. The Company has established remuneration to the directors in a precise and transparent manner and submitted to the Annual General Shareholders’ meeting for approval. The remuneration to the management must conform to the procedures and policies set by the Board of Directors, which must also coincide with the Company’s performance and the performance of each management.
3. Disclose the policy environmental of the Company.
4. Disclose the policy on corporate governance complied with the policy.
5. The Company set up the Investor Relations. As a result, the Company emphasizes on disclosing information that is adequate, accurate, trustworthy, consistent, and punctual. Regarding the investor relations, the Company has designated an investor relation department to communicate with the shareholders, institutional investors, individual investors and financial analysts including the interested parties.

The Investor Relations representatives:

Ms. Jenny Chou

Investor Relations Manager

Tel. 0-2261-5033-36 Fax. 0-2661-9396

E-mail : yichunchou@calcomp.co.th Website : www.calcomp.co.th

Mrs. Sunadda Jaypong

Corporate Secretary

Tel. 0-2261-5033-36 Fax. 0-2661-9396

E-mail : sunadda@calcomp.co.th Website : www.calcomp.co.th

6. Disclose up-to-date information in both Thai and English version on the Company's website.

5. THE RESPONSIBILITIES OF THE BOARD

The Board of Directors plays an important role in corporate governance for the best interest of the Company. The Board is accountable to shareholders and independent of management. The number of directors is currently limited to nine members and divided to 2 committees, the Company's directors consist of 1 Executive Directors and 8 Non-Executive Directors.

The Chairman of the Company is not the same one as the Managing Director, and the duties and authorities of the Board of Directors and of the Managing Director are clearly separated. The Company has 3 independent directors who provide check and balance, independence and represent all minority shareholders.

The Board of Directors has appointed the Audit Committee to assist in the corporate governance of the Company. Name list, duties and authorities of the Audit Committee are as what mentioned in Management Structure part. The Audit Committee will arrange one meeting every 3 months.

Board of Directors' meeting

The Board of Directors arranges a meeting for every 3 months to consider the results of operation and the financial statements. Besides, the Board sets visions, goals, strategies, and provides policies to the Company, supervises and controls operation. Special meeting may be arranged if necessary, and an invitation letter with specific agenda will be sent to the Board of Directors 7 days prior to the meeting to give the Board of Directors an appropriate time period in investigation.

In 2017, the Company had arranged a total of 5 meetings comprised of 4 regular meetings and 1 special meeting. In each meeting, at least half of the directors must participate according to the Company's article. The Company's Board of Directors consists of the following members and meeting attendance.

Board Meeting

Name	Position	Meeting Attendance
1. Mr. Hsu, Sheng-Hsiung	Chairman	2/5
2. Mr. Shen, Shyh-Yong	Vice Chairman	5/5
3. Mr. Khongsit Choukitcharoen	Managing Director	5/5
4. Mr. Hsu, Sheng-Chieh	Director	1/5
5. Mr. Pan, Hung-Shen	Director	5/5
6. Mr. Yu, Shih-Tung	Director	5/5
7. Mr. Alan Chi Yim Kam	Independent Director	4/5
8. Mr. William Hang Man Chao	Independent Director	4/5
9. Mr. Thanasak Chanyapoon	Independent Director	5/5

Audit Committee Meeting

Name	Position	Meeting Attendance
1. Mr. Alan Chi Yim Kam	Independent Director and Chairman of Audit Committee	3/4
2. Mr. William Hang Man Chao	Independent Director and Audit Committee	4/4
3. Mr. Thanasak Chanyapoon	Independent Director and Audit Committee	4/4

When considering the matters presented to the Board, all member of the Board are allowed to express their opinions freely, resolutions are passed by majority vote, providing that one director is eligible for one vote. After the meeting, the secretary of the Board is responsible for preparing the minutes and certified the correctly by Chairman and Vice Chairman. The minutes must then be approved by next board meeting.

Leadership and Vision

The Company has set the vision to be the leader in Electronics Manufacturing Services (EMS) and provided the best service and total solution to the customers all over the world. The Board of Directors has participated in the set up of the Company's vision, mission, strategies, objectives business plan and budgets and also in supervising the Management to achieve the Company's goals within the budget.

Conflict of Interests

In case of the conflict of interests or the relevant topic, the Board of Directors and the Audit Committee will reasonably consider in that topic in according to the relevant rules and regulations of The Stock Exchange of Thailand. The price and conditions should be similar to Arm's Length Basis and has disclosed details, transaction value, and reason/necessity in connected transaction report.

Business Ethics

The Company has set rules on business ethics in the way that SET gave as a guideline for executives to perform. And these rules guide the executives and employees of the Company to follow carefully and regularly. The Company has employee handbook so as to set a standard for work, quality and practice.

Remuneration for Directors and Management

The Company has established remuneration to the directors in a precise and transparent manner and should be approved by shareholders' meeting.

Internal Control System

The Company recognizes the importance of internal control system at both the executive level and the operational level. The Company has proper guidelines and operation manuals for all its employee. The Company has an internal control system regarding the financial system to propose the financial reports to the supervisors.

Risk Management

The Audit Committee is responsible for considering the risk factor report of the Company by quarterly review and reporting to the Board of Directors in order to manage the risk factor that will impact to the Company.

Knowledge Development

The Company encourages the Board of Directors to attend seminars for knowledge development and continuously presents up-to-date information including SET, SEC and relevant organization newsletter to all levels of staff.

RELATED PARTY TRANSACTIONS

The relationship between the Company and the related parties are summarized below.

NAME OF RELATED PARTIES	RELATIONSHIP WITH THE COMPANY
Kinpo Electronics, Inc.	Parent company
Logistar International Holding Co., Ltd.	Subsidiary
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Subsidiary
Cal-Comp Electronics & Communications Co., Ltd.	Subsidiary
Cal-Comp Technology (Suzhou) Co., Ltd.	Subsidiary
Cal-Comp Electronics and Communications (Suzhou) Co., Ltd.	Subsidiary
Cal-Comp (Malaysia) SDN. BHD.	Subsidiary
Cal-Comp Precision (Singapore) Limited	Subsidiary
Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda.	Subsidiary
Cal-Comp Electronics de Mexico Co., S.A. de C.V.	Subsidiary
Cal-Comp Electronics (USA) Co., Ltd.	Subsidiary
Cal-Comp Technology (Philippines), Inc.	Subsidiary
Cal-Comp Precision (Thailand) Limited	Subsidiary
Cal-Comp Holding (Brasil) S.A.	Subsidiary
QBit Semiconductor Holding Ltd.	Subsidiary
Cal-Comp (India) Private Limited	Subsidiary
Avaplas Precision Plastics (Shanghai) Co., Ltd.	Subsidiary (held by a subsidiary)
Cal-Comp Precision (Malaysia) Sdn. Bhd.	Subsidiary (held by a subsidiary)
Cal-Comp Precision (Dongguan) Limited	Subsidiary (held by a subsidiary)
Cal-Comp Precision (Wujiang) Co., Ltd.	Subsidiary (held by a subsidiary)
Cal-Comp Precision (Philippines), Inc.	Subsidiary (held by a subsidiary)
Cal-Comp USA (Indiana), Inc.	Subsidiary (held by a subsidiary)
Cal-Comp USA (San Diego), Inc.	Subsidiary (held by a subsidiary)
Cal-Comp Industria de Semicondutores S.A.	Subsidiary (held by a subsidiary)
QBit Semiconductor Ltd.	Subsidiary (held by a subsidiary)
XYZprinting, Inc.	Associate
PChome (Thailand) Co., Ltd.	Associate
Cal-Comp Big Data, Inc.	Associate
New Era AI Robotic Limited	Associate
Daviscomms (S) Pte Ltd.	Associate (held by a subsidiary)
Shanghai Chuang Ge Education Technology Co., Ltd,	Associate (held by a subsidiary)
XYZprinting Japan, Inc.	Subsidiary of an associate

NAME OF RELATED PARTIES	RELATIONSHIP WITH THE COMPANY
XYZprinting, Inc. (SAMOA)	Subsidiary of an associate
XYZprinting, Inc. (USA)	Subsidiary of an associate
XYZprinting Netherlands B.V.	Subsidiary of an associate
XYZprinting (Suzhou) Co., Ltd.	Subsidiary of an associate
XYZprinting (Thailand) Co., Ltd.	Subsidiary of an associate
XYZprinting (Shanghai) Cloud Technology Co., Ltd.	Subsidiary of an associate
Cal-Comp Big Data International Ltd.	Subsidiary of an associate
New Era AI Robotic Inc.	Subsidiary of an associate
Cal-Comp Biotech Co., Ltd.	Subsidiary of the parent company
CastleNet Technology, Inc.	Subsidiary of the parent company
CastleNet Technology (BVI), Inc.	Subsidiary of the parent company
Crownpo Technology, Inc.	Subsidiary of the parent company
Dongguan Kaipo Electronics Co., Ltd.	Subsidiary of the parent company
Forward International Ltd.	Subsidiary of the parent company
Jipo Investment Co., Ltd.	Subsidiary of the parent company
Kinpo Electronics (China) Co., Ltd.	Subsidiary of the parent company
Kinpo International Ltd.	Subsidiary of the parent company
Kinpo Electronics (Philippines), Inc.	Subsidiary of the parent company
Kinpo International (Singapore) Pte. Ltd.	Subsidiary of the parent company
Lipo Holding Co., Ltd.	Subsidiary of the parent company
LIZ Electronics (Kunshan) Co., Ltd.	Subsidiary of the parent company
LIZ Electronics (Nantong) Co., Ltd.	Subsidiary of the parent company
Ranashe International Ltd.	Subsidiary of the parent company
Acbel Polytech Inc.	Related company
Ascendant Private Equity Investment, Ltd.	Related company
Dawning Leading Technology Inc.	Related company
Fellow Inc.	Related company
Kinpo Group Management Service Co., Ltd.	Related company
Instituto Cal-Comp De Tecnologia	Related company
Metal Component Engineering Limited	Related company
Memoright Memortech Corporation	Related company
Mojoose Inc.	Related company
Teleport Access Service, Inc.	Related company

Remark : Kinpo Electronics, Inc. holding 100% in Kinpo International Ltd.
Kinpo Electronics, Inc. holding 22.60% in Acbel Polytech Inc.
Kinpo Electronics, Inc. holding 51.61% in Crownpo Technology, Inc.
Kinpo Electronics, Inc. holding 100% in Kinpo International (Singapore) Pte., Ltd.
Kinpo Electronics, Inc. holding 31.89% in CastleNet Technology Inc.

THE AMOUNT AND OUTSTANDING BALANCE OF THE RELATED PARTY TRANSACTIONS

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
1. Kinpo Electronics, Inc.	Major shareholder, holding 40.39% in the Company. It also has the common directors with the Company as follows: 1. Mr. Hsu, Sheng-Hsiung 2. Mr. Hsu, Sheng-Chieh 3. Mr. Shen, Shyh-Yong	(1) The Company - Sales - A/R and Other A/R	2.24 0.60	The Company sold products to Kinpo Electronics, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		- Purchase	178.46	The Company purchased raw materials from Kinpo Electronics, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		- Purchase of fixed asset - A/P and Other A/P	0.44 0.27	The Company purchased fixed assets from Kinpo Electronics, Inc. to support operation	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		- Sales of fixed assets	0.58	The Company sold fixed assets to Kinpo Electronics, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(2) Cal-Comp Electronics and Communications Co., Ltd. - Other expense - A/P and Other A/P	86.11 7.21	Cal-Comp Electronics and Communications Co., Ltd. uses ERP system of Kinpo Electronics, Inc. to manage the material control, paid office rental fees and also use the project plan from Kinpo Electronics, Inc.	The pricing will be contract price and the actual charge will be subject to the employee headcount and actual expense. The conditions were in line with the normal business practice.	The transaction is normal business practice.

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
		- Purchase of fixed assets	0.77	Cal-Comp Electronics and Communications Co., Ltd. purchased fixed assets from Kinpo Electronics, Inc. to support operation	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.
		- Sale of fixed assets	0.33	Cal-Comp Electronics and Communications Co., Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.
		- AR and Other A/R	0.29	sold unused fixed assets to Kinpo Electronics, Inc.		
		(3) Cal-Comp Precision (Thailand) Ltd. - AR and Other A/R	224.53	The outstanding amount from previous sales products to Kinpo Electronics, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.
		(4) Logistar International Holding Co., Ltd. - Other expense - AP and Other A/P	105.42 98.04	Logistar International Holding Co., Ltd. has received professional supports by Kinpo Electronics, Inc.	The pricing will be contract price and the actual charge will be subject to the employee headcount and actual expense. The conditions were in line with the normal business practice.	The transaction is normal business practice.

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
		(5) Cal Comp (Malaysia) SDN BHD - Purchase of fixed asset	37.72	Cal Comp (Malaysia) SDN BHD purchased fixed assets from Kinpo Electronics, Inc. to support operation	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.
		- Sales of fixed assets - Gain on disposal of fixed assets	1.58 0.52	Cal Comp (Malaysia) SDN BHD sold fixed assets to Kinpo Electronics, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.
2. Kinpo International Ltd.	A subsidiary of Kinpo Electronics Inc. it also has the common directors with the Company as the follows: 1. Mr. Hsu, Sheng-Hsiung 2. Mr. Hsu, Sheng-Chieh 3. Mr. Shen, Shyh-Yong	(1) The Company - Sales - A/R and Other A/R	1.22 0.86	The Company sold products to Kinpo International Co., Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.
		- Sales of fixed assets - Other income	14.00 1.70	The Company sold fixed assets to Kinpo International Co., Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.
		- Gain on disposal of fixed assets	3.40	The Company sold products to Kinpo International Co., Ltd. and has gain on disposal of fixed assets.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	Reasonable
		- Purchase - A/P and Other A/P	227.93 133.59	The Company purchased raw materials from Kinpo International Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
		- Purchase of fixed assets	30.49	The Company purchased fixed assets from Kinpo International Ltd. under customer owner	The price of the transaction was the cost of fixed assets due to customer is owner of asset.	The transaction is normal business practice.
		(2) Logistar International Holding Co., Ltd. - Sales - A/R and Other A/R	33.18 13.11	Logistar International Holding Co., Ltd. sold products to Kinpo International Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		- Purchase - A/P and Other A/P	0.02 0.04	Logistar International Holding Co., Ltd. purchased raw materials from Kinpo International Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(3) Cal-Comp Technology (Philippines) Inc. - Purchase of fixed assets	12.20	Cal-Comp Technology (Philippines) Inc. purchased fixed assets from Kinpo International Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
3. Acbel Polytech Inc.	Common shareholders, Kinpo Electronics Inc. holding 22.60% in Acbel Polytech Inc. It also has the common directors with the Company, 1. Mr. Hsu, Sheng-Hsiung	(1) The Company - Purchase - A/P and Other A/P	241.46 43.17	The Company purchased raw materials from Acbel Polytech Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
	2. Mr. Shen, Shyh-Yong	(2) Logistar International Holding Co., Ltd. - AP and Other A/P	91.51	Advanced amount from Acbel Polytech Inc. for purchase of fixed assets	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(3) Cal-Comp Optical Electronics (Suzhou) Co., Ltd. - Purchase - A/P and Other A/P	14.70 4.08	Cal-Comp Optical Electronics (Suzhou) Co., Ltd. purchased raw materials from Acbel Polytech Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(4) Cal-Comp Holding (Brasil) S.A. - Purchase	189.12	Cal-Comp Holding (Brasil) S.A. purchased raw material from Acbel Polytech Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		- Purchase of fixed assets - AP and Other A/P	0.33 9.19	Cal-Comp Holding (Brasil) S.A. purchased fixed assets from Acbel Polytech Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
4. Kinpo Electronics (China) Co., Ltd.	The subsidiary company of Kinpo Electronics, Inc. It also has the common directors with the Company, 1. Mr. Hsu, Sheng-Hsiung 2. Mr. Hsu, Sheng-Chieh 3. Mr. Shen, Shyh-Yong	(5) Cal-Comp Electronics and Communications Co., Ltd. - Other expense	0.04	Cal-Comp Electronics and Communications Co., Ltd. paid outstanding office and equipment rental fees to Acbel Polytech Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(1) The Company - Purchase - A/P and Other A/P	0.03 0.03	The Company has purchase raw materials from Kinpo Electronics (China) Co., Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(2) Logistar International Holding Co., Ltd. - Purchase - A/P and Other A/P	131.54 45.14	Logistar International Holding Co., Ltd. purchased raw materials from Kinpo Electronics (China) Co., Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(3) Cal-Comp Optical Electronics (Suzhou) Co., Ltd. - Purchase of fixed asset - A/P and Other A/P	6.26 7.32	Cal-Comp Optical Electronics (Suzhou) Co., Ltd purchased of fixed assets from Kinpo Electronics (China) Co., Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
		(4) Cal-Comp Precision (Thailand) Ltd. - Sales - Other expense - A/P and Other A/P	42.00	Cal-Comp Precision (Thailand) Ltd. sold products to Kinpo Electronics (China) Co., Ltd. A subsidiary of Cal-Comp Precision (Thailand) Ltd. (Cal-Comp Precision (Dongguan)) has paid back utilities expense which advanced support by Kinpo Electronics (China) Co., Ltd.	The price of the transaction was close to the market price and the conditions were in line with the normal business practice. Contract price	The transaction is normal business practice The transaction is normal business practice
		(5) Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. - Sale of fixed assets - A/R and Other A/R - Gain on disposal of fixed assets	2.01 4.28 0.57	Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. sold fixed assets to Kinpo Electronics (China) Co., Ltd. Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. has gain on disposal of fixed assets to Kinpo Electronics (China) Co., Ltd.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice. The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice Reasonable

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
5. Kinpo Electronics (Philippines) Inc.	The subsidiary company of Kinpo Electronics, Inc. It also has the common directors with the Company, 1. Mr. Hsu, Sheng-Hsiung 2. Mr. Hsu, Sheng-Chieh 3. Mr. Shen, Shyh-Yong	(1) The Company - A/R and Other A/R	0.48	Outstanding amount of the Company sold fixed assets to Kinpo Electronics (Philippines) Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(2) Cal-Comp Technology (Philippines), Inc. - AR and Other A/R	3.23	Outstanding amount of Cal-Comp Technology (Philippines), Inc. sold fixed asset to Kinpo Electronics (Philippines), Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		- Gain on disposal of fixed assets	0.01	Cal-Comp Technology (Philippines), Inc. has gain on disposal of fixed assets to Kinpo Electronics (Philippines), Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	Reasonable
		- Other expenses - A/P and Other A/P	21.38 4.50	Cal-Comp Technology (Philippines), Inc. paid rental and utility fees support by Kinpo Electronics (Philippines), Inc.	Contract Price	The transaction is normal business practice
		(3) Cal-Comp Precision (Thailand) Ltd. - Sales	520.0	Cal-Comp Precision (Thailand) Ltd. sold products to Kinpo Electronics (Philippines) Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
		- Other expense - AP and other A/P	31.84 32.14	A subsidiary of Cal-Comp Precision (Thailand) Ltd. (Cal-Comp Precision (Philippines) Inc.) has paid back the utilities expense which support by Kinpo Electronics (Philippines) Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice.
		(4) Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. - Sales of fixed assets - AR and Other A/R	7.93 7.53	Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. sold products to Kinpo Electronics (Philippines) Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		- Gain on disposal of fixed assets	2.12	Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. has gain on disposal of fixed assets to Kinpo Electronics (Philippines) Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	Reasonable
6. Metal Component Engineering Limited	Held by the company 10.11%	(1) The Company - Purchase	1.79	The company purchased raw materials from Metal Component Engineering Limited	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
7. XYZprinting, Inc.	Joint Venture by the Company and Kinpo Electronics, Inc. It also has the common directors with the Company. 1. Mr. Shen, Shyh-Yong 2. Mr. Khongsit Choukitcharoen	(2) Cal-Comp Optical Electronics (Suzhou) Co., Ltd. - Purchase - A/P and Other A/P	4.40 0.37	Cal-Comp Optical Electronics (Suzhou) Co., Ltd. purchased raw materials from Metal Component Engineering Limited	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(1) The Company - Sales - A/R and Other A/R	264.44 380.82	The Company sold products to XYZprinting, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(2) Logistar International Holding Co., Ltd. - Other expenses - A/P and Other A/P	68.72 6.09	Logistar International Holding Co., Ltd. has paid technical service fees to XYZprinting Inc. and its subsidiaries	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(3) Cal-Comp Electronics de Mexico Co. SA de CV - Sales - A/R and Other A/R	3.82 0.16	Cal-Comp Electronics de Mexico Co. SA de CV sold products to XYZprinting, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
		(4) Cal-Comp Electronics and Communications Co., Ltd. - Other expense - A/P and Other A/P	0.12 0.11	Cal-Comp Electronics and Communications Co., Ltd. paid equipment rental fees to XYZprinting Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		- Sales of fixed assets	0.13	Cal-Comp Electronics and Communications Co., Ltd. sold fixed assets to a subsidiary of XYZprinting Inc. (XYZprinting Netherlands)	The price of the transaction was near to the market price and the conditions were in line with the normal business practice.	The transaction is normal business practice
		(5) Cal-Comp Precision (Thailand) Ltd. - Sales - AR and Other A/R	22.14 2.13	Cal-Comp Precision (Thailand) Ltd. sold products to XYZprinting, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice	The transaction is normal business practice
		(6) Cal-Comp Electronics (USA) Co., Ltd. - A/R and Other A/R	21.14	Cal-Comp Electronics (USA) Co., Ltd. support advanced service payment for XYZprinting, Inc.	The price of the transaction was near to the market price and the conditions were in line with the normal business practice	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
8. Kinpo Group Management Service Co., Ltd.	Held by Cal-Comp Electronics and Communication Co., Ltd. 12.50 %. It also has the common directors with the Company, 1. Mr. Hsu, Sheng-Hsiung 2. Mr. Shen, Shyh-Yong	(1) Cal-Comp Electronics and Communications Co., Ltd. - Other expenses - AP and Other A/P	3.27 0.22	Cal-Comp Electronics and Communications Co., Ltd. paid consultant fees to Kinpo Group Management Service Co., Ltd.	Contract price	Reasonable
9. Save Com International, Inc.	The subsidiary company of Kinpo Electronics, Inc.	(1) Cal-Comp Electronics and Communications Co., Ltd. - Other expenses - AP and Other A/P	2.43 0.31	Cal-Comp Electronics and Communication Co., Ltd. paid for telephone system to Save Com International, Inc.	The price is depending on actual price and conditions were in line with the normal business practice.	The transaction is normal business practice
10. Dawning Leading Technology Inc.	Held by the Company 9.03%	(1) Cal-Comp Holding (Brasil) S.A. - Purchase - AP and Other A/P - Purchase of fixed assets	7.73 2.83 4.84	Cal-Comp Holding (Brasil) S.A. purchased raw materials from Dawning Leading Technology Inc. Cal-Comp Holding (Brasil) S.A. purchase fixed assets from Dawning Leading Technology Inc.	The price is depending on actual price and conditions were in line with the normal business practice. The price is depending on actual price and conditions were in line with the normal business practice	The transaction is normal business practice The transaction is normal business practice
		(2) Cal-Comp Industria e Comercio de Eletronicos e Informatica Ltda. - Other expenses	3.39	Cal-Comp Industria e Comercio de Eletronicos e Informatica Ltda. purchase consumption parts from Dawning Leading Technology Inc.	The price is depending on actual price and conditions were in line with the normal business practice.	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
11. Cal-Comp Big Data Inc.	Joint Venture by the Company and Kinpo Electronics, Inc.	(1) The Company - Sales - A/R and Other A/R	70.03 287.31	The Company sold products to Cal-Comp Big Data Inc.	The price is depending on actual price and conditions were in line with the normal business practice.	The transaction is normal business practice
12. CastleNet Technology Inc.	Common shareholders, Kinpo Electronics Inc. holding 31.89% in CastleNet Technology Inc., it also has the common directors with the Company, 1. Mr. Shen, Shyh-Yong 2. Mr. Khongsit Choukitcharoen 3. Mr. Pan, Hung-Shen	(1) The Company - Sales - AR and Other A/R - Purchase - AP and Other A/P	350.57 283.43 153.43 24.01	The Company sold products to CastleNet Technology Inc. The Company purchased raw materials from CastleNet Technology Inc.	The price is depending on actual price and conditions were in line with the normal business practice. The price is depending on actual price and conditions were in line with the normal business practice.	The transaction is normal business practice The transaction is normal business practice
		(2) Cal-Comp Electronics and Communications Co., Ltd. - Other expense	0.18	Cal-Comp Electronics and Communications Co., Ltd. has received technical service from CastleNet Technology Inc.	The price is depending on actual price and conditions were in line with the normal business practice.	The transaction is normal business practice
		(3) Cal-Comp Precision (Thailand) Ltd. - Sales	6.07	Cal-Comp Precision (Thailand) Ltd. sold products to CastleNet Technology Inc.	The price is depending on actual price and conditions were in line with the normal business practice.	The transaction is normal business practice

Party which may have conflicts of interest	Relationship	Description of transactions	Amount for 2017 (MB)	Description	Necessity of and reason for transactions	The opinion of Audit Committee
13. Crownpo Technology, Inc.		(4) Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. - Sales of fixed assets	0.76	Cal-Comp Electronics and Communications (Suzhou) Co., Ltd. sold fixed assets to CastleNet Technology Inc.	The price is depending on actual price and conditions were in line with the normal business practice.	The transaction is normal business practice
	The subsidiary company of Kinpo Electronics, Inc.	(1) The Company - AP and Other A/P	0.16	Outstanding amount from purchased raw materials from Crownpo Technology, Inc.	The price is depending on actual price and conditions were in line with the normal business practice.	The transaction is normal business practice

SUPPLY/MANUFACTURING AGREEMENT

Parties concerned	: Cal-Comp Electronics (Thailand) Public Company Limited and Kinpo Electronics, Inc. (a company incorporated under the laws of Taiwan).
Execution date	: 1 st April 2004
Material subject	: The term of the agreement applies to each purchase by Kinpo to Cal-Comp of the goods and services as specifies in the Purchase Order and <ol style="list-style-type: none"> 1. Cal-Comp shall notify Kinpo in advance and in writing of any proposed change in method of producing or testing, subcontractors for producing, processing and testing, site of manufacture and labeling. 2. All products shall meet the specifications and shall be subjected to quality control inspection by Cal-Comp in accordance with Cal-Comp's quality control standards. Cal-Comp shall permit Kinpo to review periodically Cal-Comp's production and quality control procedures and records and to visit Cal-Comp's facilities.
Expiry date	: The Agreement shall continue in full force and effect for one year. The agreement shall be renewed and effective for another one year if there is no objection before the end of the above effective period.

AGREEMENT FOR SHARING MIS SYSTEM (MANAGEMENT INFORMATION SYSTEM)

Parties concerned	: Cal-Comp Electronics and Communications Co., Ltd. and Kinpo Electronics, Inc.
Execution date	: January 1, 2017
Material subject	: Cal-Comp Electronics and communications Co., Ltd. shared MIS resource and system from Kinpo Electronics Inc. to support operation and reporting system.
Expiry date	: December 31, 2017

AGREEMENT FOR PROFESSIONAL SERVICES

Parties concerned	: Cal-Comp Electronics and Communications Co., Ltd. and Kinpo Group Management Service Co., Ltd.
Execution date	: December 1, 2006
Material subject	: Kinpo Group Management Service Co., Ltd. provides Consultant Service for accounting, finance and tax planning to Cal-Comp Electronics and communications Co., Ltd.
Expiry date	: The Agreement shall continue in full force if there is no objection before the end of the above effective period.

AGREEMENT FOR OFFICE LEASING

Parties concerned	: Cal-Comp Electronics and Communications Co., Ltd. and Kinpo Electronics Inc.
Execution date	: September 1, 2017
Material subject	: Cal-Comp Electronics and Communications Co., Ltd. has leasing office space from Kinpo Electronics Inc.
Expiry date	: August 31, 2018

CRITERIA OR STEPS IN APPROVING RELATED COMPANY TRANSACTIONS

The Board of Directors has appointed the Managing Director the authority to approve transactions with related parties under normal business conditions, which must conform to the regulation of Securities and Exchange Act and rules, notifications, and notice of the Stock Exchange of Thailand including the rules regarding the disclosures of related transactions, the acquisition or disposition of the material assets of the Company or its subsidiary company according to the generally accepted accounting standards in Thailand.

The assigned authority must conform to the laws and the Company's bylaws. In case that there is any transaction which has or may have the conflict of interests of Managing Director or related persons, the Managing Director has no rights to approve such transaction and has to propose such transaction to the Board of Directors for consideration.

Moreover, the related company transaction or the transaction related to the acquisition or disposition of the material assets of the Company or the subsidiary company, as the case may be, has to be approved by the shareholders' meeting and/or any action under the related regulations or methods to conform to the notifications of the SET.

POLICY AND TREND OF FUTURE RELATED COMPANY TRANSACTIONS

The Company's policy is to operate business for utmost benefits of the Company and its subsidiary companies. Under normal business operation, the Company and its subsidiary companies must incur into sales or service transactions with related companies. Therefore, the Company and its subsidiary companies will continue to have the related company transactions under the normal business conditions with the fair or market price, which is able to compare to the transaction with others.

METHOD TO PROTECT INVESTORS

To protect investors, if there is any related company transactions between the Company or the subsidiary company and the affiliate company, and the related parties in the future, these transactions must be considered by the Board of Directors, which has the Audit Committee giving the opinion for the necessity and the appropriateness of the transactions. Directors who have an interest in said transactions have no rights to vote on such matters. In the event that the Audit Committee doesn't have an expertise in the matter of such transactions, the Company will provide an independent expert or the Company's auditor to provide an opinion as to the necessity, reasons and decision by the Board of Directors or shareholders in making the transactions, as the case may be. The Company will also disclose the transactions in the notes of the Company's audited financial statements.

THE AUDIT COMMITTEE'S OPINION

The Audit Committee has considered the past and recently related company transactions of the Company, the subsidiary companies or the related parties and has the opinion that the Company has disclosed the information correctly and completely. Such transactions were under the normal business conditions with either the market price or close to the market price.

AUDIT COMMITTEE REPORT - 2017

The members of the Audit Committee at CCET were responsible in the monitoring of the financial well being of the Company and the internal audit functions of the company.

The Audit Committee has 3 Independent Directors. They are:

- | | | |
|----|-----------------------|---------------------------------|
| 1. | Alan Chi Yim Kam | Chairman & Independent Director |
| 2. | William Hang Man Chao | Independent Director |
| 3. | Thanasak Chanyapoon | Independent Director |

The Audit Committee had 4 meetings in 2017 plus various other meetings with external auditors, management and internal auditor.

The Audit Committee performed the following duties in the 2017 financial year:

Financial Statement - The Audit Committee reviewed the Reviewed and Audited statements of the company on a regular basis before submitting to the Board of Directors for approval. Consultations were made with management of the company on various occasions to assure that committee members are satisfied with the reporting of the statements. The Committee also reviewed the statements of its subsidiaries and affiliates. The Committee is satisfied that the financial presentation is accurate and they are in conformity with the regulations of the Stock Exchange of Thailand and Securities Exchange Commission of Thailand.

Internal Audit - Aside from approving the annual audit plan of the Internal Audit Department, the committee also hold regular meetings with the Internal Audit Department to discuss any outstanding issues related to the department's function. The Thai Internal Audit team has been working more closely with their counter parts overseas. Minor Audit Issues were discussed and addressed periodically.

External Auditors - The Audit Committee met with EY Office Limited, the company's external auditor on the Reviewed and Audited financial statements regularly. The committee also discussed the annual audit plan, matters of concern with external auditors. We are satisfied with the work of the External Auditors and we are pleased to recommend to the Shareholders on the renewal engagement of EY as External Auditors. Going forward, the Audit Committee & EY has also agreed for external auditors to report on "Key Audit Matters" and other important accounting issues on a quarterly basis prior to the board of directors meeting.

Risk Management - The Company continue to remain risk adverse while maintaining a policy of growth. The Audit Committee has ensured that senior and middle management continue to have sound financial practice in managing foreign currency exposure given the vast geographical business operation of the company, capital budgeting, material cost control, labor issues as well as safety standards.

Related Party Transaction - The Audit Committee has reviewed the connected party transactions of the Company, its subsidiaries and affiliates. It is satisfied that transactions are reasonable in the normal course of business.

Corporate Social Responsibilities - Cal-Comp continues to practice rigorous CSR in the past years. Cal-Comp awarded numerous scholarships to students in Samut Sakhon Province. The company also donate food supplies to children in the same province. It continues to take proactive measures in ensuring proper energy savings and waste management control in all of its factories operation in the US, Mexico, Brazil, Philippines and Malaysia as well as in Thailand. In addition, Cal-Comp made blood donations to the Thai Red Cross and Community's Environmental Sanitation Service in Petchburi province. Cal-Comp is also proud that it has donated to the Soroptomist Society, and international women charity group and chairman of the Audit Committee spoke about the importance of CSR on two occasions.

FACTORIES VISIT - PHILIPPINES

The Audit Committee members have over the course of the 2017 year visited the company's factories in Mahachai and Petchburi. In addition, the Audit Committee visited Cal-Comp factories in the Philippines in 2017. Audit Committee members were able to discuss the financial and accounting procedures, review the new factory operation and meet with management to have a better understanding of the business production lines and the new business model. The Audit Committee is satisfied with the company's operation in the Philippines

Finally, The Audit Committee like to thank the management team, internal audit staff and external auditors for their support in making the Committee's job pleasant and efficient throughout 2017.



Alan Chi Yim Kam
Independent Director
Chairman of the Audit Committee

INTERNAL CONTROL

The Board of Directors perceives that the internal control system of the Company and its subsidiaries is enough to retain the assets of the Company and its subsidiaries, concerning that the internal information will not be used on the executive's own benefits. Through the past, there was no flaw in the internal control system used.

ORGANIZATION AND ENVIRONMENT

The Company set the clear achievable and measurable goals, revised the operational goals, considered the possibility of the goal set along, and analyzed the reasonableness of incentives and employee compensation. The operation policy and procedures were written as a document precisely and able to prevent the dishonesty.

RISK MANAGEMENT

The important risk factors assessed by the Company are such as exchange rate risk, risk of reliance on a major customer, risk of working capital shortage. The Company specified the standard to follow the events perceived as the causes of risk. The following strategy will be applied every month to closely monitor the performance.

MANAGEMENT CONTROL

The Company clearly set the limits on authorities and authorities on cash approval of the executives in each level and the rules were written as a document such as the authorities of managing director specified in item 9, management.

INFORMATION TECHNOLOGY AND COMMUNICATION SYSTEM

The Company provided enough significant information to the Board of Directors, and also submitted an invitation letter or necessary document for the meeting for consideration prior to the meeting. The directors' meeting reports were recorded, and if there is any dispute on the resolution against the majority, the directors' opinion memos will be recorded as well. The document for accounting records were arranged and kept properly and there was no report of faults from the Auditor in the document arrangement.

FOLLOW-UP SYSTEM

If the operating results of the Company are different from the target goals, the Company will solve them within an appropriate period of time and will provide the investigation on operation, which is conformable to the internal control system. In this regard, the Audit Committee of the Company will observe on any difference every quarter of each year.

The Company has arranged the quarterly Audit Committee Meeting to approve the financial statements, internal audit control and related party transaction. The latest meeting was held on February 23, 2018, approved the financial statements, internal audit control and connected transaction for year 2017. The Audit Committee had considered that the internal control of the Company is on standard and the related party transactions is reasonable, the conditions were in line with the normal business practice and the price of the transaction was close to the market price.

DIRECTORS' REPORTING

The Board of Directors is responsible for the accuracy and completeness of the Company and its subsidiary's financial statements. Accounting principles used and financial statements are in compliance with accounting standards and disclosed.

In order to ensure the effectiveness of internal control and audit system, the Audit Committee will regularly review the financial statement and internal control system. The Audit Committee report had already disclosed in annual report.

The Audit committee had clarified on internal audit with good management that can be confident for the financial statements of the Company and its subsidiaries as of 31 December 2016.



Mr. Hsu, Sheng-Hsiung
Chairman



Mr. Shen, Shyh- Yong
Vice Chairman



Mr. Khongsit Choukitcharoen
Managing Director

SOCIAL AND ENVIRONMENT RESPONSIBILITIES



The Company believes its environment, safety and pollution management practices should be complied with regulations in consideration that CCET is committed to prevent pollution, efficiently use the resources and continuously improve employee safety training. Furthermore, CCET realizes the success of the Company is not only measuring by operation results but also the responsibility to society and environment, therefore, the Company has determined to continue further contribution in year 2017 as the following:

SOCIAL

1. Donation to children for schools

The Company sees the importance of youth education therefore has arranged and donated stationeries, supplies, and food allowance to support students in Samut Sakhon Province areas of more than 30 schools during January 12, 2017 and in Petchaburi Province during February 1, 2017.

2. Language learning program

The Company sees the importance of language for the Company as an international corporation therefore has provide language courses to the Company's employees not just aiming to enhance their communication skills but also to prepare them for the global village such as the ASEAN community. The company has arranged the Thai-English-Chinese learning project for Company's employees on weekly basis during 2017

3. Provide scholarship for student

The qualified and skilled engineers and technicians are particularly in demand by the electronics industry as well as many other industries! The Company therefore sees the needs to cooperate with schools in providing scholarships for students of more than 15 schools on January 10, 2017 and September 10, 2017 in seeking to provide opportunities for better carrier futures.

4. Physical Health Check 2017

The Company believes employees' health is consider as an company's valuable asset. Therefore, the Company has arranged an annual physical examination for employees of all factories and community M. 8, Klong Madua, Krathum Baen, Samut Sakhon province during January 23-27, 2017

5. Community's Environmental Sanitation Service

The Company has cooperated with Khao Yoi District to organize a Big Cleaning Day event on August 4, 2017 for Mother's Day in viewing continuous social responsibilities for environmental clean and in seeking to continuously strength the relationship with local communities.

6. Blood Donation with Thai Red Cross

The Company has cooperated with Thai Red Cross to arrange blood donation every three months .The objective is to supporting health of blood donor and be a part of blood supply for the Thai Red Cross National Blood Centre. The amount of blood collected from each donor will be utilized in the medical field.

7. ITF Pro Circuit Tournament

The Company sees importance of Thai youth's competitiveness as well as to promote the awareness of the Kingdom of Thailand among the global stage, therefore has arrange an international tournament event through the tennis sport in seeking to provide opportunities for potential young players to enhance their skills and experiences through actual battles. The Company has cooperated with True Arena Hua Hin to arrange up to 15 tournaments from April to December 2017.

DEVELOPMENT POTENTIAL OF HUMANITY

The Company has launched a new project for developing Skill, Technology & Innovation ("STI"), that has been supported by The Board of Investment of Thailand ("BOI") and it will be starting from 2008 to 2017. The budget of this project is approximately Baht 150 million and there are 3 projects under this master plan, the details of each project summarize as the following:

1st Project

The Company has established a Research and Development Center for designing computer peripheral products in Thailand to upgrade local Engineer's capability on to international standard, and to produce better quality of the products and to meet the demand of the market.

2nd Project

The Company has coordinated with the education institutes such as King Mongkut's Institute of Technology Ladkrabang, Mahanakorn University of Technology, and NECTEC for the research on the Electronics and New Technology project. The project aims at supporting institute for proper technology and equipment development in order to enhance local engineer's professional knowledge as well as improvement in production efficiency

In addition, the Company offers scholarships to aforementioned institutes in the department of engineering in Bachelor and Master Degree to support potential local students who are enthusiasm in the said field.

3rd Project

The Company has cooperated with institute and organized High Technology Training Program to assist local engineers the opportunity to train and to practice in the said field overseas. Such program aims to provide potential students with global learning environment.

ENVIRONMENT

Regarding the environment, the Company realizes the importance of the environment and the responsibility for the environment and the effect of the environment that may harm the neighbor and the employees. The Company has the Environmental Policy as:

We, Cal-Comp, commit to the worldwide environmental policy, which state "The environment protection is the responsibility of human being" and every day at Cal-Comp is the worldwide environment day. Moreover, we have the additional policy as following:

1. Correcting and preventing the pollution, as well as, decreasing, treating and monitoring the waste of factories as state period time to conform to the legal and regulation are our commitment.
2. Energy saving is the must by recycle and energy consumable reduction to prevent the pollution.
3. Awareness training and environment knowledge training are given to the employees for efficient protection of environment.
4. Monitoring and improving the energy consumption continuously to optimize the benefit from energy is our mission of energy guardness.
5. Eliminate and reduce the hazard materials to environment as customer requirement is our commitment.

The above environment policy is our commitment and also the awareness throughout the Company by using several methods to achieve our policy and company's mission.

The Company has been committing to the policy and also training the employees to ensure the understanding and practical to commit of this policy.

The Company also appointed the environment committee to take responsibility in control, look after and service. Their responsibilities are as follows:

1. Establish the environment policy
2. Environment evaluation
3. Review environment evaluation result
4. Legal and other requirement selection
5. Establish the environment programs
6. Establish objectives and targets
7. Effectiveness of environment communication
8. Review environment management system

The committee set up the crucial point in environment management as:

- On behave of Environment committee; all relevant functions must identify the aspect of air, wastewater and garbage to conforming to legal and regulation impacting to the interest parties before developing the environment system.
- Every function shall report the environment evaluation result for all aspects.
- Environment committee shall implement the risk assessment results from the past, present and future.
- The priority of correction shall prioritize as per the impact results from the risk assessment, as well as, the cost control and technique control.
- The advanced planning for the compliance activities and maintained when to implementing these activities. All aspects shall be reviewed every 4 months.

The Company also realizes the importance in communication about the environment to customers, employees, suppliers and relevant persons to inform the change of the rules and regulations. Moreover, the Company also has the environment training for the employees to work effectively and smoothly. The Company also has the evaluation for the effect of the environment by dividing every work in the factory to build the standard in control the trend that can harm the environment, checking the quality of the environment such as water, air, and sound according to the laws, arranging the emergency plan and also have the training to reduce the environmental harm. The Company also coordinates with the government to reduce the environmental effect by the Company received ISO 14001 Version 2015 certification from CISQ which result from the successful in implementing the ISO 14001 standard for Environmental Management System (EMS) at both Mahachai and Petchaburi plants.

REMUNERATION FOR AUDITOR

1. Audit fee

For year 2017 the Company has paid the audit fee of 3,940,000 Baht to EY Office Limited, Certified Public Accountant No. 3516 Ms. Rungnapa Lertsuwankul. The Audit fee for the period of year 2017 had been approved by the shareholder meeting, the remuneration of not exceeding Baht 3,940,000 per annum.

2. Other fee

-None-

MANAGEMENT DISCUSSION AND ANALYSIS

Financial Statement Summary

(Unit: MB)

	AUDITED		AUDITED		AUDITED	
	2015		2016		2017	
ITEMS	AMOUNT	%	AMOUNT	%	AMOUNT	%
Assets						
Cash and cash equivalents	3,923.92	5.94	3,839.02	6.95	3,854.39	6.41
Current investments	28.73	0.04	4.71	0.01	0.00	0.00
Trade and other receivables	30,796.30	46.63	21,584.46	39.05	26,318.53	43.75
Inventories	11,805.10	17.87	10,436.74	18.88	11,143.25	18.52
Advances payment for raw materials	358.85	0.54	197.56	0.36	113.56	0.19
Other current assets	946.99	1.43	1,020.65	1.85	747.46	1.24
Total current assets	47,859.88	72.46	37,083.13	67.10	42,177.18	70.11
Property, plant and equipment	16,997.55	25.73	16,669.76	30.16	16,206.41	26.94
Investments	824.02	1.25	1,042.58	1.89	1,084.02	1.80
Other non-current assets	367.15	0.56	466.98	0.85	694.09	1.15
Total non-current assets	18,188.72	27.54	18,179.32	32.90	17,984.52	29.89
Total assets	66,048.61	100.00	55,262.45	100.00	60,161.70	100.00
Liabilities and shareholders' equity						
Short-term loans from financial institutions	14,859.88	22.50	7,634.81	13.82	15,326.23	25.48
Trade and other payables	25,409.42	38.47	22,034.66	39.87	21,809.19	36.25
Other current liabilities	1,103.61	1.67	3,342.61	6.05	438.92	0.73
Total current liabilities	41,372.91	62.64	33,012.08	59.74	37,574.34	62.46
Provision for long-term employee benefits	144.38	0.22	161.18	0.29	209.12	0.35
Deferred tax liabilities	62.81	0.10	49.40	0.09	49.07	0.08
Other non-current liabilities	6,495.94	9.84	3,869.71	7.00	3,529.54	5.87
Total non-current liabilities	6,703.13	10.15	4,080.29	7.38	3,787.74	6.30
Total liabilities	48,076.04	72.79	37,092.37	67.12	41,362.07	68.75
Shareholders' equity						
Issued and paid up share capital	4,552.09	6.89	4,552.09	8.24	4,554.64	7.57
Share premium	3,379.34	5.12	3,379.34	6.12	3,386.40	5.63
Capital reserve for share-based payment transactions	57.31	0.09	128.86	0.23	157.68	0.26
Retained earnings	9,899.80	14.99	10,542.95	19.08	11,035.32	18.34
Other components for shareholders' equity	84.02	0.13	(433.16)	(0.78)	(334.41)	(0.56)
Total shareholders' equity	17,972.57	27.21	18,170.08	32.88	18,799.63	31.25
Total liabilities and shareholders' equity	66,048.61	100.00	55,262.45	100.00	60,161.70	100.00

Financial Statement Summary (Cont.)

(Unit: MB)

	AUDITED		AUDITED		AUDITED	
	2015		2016		2017	
ITEMS	AMOUNT	%	AMOUNT	%	AMOUNT	%
Revenues						
Sales	149,408.90	99.21	107,392.81	98.78	106,897.87	99.45
Exchange gain	0.00	0.00	1,028.72	0.94	0.00	0.00
Gain on financial derivatives	819.91	0.54	0.00	0.00	0.00	0.00
Other income	376.92	0.25	302.36	0.28	590.92	0.55
Total revenues	150,605.74	100.00	108,723.89	100.00	107,488.79	100.00
Expenses						
Cost of sales	141,738.39	94.11	101,247.59	93.12	101,016.22	93.98
Selling and administrative expenses	4,495.49	2.98	4,659.41	4.29	4,265.10	3.97
Exchange loss	2,264.77	1.50	838.28	0.79	346.64	0.32
Total expenses	148,498.65	98.60	106,745.28	98.18	105,627.96	98.27
Share of profit (loss) from investments in associates	(82.45)	(0.05)	(133.85)	(0.12)	(309.05)	(0.29)
Profit before finance cost and income tax expenses	2,024.64	1.34	1,844.75	1.70	1,551.79	1.44
Finance cost	487.31	0.32	467.99	0.43	542.24	0.50
Income tax expenses	7.36	(0.00)	253.04	0.23	109.30	0.10
Profit for the year	1,544.69	1.03	1,123.72	1.03	900.25	0.84
Earnings per share (Consolidated)		0.34		0.26		0.21
Earnings per share (Company Only)		0.43		0.26		0.21
Profit for the year (Company Only)		1,962.49		1,166.61		961.73
Dividend per share		0.13		0.10		0.10
Net cash from (used in) operation activities		2,338.21		10,945.70		2,280.68
Net cash used in investing activities		(1,928.18)		(2,543.43)		(2,570.94)
Net cash from financing activities		1,275.59		(7,834.59)		4,309.80
Net decrease in cash and cash equivalents		2,115.18		(84.91)		15.37
Total Dividend Amount		591.77		455.21		455.21
Depreciation and amortization (Consolidated)		1,945.18		2,262.86		2,344.65

Financial Ratios

Items	2015	2016	2017
1. Liquidity ratio			
Current ratio (times)	1.16	1.12	1.12
Quick ratio (times)	0.86	0.80	0.82
Account receivable turnover (times)	4.52	4.10	4.46
Days receivable (days)	80	88	81
Inventory turnover (times)	10.77	9.10	9.36
Average selling period (days)	33	40	38
Account payable turnover (times)	4.72	4.27	4.61
Days payable (days)	76	84	78
Cash Cycle (days)	37	43	41
2. Profitability ratio			
Gross profit margin (%)	5.13	5.72	5.50
Operating profit margin (%)	2.13	1.38	1.51
Net profit margin (%)	1.03	1.03	0.84
Return on equity (%)	8.95	6.22	4.87
3. Efficiency ratio			
Return on assets (%)	2.24	1.85	1.56
Return on fixed assets (%)	20.53	20.32	20.02
Asset turnover (times)	2.17	1.77	1.85
4. Financial ratio			
Debt to equity ratio (times)	2.67	2.04	2.20
Interest coverage ratio (times)	4.15	3.94	2.86
Dividend payout ratio (%)	30.15	48.61	50.57
5. Per share data			
Book value per share (Baht)	3.95	3.99	4.13

ANALYSIS OF PERFORMANCE

OVERALL PAST PERFORMANCE

In 2017, the Company's global strategy of operation base expansion together with implementation of vertical integration planned in Thailand and oversea has gradually settled as scheduled; in present, the Company has the subsidiaries in Thailand, China, Taiwan, Malaysia, Singapore, USA, Mexico, Brazil, Philippines and India. All the operation bases are set up to support the business growth as well as its own new ODM products from both existing and new customers and also to reduce the cost in order to maintain its cost competitiveness among other competitors.

The summary of the performance of year 2015-2017 are as follows:

1. Sale revenues

The Company's sale revenue in 2015-2017 was at Baht 149,408.90 million, Baht 107,392.81 million, and Baht 106,897.87 million respectively. In 2017, the Company's sale revenue was decreased by 0.46% from previous year. The decrease of sales was mainly due to the decreased sales in computer peripheral products and set-top-box products as well impact from the global economic downturn in overall sectors as compared to previous year.

2. Cost of sales

The Company's cost of sales in 2015-2017 was at Baht 141,738.39 million, Baht 101,247.59 million, and Baht 101,016.12 million, which equivalent to 94.87%, 94.28%, and 94.50% of sale revenues respectively. The Company's gross profit margin was at 5.13%, 5.72%, and 5.50% respectively. The decreased gross profit margin was mainly due to differences in product mix as compared to previous year

3. Selling and administrative expenses (SG&A)

The Company's SG&A in 2015-2017 was at Baht 4,495.49 million, Baht 4,651.62 million, and Baht 4,251.93 million which equivalent to 3.01%, 4.33%, and 3.98% of sale revenue respectively. The decreased SG&A was mainly in related to the consolidated expense of supporting the Company itself and its overseas subsidiaries' operation as well as marketing and managing expense to support existing customers as compared.

4. Profit

The Company's operating profit margin of 2015-2017 was at 2.13%, 1.40%, and 1.52% respectively. The operating profit margin increased in 2017 mainly in related to the differences in products mix to more in high margin products as compared to previous year.

During 2015-2017, the Company had net profit margin of Baht 1,544.69 million, Baht 1,123.72 million, and Baht 900.25 million which representing a net profit margin of 1.03 %, 1.05%, and 0.84% respectively. The Company's net profit decreased by 19.89% from year 2017. The decreased net profit was mainly in response to the sale growth of products and overseas investments during the period as compared. However, the Company has shown continuing effort to improve its net profit margin and is still expecting for an upgrade performance in the upcoming year.

ANALYSIS OF FINANCIAL STATUS

Assets

The Company's total asset in 2015-2017 was at Baht 66,048.61 million, Baht 55,262.45 million, and Baht 60,161.70 million respectively. The increased Baht 4,899.25 million or 8.87% in year 2017 which was mainly come from the increased in trade and other receivables by 21.93% in responded to the Company and its subsidiaries' operation during the year.

1. Current assets

The Company's current asset in 2015-2017 was at Baht 47,859.88 million, Baht 37,083.13 million, and Baht 42,177.18 million which equivalent to 72.46%, 67.10%, and 70.11% of total assets respectively. In 2017, the Company's current asset increased by Baht 5,094.05 million or 13.74% was mainly due to the increased in trade and other receivables of Baht 4,734.07 million during the year.

1.1 Trade and other accounts receivable

The Company's trade and other accounts receivable in 2015-2017 was at Baht 30,796.30 million, Baht 21,584.46 million, and Baht 26,318.53 million respectively. In 2017, the trade and other accounts receivable increased by Baht 4,734.08 million or 21.93% which was mainly in respond to the reduced sales revenue as compared with previous year.

1.2 Inventory

The Company's inventory in 2015-2017 was at Baht 11,805.10 million, Baht 10,436.73 million, and Baht 11,143.25 million respectively. In 2017, the inventory increased by Baht 706.52 million or 6.77% as compared to previous year. The raw material was at Baht 9,365.04 million, Baht 8,540.30 million, and Baht 8,488.51 million respectively. In 2017, the raw material decreased by 0.61% from 2016 and the major portion in the inventory sector is come from the raw materials which accounted 76.18% of the inventory and is considered reasonable proportion following CCET's inventory policy.

2. Non-current assets

As at 31 December 2015-2017, the Company had total non-current assets of Baht 18,188.72 million, Baht 18,179.32 million, and Baht 17,984.52 million which represent 27.54%, 32.90%, and 29.89% of total assets respectively. In 2017, the Company's non-current assets has decreased by 1.07% compared to 2016 mainly due to decreased in property, plant, and equipment by 3.12% as a result of the Company's subsidiaries overseas has disposed unused assets and equipments to leverage the cost as well as depreciation following the accounting principles during the year.

Source of capital

Liabilities

As at 31 December 2015-2017, the Company had total liabilities of Baht 48,076.04, Baht 37,092.37 million, and Baht 41,362.07 million respectively. In 2017, the Company's total liabilities increased by 11.51% from 2016 mainly due to the increased in short-term loans from financial institutions of Baht 7,691.42 million in responded to the Company and its subsidiaries' operation.

Equity

As at 31 December 2015-2017, the Company had total equity of, Baht 17,972.57 million, Baht 18,170.08 million, and Baht 18,799.63 million respectively. In 2017, the Company's equity increased by Baht 629.55 million or 3.46% compared to 2016 mainly due to the increased in unappropriated retained earnings of Baht 492.37 million during the year as compared.

Independent Auditor's Report

TO THE SHAREHOLDERS OF CAL-COMP ELECTRONICS (THAILAND) PUBLIC COMPANY LIMITED

Opinion

I have audited the accompanying consolidated financial statements of Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at 31 December 2017, and the related consolidated statements of income, comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and have also audited the separate financial statements of Cal-Comp Electronics (Thailand) Public Company Limited for the same period.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries and of Cal-Comp Electronics (Thailand) Public Company Limited as at 31 December 2017, their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants as issued by the Federation of Accounting Professions as relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matters

I draw attention to the following matters:

a) I draw attention to Note 3 and Note 4 to the consolidated financial statements, during the current year, the Company changed its accounting policy due to the adoption of TAS 27 (revised 2016) Separate Financial Statements which elected to change its investments in subsidiaries and associates to equity method. The Company has restated the separate financial statements for the year ended 31 December 2016, presented herein as comparative information, to reflect the adjustments resulting from such change. The Company has also presented the separate statements of financial position as at 1 January 2016 as comparative information, using the newly adopted accounting policy for investments in subsidiaries and associates.

b) I draw attention to Note 9 to the consolidated financial statements regarding the Company having substantial product sale and raw material purchase transactions with its subsidiaries and related companies.

My opinion is not modified in respect of these matters.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

I have fulfilled the responsibilities described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report, including in relation to these matters. Accordingly, my audit included the performance of procedures designed to respond to my assessment of the risks of material misstatement of the financial statements. The results of my audit procedures, including the procedures performed to address the matters below, provide the basis for my audit opinion on the accompanying financial statements as a whole.

Key audit matters and how audit procedures respond for each matter are described below.

Revenue recognition

Since the revenue from sales is the most significant amount in the statement of income and is also the key indicator of business performance on which the users of financial statement focus. In addition, the Company and its subsidiaries have sales with a number of customers and there are a variety of commercial terms. I have therefore considered the revenue recognition from sales as key audit matter and focused on the audit of occurrence and timing of revenue recognition from sales.

The following significant audit procedures were performed to examine recognition of revenue from sales.

- Assessing and testing the Company's IT system and its internal controls with respect to the revenue cycle by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls.
- Applying a sampling method to select sales documents to assess whether revenue recognition was consistent with the conditions of the sales, and whether it was in compliance with the Company's policy.
- On a sampling basis, examining supporting documents for sales transactions occurring during the year and near the end of the accounting period.
- Reviewing credit notes that the Company issued after the period end.
- Performing analytical procedures on disaggregated data to detect possible irregularities in sales transactions throughout the period.

Allowance for doubtful accounts of trade and other receivables

Estimating the allowance for doubtful accounts of trade and other receivables, as disclosed in Note 10 to the consolidated financial statements, is an area of significant management judgement, particularly with regard to the estimate losses on outstanding receivables based upon, past collection history, aging profile of outstanding debts and the prevailing economic condition. Therefore, there is a risk that the allowance for doubtful accounts will be inadequate.

I assessed and tested the internal controls of the Company relevant to the determination of allowance for doubtful accounts by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls. In addition, I assessed the method and the assumptions applied by management in determining such allowance for doubtful accounts. The procedures that I performed included:

- Gaining an understanding of the basis applied in determining the allowance for doubtful accounts and reviewing the consistency of the application of that basis, and the rationale for the recording of specific allowances.
- On a sampling basis, examining the accuracy of the calculation of trade and other receivables aging.
- On a sampling basis, examining the accuracy of the calculation of the allowance for doubtful accounts for trade and other receivables.
- Applying a sampling method to review the data used to calculate the age of trade and other receivables.
- On a sampling basis, examining the supporting documents and other relevant documents for payment transactions occurring during the year and performing subsequent receipt from debtors after the reporting period.

Allowance for diminution in value of inventories

Estimating the net realisable value of inventories, as disclosed in Note 11 to the consolidated financial statements, is an area of significant management judgement, particularly with regard to the estimation of provision for diminution in the value of obsolete inventory. This requires detailed analysis of the product life cycle and the competitive environment. Therefore, there is a risk with respect to the recognition of allowance for diminution in value of inventories will be inadequate.

I assessed and tested the internal controls of the Company relevant to the determination of allowance for diminution in value of inventories by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls. In addition, I assessed the method and the assumptions applied by management in determining such allowance for

diminution in value of inventories.

- Gaining an understanding of the basis applied in determining the allowance for diminution in value of inventories and reviewing the consistency of the application of that basis, and the rationale for the recording of specific allowance for diminution in value of inventories.
- Comparing the inventory holding periods and inventory movements to identify product lines with indicators of lower than normal inventory turnover.
- Comparing proceeds from sales transactions occurring after the date of the financial statements to inventory cost by product line.

Other Information

Management is responsible for the other information. The other information comprise the information included in annual report of the Group, but does not include the financial statements and my auditor's report thereon. The annual report of the Group is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

When I read the annual report of the Group, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions

may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

I am responsible for the audit resulting in this independent auditor's report.

Rungnapa Lertsuwankul

RUNGNAPA LERTSUWANKUL

Certified Public Accountant (Thailand) No. 3516

EY Office Limited

Bangkok: 23 February 2018

STATEMENTS OF FINANCIAL POSITION

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements		
		31 December 2017	31 December 2016	31 December 2017	31 December 2016	1 January 2016
Assets					(Restated)	
Current assets						
Cash and cash equivalents	7	3,854,386,733	3,839,016,064	637,832,007	460,654,368	503,688,973
Investment in trading securities	8	-	4,712,268	-	-	-
Trade and other receivables	9, 10	26,318,530,648	21,584,455,437	21,827,166,913	15,625,189,401	24,175,832,404
Short-term loans to related parties	9	-	-	243,859,500	196,123,400	1,077,699,000
Inventories	11	11,143,245,463	10,436,738,352	6,897,025,612	6,911,600,379	6,562,708,341
Advances payment for raw materials and molds	12	113,557,510	197,561,996	86,522,958	187,013,287	296,084,135
Other current assets	13	747,455,429	1,020,650,098	304,277,329	426,882,002	815,020,742
Total current assets		42,177,175,783	37,083,134,215	29,996,684,319	23,807,462,837	33,431,033,595
Non-current assets						
Restricted bank deposits	14	18,543,850	26,532,549	-	-	-
Investments in associates	15	418,375,417	461,600,625	275,883,277	337,766,699	120,830,929
Investments in subsidiaries	16	-	-	13,321,663,161	13,876,083,391	12,042,752,070
Other long-term investments	17	665,645,815	580,980,451	541,996,690	544,040,301	581,206,239
Investment properties	18	229,962,495	178,245,836	-	-	-
Property, plant and equipment	19	15,976,446,446	16,491,510,419	8,757,361,443	8,184,781,914	8,288,120,308
Goodwill		57,265,110	88,025,783	-	-	-
Intangible assets	20	63,644,092	29,720,508	-	-	-
Deferred tax assets	30	94,241,203	102,329,939	2,929,341	3,528,637	2,167,393
Plan assets for long-term employee benefits	26	21,640,515	18,167,305	-	-	-
Other non-current assets						
Land occupancy rights	21	70,854,755	83,353,125	-	-	-
Others		367,903,021	118,850,053	1,180,167	1,138,167	1,154,165
Total non-current assets		17,984,522,719	18,179,316,593	22,901,014,079	22,947,339,109	21,036,231,104
Total assets		60,161,698,502	55,262,450,808	52,897,698,398	46,754,801,946	54,467,264,699

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

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries

(Unit: Baht)

		Consolidated financial statements		Separate financial statements		
	Note	31 December 2017	31 December 2016	31 December 2017	31 December 2016	1 January 2016
Liabilities and shareholders' equity					(Restated)	
Current liabilities						
Short-term loans from financial institutions	22	15,326,228,459	7,634,814,386	12,605,899,213	6,674,825,442	14,129,423,548
Trade and other payables	9, 23	21,809,192,579	22,034,661,541	14,428,126,028	15,125,910,781	16,810,397,565
Current portion of long-term loans	25	-	2,579,806,800	-	-	-
Income tax payable		73,676,532	105,039,131	5,386,847	10,663,567	8,731,589
Other current liabilities	24	365,240,645	657,760,511	28,727,781	138,248,995	251,419,326
Total current liabilities		37,574,338,215	33,012,082,369	27,068,139,869	21,949,648,785	31,199,972,028
Non-current liabilities						
Long-term loans, net of current portion	25	3,529,537,200	3,869,710,200	-	-	-
Provision for long-term employee benefits	26	209,124,308	161,175,734	186,655,128	146,996,591	132,271,318
Deferred tax liabilities	30	49,073,747	49,397,723	-	-	-
Provision for transaction under equity method of investment in subsidiary	16	-	-	7,036,591,058	6,742,865,505	5,162,453,410
Total non-current liabilities		3,787,735,255	4,080,283,657	7,223,246,186	6,889,862,096	5,294,724,728
Total liabilities		41,362,073,470	37,092,366,026	34,291,386,055	28,839,510,881	36,494,696,756
Shareholders' equity						
Share capital						
Registered						
4,756,390,249 ordinary shares of Baht 1 each		4,756,390,249	4,756,390,249	4,756,390,249	4,756,390,249	4,756,390,249
Issued and paid-up share capital						
4,554,643,575 ordinary shares of Baht 1 each (31 December 2016 and 1 January 2016: 4,552,093,575 ordinary shares of Baht 1 each)		4,554,643,575	4,552,093,575	4,554,643,575	4,552,093,575	4,552,093,575
Share premium		3,386,400,546	3,379,337,046	3,386,400,546	3,379,337,046	3,379,337,046
Capital reserve for share-based payment transactions	27	157,676,158	128,863,185	157,676,158	128,863,185	57,314,026
Retained earnings						
Appropriated - statutory reserve	28	511,111,587	511,111,587	511,111,587	511,111,587	511,111,587
Unappropriated		10,524,204,186	10,031,839,835	10,524,204,186	10,031,839,835	9,388,686,864
Other components of shareholders' equity		(527,723,709)	(687,954,163)	(527,723,709)	(687,954,163)	84,024,845
Equity attributable to owners of the Company		18,606,312,343	17,915,291,065	18,606,312,343	17,915,291,065	17,972,567,943
Non-controlling interests of the subsidiary		193,312,689	254,793,717	-	-	-
Total shareholders' equity		18,799,625,032	18,170,084,782	18,606,312,343	17,915,291,065	17,972,567,943
Total liabilities and shareholders' equity		60,161,698,502	55,262,450,808	52,897,698,398	46,754,801,946	54,467,264,699

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

INCOME STATEMENT

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries
For the year ended 31 December 2017

(Unit : Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
					(Restated)
Revenues					
Sales	9	106,897,865,565	107,392,814,113	77,666,154,995	73,623,076,226
Service income		59,923,376	17,669,507	-	-
Exchange gains		-	1,028,719,222	146,095,567	108,505,208
Other income	9	530,999,318	284,687,588	193,887,551	188,445,701
Total revenues		107,488,788,259	108,723,890,430	78,006,138,113	73,920,027,135
Expenses					
Cost of sales	9	101,016,218,656	101,247,588,831	74,979,499,888	70,738,500,378
Cost of service		13,175,920	7,792,791	-	-
Selling expenses		438,127,498	502,341,995	73,682,964	69,377,155
Administrative expenses	9	3,813,797,874	4,149,277,799	460,640,478	473,120,381
Exchange losses		228,318,963	-	-	-
Loss on financial derivatives		118,316,436	838,282,008	-	84,504,520
Total expenses		105,627,955,347	106,745,283,424	75,513,823,330	71,365,502,434
Profit before share of loss from investments in associates and subsidiaries, finance cost and income tax expenses		1,860,832,912	1,978,607,006	2,492,314,783	2,554,524,701
Share of loss from investments in associates	15	(309,046,314)	(133,852,829)	(311,856,539)	(135,754,668)
Share of loss from investments in subsidiaries	16	-	-	(953,400,396)	(1,012,153,493)
Profit before finance cost and income tax expenses		1,551,786,598	1,844,754,177	1,227,057,848	1,406,616,540
Finance cost		(542,239,758)	(467,988,354)	(254,964,589)	(222,191,941)
Profit before income tax expenses		1,009,546,840	1,376,765,823	972,093,259	1,184,424,599
Income tax expenses	30	(109,299,961)	(253,042,109)	(10,365,352)	(17,819,531)
Profit for the year		900,246,879	1,123,723,714	961,727,907	1,166,605,068
Profit attributable to:					
Equity holders of the Company		961,727,907	1,166,605,068	961,727,907	1,166,605,068
Non-controlling interests of the subsidiary		(61,481,028)	(42,881,354)		
		900,246,879	1,123,723,714		
Earnings per share	32				
Basic earnings per share					
Profit attributable to equity holders of the Company		0.21	0.26	0.21	0.26
Diluted earnings per share					
Profit attributable to equity holders of the Company		0.21	0.26	0.21	0.26

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

STATEMENT OF COMPREHENSIVE INCOME

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries
For the year ended 31 December 2017

(Unit : Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
					(Restated)
Profit for the year		900,246,879	1,123,723,714	961,727,907	1,166,605,068
Other comprehensive income:					
Other comprehensive income to be reclassified to profit or loss in subsequent periods					
Exchange differences on translation of financial statements in foreign currency		144,144,063	(791,362,914)	-	-
Share of other comprehensive income from investments in associates	15	16,303,046	1,959,007	5,770,374	914,438
Share of other comprehensive income from investment in subsidiaries	16	-	-	154,676,735	(790,318,345)
Gain (loss) on change in value of available-for-sale investments		464,976	(17,578,119)	464,976	(17,578,119)
Reversal of unrealised gain on change in value of available-for-sale investments		(735,795)	(1,177,252)	(735,795)	(1,177,252)
Less: Income tax effect	30	54,164	3,750,711	54,164	3,750,711
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		160,230,454	(804,408,567)	160,230,454	(804,408,567)
Other comprehensive income not to be reclassified to profit or loss in subsequent periods					
Share of other comprehensive income from investments in subsidiaries	16	-	-	1,995,086	18,306,889
Actuarial gain (loss)	26	(13,980,251)	25,670,306	(15,975,337)	7,363,417
Less: Income tax effect	30	(173,947)	(2,871,174)	(173,947)	(2,871,174)
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		(14,154,198)	22,799,132	(14,154,198)	22,799,132
Other comprehensive income for the year		146,076,256	(781,609,435)	146,076,256	(781,609,435)
Total comprehensive income for the year		1,046,323,135	342,114,279	1,107,804,163	384,995,633
Profit attributable to:					
Equity holders of the Company		1,107,804,163	384,995,633	1,107,804,163	384,995,633
Non-controlling interests of the subsidiary		(61,481,028)	(42,881,354)		
		1,046,323,135	342,114,279		

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

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries

For the year ended 31 December 2017

(Unit : Baht)

	Consolidated financial statements										
	Equity attributable to owners of the Company						Other components of shareholders' equity				
	Issued and fully paid-up share capital	Share premium	Capital reserve for share-based payment transactions	Retained earnings		Capital surplus from change in shareholding in the subsidiary	Share deficit is incurred due to share purchase from the non-controlling interests of the subsidiary without losing the controlling interest	Other comprehensive income			Total equity attributable to owners of the Company
				Appropriated - statutory reserve	Unappropriated			Exchange differences on translation of financial statements in foreign currency	Share of other comprehensive income from investments in associates	Surplus (deficit) on changes in value of available-for-sale investments	
Balance as at 1 January 2016	4,552,093,575	3,379,337,046	57,314,026	511,111,587	9,388,686,864	-	(21,432,242)	92,958,270	(2,287,000)	14,785,817	17,972,567,943
Profit for the year	-	-	-	-	1,166,605,068	-	-	-	-	-	1,166,605,068
Other comprehensive income for the year	-	-	-	-	22,799,132	-	-	(791,362,914)	1,959,007	(15,004,660)	(804,408,567)
Total comprehensive income for the year	-	-	-	-	1,189,404,200	-	-	(791,362,914)	1,959,007	(15,004,660)	384,995,633
Dividend paid (Note 35)	-	-	-	-	(546,251,229)	-	-	-	-	-	(546,251,229)
Share-based payment transactions (Note 27)	-	-	71,549,159	-	-	-	-	-	-	-	71,549,159
Capital surplus from change in shareholding in the subsidiary	-	-	-	-	-	32,429,559	-	-	-	-	32,429,559
Increase in equity attributable to non-controlling interest of the subsidiary	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2016	4,552,093,575	3,379,337,046	128,863,185	511,111,587	10,031,839,835	32,429,559	(21,432,242)	(698,404,644)	(327,993)	(218,843)	17,915,291,065
Balance as at 1 January 2017	4,552,093,575	3,379,337,046	128,863,185	511,111,587	10,031,839,835	32,429,559	(21,432,242)	(698,404,644)	(327,993)	(218,843)	17,915,291,065
Profit for the year	-	-	-	-	961,727,907	-	-	-	-	-	961,727,907
Other comprehensive income for the year	-	-	-	-	(14,154,198)	-	-	144,144,063	16,303,046	(216,655)	146,076,256
Total comprehensive income for the year	-	-	-	-	947,573,709	-	-	144,144,063	16,303,046	(216,655)	1,107,804,163
Dividend paid (Note 35)	-	-	-	-	(455,209,358)	-	-	-	-	-	(455,209,358)
Share-based payment transactions (Note 27)	-	-	29,807,473	-	-	-	-	-	-	-	29,807,473
Capital increase due to convert warrants to shares (Note 27)	2,550,000	7,063,500	(994,500)	-	-	-	-	-	-	-	8,619,000
Balance as at 31 December 2017	4,554,643,575	3,386,400,546	157,676,158	511,111,587	10,524,204,186	32,429,559	(21,432,242)	(554,260,581)	15,975,053	(435,498)	18,606,312,343
											18,799,625,032

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

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries

For the year ended 31 December 2017
(Unit : Baht)

	Issued and Fully Paid-Up Share Capital	Share premium	Capital reserve for share-based payment transactions	Retained earnings		Capital surplus from change in shareholding in the subsidiary	Share deficit is incurred due to share purchase from non-controlling interests of the subsidiary without losing the controlling interest	Other components of shareholders' equity			Total shareholders' equity
				Appropriated - statutory reserve	Unappropriated			Share of other comprehensive income from investments in associates and subsidiaries	Surplus (deficit) on changes in value of available-for-sale investments	Total other components of shareholders' equity	
Balance as at 31 December 2015 - as previously reported	4,552,093,575	3,379,337,046	57,314,026	511,111,587	11,718,731,423	-	-	-	14,785,817	14,785,817	20,233,373,474
Cumulative effect of change in accounting policy for investments in subsidiaries and associates under the equity method (Note 4)	-	-	-	-	(2,330,044,559)	-	(21,432,242)	90,671,270	-	69,239,028	(2,260,805,531)
Balance as at 31 December 2015 - as restated	4,552,093,575	3,379,337,046	57,314,026	511,111,587	9,388,686,864	-	(21,432,242)	90,671,270	14,785,817	84,024,845	17,972,567,943
Profit for the year (Restated)	-	-	-	-	1,166,605,068	-	-	-	-	-	1,166,605,068
Other comprehensive income for the year (Restated)	-	-	-	-	22,799,132	-	-	(789,403,907)	(15,004,660)	(804,408,567)	(781,609,435)
Total comprehensive income for the year (Restated)	-	-	-	-	1,189,404,200	-	-	(789,403,907)	(15,004,660)	(804,408,567)	384,995,633
Dividend paid (Note 35)	-	-	-	-	(546,251,229)	-	-	-	-	-	(546,251,229)
Share-based payment transactions (Note 27)	-	-	71,549,159	-	-	-	-	-	-	-	71,549,159
Capital surplus from change in shareholding in the subsidiary	-	-	-	-	-	32,429,559	-	-	-	32,429,559	32,429,559
Balance as at 31 December 2016 - as restated	4,552,093,575	3,379,337,046	128,863,185	511,111,587	10,031,839,835	32,429,559	(21,432,242)	(698,732,637)	(218,843)	(687,954,163)	17,915,291,065
Balance as at 31 December 2016 - as previously reported	4,552,093,575	3,379,337,046	95,909,446	511,111,587	13,494,320,432	-	-	-	(218,843)	(218,843)	22,032,553,243
Cumulative effect of change in accounting policy for investments in subsidiaries and associates under the equity method (Note 4)	-	-	32,953,739	-	(3,462,480,597)	32,429,559	(21,432,242)	(698,732,637)	-	(687,735,320)	(4,117,262,178)
Balance as at 31 December 2016 - as restated	4,552,093,575	3,379,337,046	128,863,185	511,111,587	10,031,839,835	32,429,559	(21,432,242)	(698,732,637)	(218,843)	(687,954,163)	17,915,291,065
Profit for the year	-	-	-	-	961,727,907	-	-	-	-	-	961,727,907
Other comprehensive income for the year	-	-	-	-	(14,154,198)	-	-	160,447,109	(216,655)	160,230,454	146,076,256
Total comprehensive income for the year	-	-	-	-	947,573,709	-	-	160,447,109	(216,655)	160,230,454	1,107,804,163
Dividend paid (Note 35)	-	-	-	-	(455,209,358)	-	-	-	-	-	(455,209,358)
Share-based payment transactions (Note 27)	-	-	29,807,473	-	-	-	-	-	-	-	29,807,473
Capital increase due to convert warrants to shares (Note 27)	2,550,000	7,063,500	(994,500)	-	-	-	-	-	-	-	8,619,000
Balance as at 31 December 2017	4,554,643,575	3,386,400,546	157,676,158	511,111,587	10,524,204,186	32,429,559	(21,432,242)	(538,285,528)	(435,498)	(527,723,709)	18,606,312,343

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

STATEMENT OF CASH FLOWS

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries
For the year ended 31 December 2017

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
				(Restated)
Cash flows from operating activities				
Profit before tax	1,009,546,840	1,376,765,823	972,093,259	1,184,424,599
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	2,344,654,714	2,262,855,869	1,312,714,982	1,174,619,596
Allowance for doubtful accounts (reversal)	(31,398,206)	49,995,492	-	24,815,442
Reduction of inventories to net realisable value (reversal)	17,382,278	(66,425,979)	-	3,995,276
Loss (gain) on disposal of equipment	11,534,209	(90,267,614)	(4,872,233)	(1,173,414)
Gain on disposal of land occupancy rights	(2,485,154)	-	-	-
Gain on disposal of other long-term investments	(311,673)	(727,099)	(311,673)	(727,099)
Loss on write-off of expired warrants	735,795	-	735,795	-
Loss on impairment of goodwill	26,000,000	-	-	-
Loss on impairment of investments	-	15,995,100	26,000,000	15,995,100
Gain from revaluation of marketable securities	-	(6,448,841)	-	-
Loss (gain) on sales of investment in trading securities	1,530,395	(489,447)	-	-
Share of loss from investments in associates	309,046,315	133,852,829	311,856,539	135,754,668
Share of loss from investments in subsidiaries	-	-	953,400,396	1,012,153,493
Long-term employee benefits expenses	36,548,637	36,873,493	23,683,200	22,538,690
Share-based payment transactions	29,807,473	71,549,159	3,416,979	10,237,765
Unrealised loss (gain) on financial derivatives	(20,090,448)	110,792,246	-	10,619,140
Unrealised loss (gain) on exchange	91,066,610	(532,677,488)	586,526,321	101,538,603
Dividend income	-	(8,304,141)	-	(8,304,141)
Interest income	(35,659,263)	(73,693,696)	(7,133,160)	(3,925,588)
Interest expenses	395,201,807	343,151,314	210,491,503	171,993,186
Profit from operating activities before changes in operating assets and liabilities	4,183,110,329	3,622,797,020	4,388,601,908	3,854,555,316
Operating assets (increase) decrease				
Trade and other receivables	(5,425,077,419)	9,617,724,742	(6,749,241,561)	8,288,539,448
Inventories	(733,790,485)	1,430,063,983	14,574,767	(352,887,313)
Advances payment for raw materials and molds	80,255,000	136,653,055	96,740,842	83,805,971
Other current assets	276,137,004	(108,887,055)	105,456,559	385,602,050
Operating liabilities increase (decrease)				
Trade and other payables	(253,094,741)	(3,146,069,799)	(776,107,502)	(1,965,900,932)
Other current liabilities	(290,632,604)	(481,837,195)	(107,633,952)	(121,725,482)
Provision for long-term employee benefits	(8,025,464)	(11,693,775)	-	(450,000)
Cash flows from operating activities	(2,171,118,380)	11,058,750,976	(3,027,608,939)	10,171,539,058
Cash received for interest	24,188,273	64,813,391	7,133,160	3,925,588
Cash refunded on income tax	-	1,771,257	-	-
Cash paid for corporate income tax	(133,749,337)	(179,633,082)	(15,554,350)	(13,534,496)
Net cash flows from (used in) operating activities	(2,280,679,444)	10,945,702,542	(3,036,030,129)	10,161,930,150

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

STATEMENT OF CASH FLOWS (CONTINUED)

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries
For the year ended 31 December 2017

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash flows from investing activities				
Decrease (increase) in restricted bank deposits	6,885,216	(310,307)	-	-
Decrease (increase) in short-term loans to related parties	-	-	(67,666,600)	885,107,150
Increase in investment in associates	(249,518,060)	(351,776,000)	(244,202,743)	(351,776,000)
Increase in investments in subsidiaries	-	-	(17,601,700)	(1,737,802,390)
Increase in other long-term investments	(94,196,788)	(34,699,900)	-	-
Proceeds from capital reduction in a subsidiary	-	-	-	309,999,600
Acquisition of investment properties	(79,702,997)	-	-	-
Acquisition of property, plant and equipment	(2,143,131,121)	(2,511,244,922)	(1,828,165,447)	(1,121,553,671)
Acquisition of intangible assets	(53,869,580)	(30,562,059)	-	-
Cash received for dividend	-	8,304,141	-	8,304,141
Cash received for interest	11,470,990	8,880,305	-	-
Cash received from disposal of investment in trading securities	3,181,876	30,746,818	-	-
Proceeds from disposal of investment in an associate	-	2,500,000	-	2,500,000
Proceeds from disposal of investment in a subsidiary	-	-	69,068,314	-
Proceeds from disposal of other long-term investments	2,084,465	3,142,566	2,084,465	3,142,566
Proceeds from disposal of equipment	265,021,982	425,910,196	99,434,930	56,758,227
Proceeds from disposal of land occupancy right	9,891,291	-	-	-
Decrease (increase) in other non-current assets	(249,052,968)	(94,324,183)	(42,000)	16,000
Net cash flows used in investing activities	(2,570,935,694)	(2,543,433,345)	(1,987,090,781)	(1,945,304,377)
Cash flows from financing activities				
Increase (decrease) in short-term loans from financial institutions	7,614,623,993	(7,291,495,123)	5,854,283,692	(7,537,374,395)
Repayment of long-term loans	(6,084,685,500)	-	-	-
Cash receipt from long-term loans	3,650,811,300	-	-	-
Cash receipt from exercise of warrants	8,619,000	-	8,619,000	-
Interest expenses	(424,356,401)	(326,944,841)	(207,394,785)	(176,034,754)
Dividend paid	(455,209,358)	(546,251,229)	(455,209,358)	(546,251,229)
Increase in non-controlling interests of the subsidiary	-	330,104,630	-	-
Net cash flows from (used in) financing activities	4,309,803,034	(7,834,586,563)	5,200,298,549	(8,259,660,378)
Increase (decrease) in translation adjustment	557,182,773	(652,590,297)	-	-
Net increase (decrease) in cash and cash equivalents	15,370,669	(84,907,663)	177,177,639	(43,034,605)
Cash and cash equivalents at beginning of year	3,839,016,064	3,923,923,727	460,654,368	503,688,973
Cash and cash equivalents at end of year (Note 7)	3,854,386,733	3,839,016,064	637,832,007	460,654,368
Supplemental cash flows information				
Non-cash items consist of Purchases of plant and equipment that has not yet been paid	186,499,559	33,936,451	177,633,798	6,625,032
Sales of equipment that has not yet been received	18,315,598	176,913,454	20,629,695	1,312,687
Reclassify property, plant and equipment to investment properties	-	164,219,453	-	-
Reclassify land occupancy rights to investment properties	909,425	27,798,777	-	-

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries
For the year ended 31 December 2017

1. GENERAL INFORMATION

Cal-Comp Electronics (Thailand) Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its parent company is Kinpo Electronics, Inc., which was incorporated in Taiwan. The Company is principally engaged in the manufacture of electronic products, such as computer and computer peripheral, telecommunication equipment and automation equipment. The registered office of the Company is at No. 191/54, 191/57, 18th Floor, CTI Tower, Rachadapisek Road, Kwang Klongtoey, Khet Klongtoey, Bangkok 10110. The Company has 4 branches in Thailand and is located at Samut Sakorn, Petchaburi and Nakhonratchasima.

2. BASIS OF PREPARATION

- 2.1 The financial statements have been prepared in accordance with Thai Financial Reporting Standards enunciated under the Accounting Professions Act B.E. 2547 and their presentation has been made in compliance with the stipulations of the Notification of the Department of Business Development dated 11 October 2016, issued under the Accounting Act B.E. 2543.

The financial statements in Thai language are the official statutory financial statements of the Company. The financial statements in English language have been translated from the Thai language financial statements.

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

- 2.2 Basis of consolidation

- a) The consolidated financial statements include the financial statements of Cal-Comp Electronics (Thailand) Public Company Limited (“the Company”) and the following subsidiary companies (“the subsidiaries”):

Company's name	Nature of business	Country of incorporation	Percentage of shareholding	
			2017	2016
			(Percent)	(Percent)
Held by the Company				
Logistar International Holding Co., Ltd.	Group company's distributor	British Virgin Islands	100	100
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Manufacture of electronic products	The People's Republic of China	100	100
Cal-Comp Electronics & Communications Co., Ltd.	Purchasing material and research and development	Taiwan	100	100
Cal-Comp Technology (Suzhou) Co., Ltd.	Manufacture of electronic products	The People's Republic of China	100	100
Cal-Comp Electronics and Communications (Suzhou) Co., Ltd.	Manufacture of electronic products	The People's Republic of China	100	100
Cal-Comp (Malaysia) SDN. BHD.	Manufacture of electronic products	Malaysia	100	100
Cal-Comp Precision (Singapore) Limited	Manufacture and distributor of plastic components	Singapore	100	100
Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda.*	Manufacture of electronic products	Brazil	1	1

Company's name	Nature of business	Country of incorporation	Percentage of shareholding	
			2017	2016
			(Percent)	(Percent)
Cal-Comp Electronics de Mexico Co., S.A. de C.V.	Manufacture of electronic products	Mexico	100	100
Cal-Comp Electronics (USA) Co., Ltd.	Manufacture of electronic products	United States of America	100	100
Cal-Comp Technology (Philippines), Inc.	Manufacture of electronic products	Philippines	100	100
Cal-Comp Precision (Thailand) Limited	Manufacture and distributor of plastic components	Thailand	100	100
Cal-Comp Holding (Brasil) S.A.	Holding company	Brazil	100	100
Qbit Semiconductor Ltd.	Manufacture of electronic products	Taiwan	-	100
Qbit Semiconductor Holding Ltd.	Holding company	Cayman Islands	100	100
Cal-Comp (India) Private Limited	Research and development	India	100	-
Held by its subsidiaries				
Avaplas Precision Plastics (Shanghai) Co., Ltd. (100% held by Cal-Comp Precision (Thailand) Limited)	Manufacture and distributor of plastic components	The People's Republic of China	100	100
Cal-Comp Precision (Malaysia) Sdn. Bhd. (100% held by Cal-Comp Precision (Thailand) Limited)	Manufacture and distributor of plastic components	Malaysia	100	100
Cal-Comp Precision (Dongguan) Limited (100% held by Cal-Comp Precision (Thailand) Limited)	Manufacture and distributor of plastic components	The People's Republic of China	100	100
Cal-Comp Precision (Wujiang) Co., Ltd. (100% held by Cal-Comp Precision (Thailand) Limited)	Manufacture and distributor of plastic components	The People's Republic of China	100	100
Cal-Comp Precision (Philippines), Inc. (100% held by Cal-Comp Precision (Thailand) Limited)	Manufacture and distributor of plastic components	Philippines	100	100
Cal-Comp USA (Indiana), Inc. (100% held by Cal-Comp Electronics (USA) Co., Ltd.)	Manufacturer of electronic products	United States of America	100	100
Cal-Comp USA (San Diego), Inc. (100% held by Cal-Comp Electronics (USA) Co., Ltd.)	Manufacturer of electronic products	United States of America	100	100
Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda. (99% held by Cal-Comp Holding (Brasil) S.A.)	Manufacturer of electronic products	Brazil	99	99
Cal-Comp Industria de Semicondutores, S.A. (58% held by Cal-Comp Holding (Brasil) S.A.)	Manufacturer of electronic products	Brazil	58	58
Qbit Semiconductor Ltd. (100% held by Qbit Semiconductor Holding Ltd.)	Manufacturer of electronic products	Taiwan	100	-

* Classified as investments in subsidiaries since the Company indirectly holds the investment in such company through Cal-Comp Holding (Brasil) S.A. with 99% of registered capital of Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda. And the Company has control over such company.

The financial statements of the subsidiaries were prepared by the management of the subsidiaries and audited by their auditors, except the financial statements of Cal-Comp (India) Private Limited which were prepared by the management, with no material effect to the financial statements.

- b) The Company is deemed to have control over an investee or subsidiaries if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.
- c) Subsidiaries are fully consolidated, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.
- d) The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.
- e) The assets and liabilities in the financial statements of overseas subsidiary companies are translated to Baht using the exchange rate prevailing on the end of reporting period, and revenues and expenses translated using monthly average exchange rates. The resulting differences are shown under the caption of "Exchange differences on translation of financial statements in foreign currency" in the statements of changes in shareholders' equity.
- f) Material balances and transactions between the Company and its subsidiaries companies have been eliminated from the consolidated financial statements.
- g) Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

2.3 The separate financial statements present investments in subsidiaries and associates under the equity method.

3. NEW FINANCIAL REPORTING STANDARDS

a) **Financial reporting standards that became effective in the current year**

During the current year, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2016) and new accounting treatment guidance which are effective for fiscal years beginning on or after 1 January 2017. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries' financial statements, except for the following financial reporting standard.

TAS 27 (revised 2016) Separate Financial Statements

This revised accounting standard stipulates an additional option to account for investments in subsidiaries, joint ventures and associates in separate financial statements under the equity method, as described in TAS 28 (revised 2016) Investments in Associates and Joint Ventures. However, the entity is to apply the same accounting treatment for each category of investment. If an entity elects to account for such investments using the equity method in the separate financial statements, it has to adjust the transaction retrospectively.

The Company has decided to change its accounting policy for investments in subsidiaries and associates in separate financial statements from cost method to equity method since 1 January 2017. The Company adjusted the transaction retrospectively. The cumulative effect of the change is described in Note 4 to the consolidated financial statements.

(b) Financial reporting standards that will become effective in the future

During the current year, the Federation of Accounting Professions issued a number of revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements.

The management of the Company and its subsidiaries believe that the revised financial reporting standards will not have any significant impact on the financial statements when they are initially applied.

4. CUMULATIVE EFFECTS OF CHANGES IN ACCOUNTING POLICY

As described in Note 3 to the consolidated financial statements, during the current year, the Company has changed its accounting policy related to investments in subsidiaries and associates in separate financial statements from cost method to equity method and elected to restate the prior period's financial statements to reflect the effect of the change. The cumulative effect of the change in accounting policy is presented as a separate item in the statement of changes in shareholder's equity.

The amounts of the adjustments affecting the statements of financial position and the statements of income and comprehensive income are summarised below.

(Unit: Million Baht)

	Separate financial statements	
	31 December 2016	1 January 2016
Statements of financial position:		
Decrease in investments in associates	(146)	(11)
Increase in investments in subsidiaries	2,771	2,913
Increase in provision for transaction under equity method of investment in subsidiary	6,742	5,163
Increase in capital reserve for share-based payment transactions - subsidiaries	33	-
Decrease in unappropriated retained earnings	(3,462)	(2,330)
Decrease in other components of shareholders' equity	(688)	69

(Unit: Million Baht)

	Separate financial statements For the year ended 31 December	
	2017	2016
Statements of income:		
Increase in share of loss from investments in associates	312	136
Increase in share of loss from investments in subsidiaries	953	1,012
Decrease in profit for the year	(1,265)	(1,148)
Statements of comprehensive income:		
Increase in share of other comprehensive income from investments in associates	6	1
Increase (decrease) in share of other comprehensive income from investments in subsidiaries	153	(775)
Decrease in comprehensive income for the year	(1,106)	(1,922)
Earnings per share (Baht):		
Decrease in basic earnings per share	(0.28)	(0.25)
Decrease in diluted earnings per share	(0.28)	(0.25)

5. SIGNIFICANT ACCOUNTING POLICIES

5.1 Revenue and expense recognition

Sales of goods

Sales of goods are recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Sales are the invoiced value, excluding value added tax, of goods supplied after deducting discounts and allowances.

Rendering of services

Service income is recognised when services have been rendered.

Interest income

Interest income is recognised on an accrual basis based on the effective interest rate.

Dividends

Dividends are recognised when the right to receive the dividends is established.

Expenses

Expenses are recognised on an accrual basis.

5.2 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and at banks, and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

5.3 Trade accounts receivable, other receivables and allowance for doubtful accounts

Trade accounts receivable and other receivables are stated at the net realisable value. Allowance for doubtful accounts is provided for the estimated losses that may be incurred in collection of receivables. The allowance is generally based on collection experiences and analysis of debt aging.

5.4 Inventories

Finished goods and work in process are valued at the lower of cost (under the average method) and net realisable value and includes all production costs and attributable factory overheads.

Raw materials, spare parts and factory supplies are valued at the lower of average cost and net realisable value and are charged to production costs whenever consumed.

5.5 Investments

- a) Investments in securities held for trading are stated at fair value. Changes in the fair value of these securities are recorded in profit or loss.
- b) Investments in available-for-sale securities are stated at fair value. Changes in the fair value of these securities are recorded in other comprehensive income, and will be recorded in profit or loss when the securities are sold.
- c) Investments in non-marketable equity securities, which the Company classifies as other investments, are stated at cost net of allowance for impairment loss (if any).
- d) Investments in subsidiaries and associates are accounted for in the consolidated and separate financial statements using the equity method.

The fair value of marketable securities is based on the latest bid price of the last working day of the year.

The weighted average method is used for computation of the cost of investments.

On disposal of an investment, the difference between net disposal proceeds and the carrying amount of the investment is recognised in profit or loss.

5.6 Investment properties

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and allowance for loss on impairment (if any).

Depreciation of investment properties is calculated by reference to their costs on the straight-line basis over the following estimated useful lives:

Building	-	41 years
Building improvement for rent	-	11 years
Lease of land occupancy rights	-	50 - 75 years

Depreciation of the investment properties is included in determining income.

On disposal of investment properties, the difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period when the asset is derecognised.

5.7 Property, plant and equipment and depreciation

Land is stated at cost. Buildings and equipment are stated at cost less accumulated depreciation and allowance for loss on impairment of assets (if any). Depreciation of plant and equipment is calculated by reference to their costs on the straight-line basis over the following estimated useful lives:

Buildings and building improvements	-	3 - 51 years
Machinery and equipment	-	3 - 15 years
Molds and spare parts	-	1 - 11 years
Office furniture and equipment	-	2 - 20 years
Motor vehicles	-	1 - 11 years
Miscellaneous equipment and research and development equipment	-	1 - 10 years

Depreciation is included in determining income.

No depreciation is provided on land, land improvement, construction in progress and equipment under installation.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on disposal of an asset is included in profit or loss when the asset is derecognised.

5.8 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective assets. All other borrowing costs are expensed in the period they are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

5.9 Intangible assets

Intangible assets of its subsidiaries which acquired through business combination are initially recognised at their fair value on the date of business acquisition while intangible assets acquired in other cases are recognised at cost. Following the initial recognition, the intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses (if any).

Intangible assets of its subsidiaries which have finite lives are amortised on a systematic basis over the economic useful life and tested for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method of such intangible asset are reviewed at least at each financial year end. The amortisation expense is charged to profit or loss.

A summary of the intangible assets with finite useful lives is as follows.

	Useful lives
Land occupancy rights	- contract period of 50 years
Computer software design	- 3 years
Technical license fee	- 10 years

5.10 Goodwill

Goodwill is initially recorded at cost, which equals to the excess of cost of business combination over the fair value of the net assets acquired. If the fair value of the net assets acquired exceeds the cost of business combination, the excess is immediately recognised as gain in profit or loss.

Goodwill is carried at cost less any accumulated impairment losses. Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of the Company and its subsidiaries' cash generating units (or group of cash-generating units) that are expected to benefit from the synergies of the combination. The Company and its subsidiaries estimate the recoverable amount of each cash-generating unit (or group of cash-generating units) to which the goodwill relates. Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognised in profit or loss. Impairment losses relating to goodwill cannot be reversed in future periods.

5.11 Related party transactions

Related parties comprise individuals or enterprises that control, or are controlled by the Company, whether directly or indirectly, or which are under common control with the Company.

They also include associated companies, and individuals or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors, and officers with authority in the planning and direction of the Company's operations.

5.12 Long-term leases

Leases of property, plant and equipment which do not transfer substantially all the risks and rewards of ownership are classified as operating leases. Operating lease payments are recognised as an expense in profit or loss on a straight-line basis over the lease term.

5.13 Foreign currencies

The consolidated and separate financial statements are presented in Baht, which is also the Company's functional currency. Items of each entity included in the consolidated financial statements are measured using the functional currency of that entity.

Transactions in foreign currencies are translated into Baht at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Baht at the exchanges rate ruling at the end of reporting period. Gains and losses on exchange are included in determining income.

5.14 Impairment of assets

At the end of each reporting period, the Company and its subsidiaries perform impairment reviews in respect of the property, plant and equipment and other intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. The Company and its subsidiaries also carry out annual impairment reviews in respect of goodwill. An impairment loss is recognised when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount. In determining value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risk specific to the asset. In determining fair value less cost to sell, an appropriate valuation model is used. These calculations are corroborated by a valuation model that, based on information available, reflects the amount that the Company and its subsidiaries could obtain from the disposal of the asset in an arm's length transaction between knowledgeable, willing parties, after deducting the costs of disposal.

An impairment loss is recognised in profit or loss.

5.15 Employee benefits

Short-term employee benefits

Salaries, wages, bonus and contributions to the social security fund are recognised as expenses when incurred.

Post-employment benefits

Defined contribution plans

The Company and its subsidiaries and its employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Company and its subsidiaries. The fund's assets are held in a separate trust fund and the Company and its subsidiaries' contributions are recognised as expenses when incurred.

Defined benefit plans

The Company and its subsidiaries have obligations in respect of the severance payments it must make to employees upon retirement under labor law. The Company and its subsidiaries treat these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plan is determined by a professionally qualified independent actuary based on actuarial techniques, using the projected unit credit method.

The liabilities under the defined benefit plan consist of the present value of the defined benefit obligation less fair value of plan assets.

Net interest recognised in profit or loss consists of the interest cost on the defined benefit obligation net with the interest income on plan assets which calculated using the same rate as the discount rate applying for the post-employment benefit obligation.

Actuarial gains and losses from determining the measurement of the defined benefit obligation and return of plan assets net from interest income on plan assets are recognised immediately in other comprehensive income.

5.16 Provisions

Provisions are recognised when the Company and its subsidiaries have a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

5.17 Income tax

Income tax expense for the year comprises current and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Company and its subsidiaries recognise deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilised.

At each reporting date, the Company and its subsidiaries review and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

The Company and its subsidiaries record deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

5.18 Derivatives

The Company and its subsidiaries use derivative financial instruments such as forward currency contracts, cross currency and interest rate swaps and currency option agreements to manage their risks associated with foreign currency and interest rate fluctuations.

Such derivative financial instruments are initially recognised at cost on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. Derivative financial instruments as either assets or liabilities are recognised in the statement of financial position at fair value. The gain or loss on remeasurement to fair value is recognised immediately in profit or loss.

The fair value of forward currency contracts, cross currency and interest rate swaps and currency option agreements are their quoted market price at the end of reporting period, being the present value of the quoted interest rate, forward price and option price.

5.19 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Company and its subsidiaries apply a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Company and its subsidiaries measure fair value using valuation technique that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categorise of input to be used in fair value measurement as follows:

- Level 1 – Use of quoted market prices in an observable active market for such assets or liabilities
- Level 2 – Use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3 – Use of unobservable inputs such as estimates of future cash flows

At the end of each reporting period, the Company and its subsidiaries determine whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

6. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of financial statements in conformity with financial reporting standards at times requires management to make subjective judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures and actual results could differ from these estimates. Significant judgements and estimates are as follows:

Allowance for doubtful accounts

In determining an allowance for doubtful accounts, the management needs to make judgement and estimates based upon, among other things, past collection history, aging profile of outstanding debts and the prevailing economic condition.

Allowance for diminution in value of inventory

The determination of allowance for diminution in the value of inventory requires the management to exercise judgement in estimating losses on outstanding inventories, based on the selling price expected in the ordinary course of business; minus selling expenses and provision for obsolete, slow-moving and deteriorated inventories, and taking into account the approximate useful life of each type of inventories and current changes in technology.

Impairment of equity investments

The Company and its subsidiaries treat available-for-sale investments and other investments as impaired when there has been a significant or prolonged decline in the fair value below their cost or where other objective evidence of impairment exists. The determination of what is “significant” or “prolonged” requires judgement of the management.

Property, plant and equipment/Depreciation

In determining depreciation of plant and equipment, the management is required to make estimates of the useful lives and residual values of the plant and equipment and to review estimate useful lives and residual values when there are any changes.

In addition, the management is required to review property, plant and equipment for impairment on a periodical basis and record impairment losses when it is determined that their recoverable amount is lower than the carrying amount. This requires judgements regarding forecast of future revenues and expenses relating to the assets subject to the review.

Goodwill and intangible assets

The initial recognition and measurement of goodwill and intangible assets, and subsequent impairment testing, require the management to make estimates of cash flows to be generated by the asset or the cash generating units and to choose a suitable discount rate in order to calculate the present value of those cash flows.

Deferred tax assets

Deferred tax assets are recognised for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of estimate future taxable profits.

Post-employment benefits under defined benefit plan

The obligation under the defined benefit plan is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

Fair value of financial instruments

In determining the fair value of financial instruments recognised in the statement of financial position that are not actively traded and for which quoted market prices are not readily available, the management exercises judgement, using a variety of valuation techniques and models. The input to these models is taken from observable markets, and includes consideration of credit risk (bank and counterparty, both) liquidity, correlation and long-term volatility of financial instruments. Change in assumptions about these factors could affect the fair value recognised in the statement of financial position and disclosures of fair value hierarchy.

7. CASH AND CASH EQUIVALENTS

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash	2,306	2,137	263	263
Deposits at financial institutions	3,852,081	3,836,879	637,569	460,391
Cash and cash equivalents	3,854,387	3,839,016	637,832	460,654

As at 31 December 2017, bank deposits in saving accounts and fixed deposits carried interests between 0.1 and 8.3 percent per annum (2016: between 0.1 and 13.5 percent per annum).

8. INVESTMENT IN TRADING SECURITIES

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Trading securities				
Warrants	-	4,712	-	-
Total trading securities	-	4,712	-	-

During the first quarter of the current year, a subsidiary sold warrants amounting to Baht 3 million and recognised loss from disposal of such warrants amounting to Baht 1 million in income statement.

9. RELATED PARTY TRANSACTIONS

During the years, the Company and its subsidiaries had significant business transactions with their related parties. Such transactions were concluded on commercial terms and bases agreed upon between the Company, its subsidiaries and those related parties.

The relationship between the Company and the related parties are summarised below.

Name of related parties	Relationship with the Company
Kinpo Electronics, Inc.	Parent company
Logistar International Holding Co., Ltd.	Subsidiary
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Subsidiary
Cal-Comp Electronics & Communications Co., Ltd.	Subsidiary
Cal-Comp Technology (Suzhou) Co., Ltd.	Subsidiary
Cal-Comp Electronics and Communications (Suzhou) Co., Ltd.	Subsidiary
Cal-Comp (Malaysia) SDN. BHD.	Subsidiary
Cal-Comp Precision (Singapore) Limited	Subsidiary
Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda.	Subsidiary
Cal-Comp Electronics de Mexico Co., S.A. de C.V.	Subsidiary
Cal-Comp Electronics (USA) Co., Ltd.	Subsidiary
Cal-Comp Technology (Philippines), Inc.	Subsidiary
Cal-Comp Precision (Thailand) Limited	Subsidiary
Cal-Comp Holding (Brasil) S.A.	Subsidiary
Qbit Semiconductor Holding Ltd.	Subsidiary
Cal-Comp (India) Private Limited	Subsidiary
Avaplas Precision Plastics (Shanghai) Co., Ltd.	Subsidiary (held by a subsidiary)
Cal-Comp Precision (Malaysia) Sdn. Bhd.	Subsidiary (held by a subsidiary)
Cal-Comp Precision (Dongguan) Limited	Subsidiary (held by a subsidiary)
Cal-Comp Precision (Wujiang) Co., Ltd.	Subsidiary (held by a subsidiary)
Cal-Comp Precision (Philippines), Inc.	Subsidiary (held by a subsidiary)
Cal-Comp USA (Indiana), Inc.	Subsidiary (held by a subsidiary)
Cal-Comp USA (San Diego), Inc.	Subsidiary (held by a subsidiary)
Cal-Comp Industria de Semicondutores S.A.	Subsidiary (held by a subsidiary)
Qbit Semiconductor Ltd.	Subsidiary (held by a subsidiary)

Name of related parties	Relationship with the Company
XYZprinting, Inc.	Associate
PChome (Thailand) Co., Ltd.	Associate
Cal-Comp Big Data, Inc.	Associate
New Era AI Robotic Limited	Associate
Daviscomms (S) Pte Ltd.	Associate (held by a subsidiary)
Shanghai Chuang Ge Education Technology Co., Ltd.	Associate (held by a subsidiary)
XYZprinting Japan, Inc.	Subsidiary of an associate
XYZprinting, Inc. (SAMOA)	Subsidiary of an associate
XYZprinting, Inc. (USA)	Subsidiary of an associate
XYZprinting Netherlands B.V.	Subsidiary of an associate
XYZprinting (Suzhou) Co., Ltd.	Subsidiary of an associate
XYZprinting (Thailand) Co., Ltd.	Subsidiary of an associate
XYZprinting (Shanghai) Cloud Technology Co., Ltd.	Subsidiary of an associate
Cal-Comp Big Data International Ltd.	Subsidiary of an associate
New Era AI Robotic Inc.	Subsidiary of an associate
Cal-Comp Biotech Co., Ltd.	Subsidiary of the parent company
CastleNet Technology, Inc.	Subsidiary of the parent company
CastleNet Technology (BVI), Inc.	Subsidiary of the parent company
Crownpo Technology, Inc.	Subsidiary of the parent company
Dongguan Kaipo Electronics Co., Ltd.	Subsidiary of the parent company
Forward International Ltd.	Subsidiary of the parent company
Jipo Investment Co., Ltd.	Subsidiary of the parent company
Kinpo Electronics (China) Co., Ltd.	Subsidiary of the parent company
Kinpo International Ltd.	Subsidiary of the parent company
Kinpo Electronics (Philippines), Inc.	Subsidiary of the parent company
Kingbolt International (Singapore) Pte. Ltd.	Subsidiary of the parent company
Lipo Holding Co., Ltd.	Subsidiary of the parent company
LIZ Electronics (Kunshan) Co., Ltd.	Subsidiary of the parent company
LIZ Electronics (Nantong) Co., Ltd.	Subsidiary of the parent company
Ranashe International Ltd.	Subsidiary of the parent company
Acbel Polytech Inc.	Related company
Ascendant Private Equity Investment, Ltd.	Related company
Dawning Leading Technology Inc.	Related company
Fellow Inc.	Related company
Kinpo Group Management Service Co., Ltd.	Related company
Instituto Cal-Comp De Tecnologia	Related company
Metal Component Engineering Limited	Related company
Memoright Memortech Corporation	Related company
Mojoose Inc.	Related company
Teleport Access Service, Inc.	Related company

Such significant transactions are summarised below.

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements		Transfer Pricing Policy
	2017	2016	2017	2016	
Transactions with subsidiaries					
(Eliminated from the consolidated financial statements)					
Sales	-	-	25,431	26,870	Near market price
Sales of fixed assets	-	-	24	32	At book value plus margin
Gain on disposal of fixed assets	-	-	2	-	At book value plus margin
Other income	-	-	144	179	Contract price
Purchases of raw materials	-	-	4,350	3,327	Near market price
Purchases of fixed assets	-	-	947	593	Cost
Transactions with associated companies					
Sales	360	730	334	727	Near market price
Sales of fixed assets	-	2	-	-	At book value plus margin
Purchases of fixed assets	-	1	-	1	Cost
Other expenses	69	38	-	-	Contract price
Transactions with related parties					
Sales					
- Kinpo Electronics (China) Co., Ltd.	42	36	-	-	Near market price
- Kinpo International Ltd.	34	344	1	59	Near market price
- Kinpo Electronics (Philippines), Inc.	520	17	-	-	Near market price
- CastleNet Technology, Inc.	357	-	351	-	Near market price
- Others	2	-	2	-	Near market price
Sales of fixed assets					
- Kinpo Electronics (China) Co., Ltd.	2	289	-	4	At book value plus margin
- Kinpo International Ltd.	14	40	14	-	At book value plus margin
- Kinpo Electronics (Philippines), Co., Ltd.	9	34	1	8	At book value plus margin
- Others	3	2	-	-	At book value plus margin
Gain on disposal of fixed assets	7	74	3	-	At book value plus margin
Dividend income	-	8	-	8	As declared
Other income	2	-	2	-	Cost
Purchases of raw materials	1,201	2,220	853	1,873	Near market price
Purchases of fixed assets	93	260	31	238	Cost
Other expenses	276	146	-	-	Contract price

Major revenues of Logistar International Holding Co., Ltd. represent the sales of inventories, which are purchased from the Company and its subsidiaries, to the third parties.

The balances of the accounts as at 31 December 2017 and 2016 between the Company, its subsidiaries and those related companies are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Trade and other receivables - related parties (Note 10)				
Subsidiaries	-	-	7,331,102	5,501,781
Associates	691,679	807,275	668,135	783,392
Related companies	538,701	184,939	285,747	38,285
Total trade and other receivables - related parties	1,230,380	992,214	8,284,984	6,323,458
Trade and other payables - related parties (Note 23)				
Subsidiaries	-	-	1,035,530	667,901
Associates	6,200	84,047	-	72,005
Related companies	534,015	813,587	201,235	541,248
Total trade and other payables - related parties	540,215	897,634	1,236,765	1,281,154
Advance received for purchases of mold - related parties (Note 24)				
Associates	1,788	-	-	-
Related companies	10,964	2,617	-	-
Total advance received for purchases of mold - related parties	12,752	2,617	-	-

Short-term loans to related parties

As at 31 December 2017, the balance of short-term loans between the Company and a related party and the movement are as follows:

(Unit: Thousand Baht)

Short-term loans	Related by	Separate financial statements			
		Balance as at 1 January 2017	Increase	Translation adjustment	Balance as at 31 December 2017
Cal-Comp Industria de Semicondutores S.A.	Subsidiary (held by a subsidiary)	196,123	67,677	(19,940)	243,860
		196,123	67,677	(19,940)	243,860

Short-term loans to Cal-Comp Industria de Semicondutores S.A. were denominated in US dollar currency and will be due in June 2018.

Directors and management benefits

During the years ended 31 December 2017 and 2016, the Company and its subsidiaries had employee benefit expenses payable to its directors and management as below.

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Short-term employee benefits	82	70	28	28
Post-employment benefits	1	1	-	-
Share-based payments	2	7	-	-
Total	85	78	28	28

10. TRADE AND OTHER RECEIVABLES

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Trade receivables - related parties				
Aged on the basis of due dates				
Not yet due	987,899	828,605	5,496,629	3,311,107
Past due				
Less than 1 month	87,793	45,520	37,134	584,972
1 - 2 months	27,547	37,472	54,674	176,471
2 - 3 months	23,173	953	70,698	80,781
3 - 6 months	56,539	1,558	177,545	543,852
6 - 12 months	13,674	3	596,860	745,964
Over 12 months	-	1	1,796,836	776,874
Total trade receivables				
- related parties	1,196,625	914,112	8,230,376	6,220,021

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Trade receivables - unrelated parties				
Aged on the basis of due dates				
Not yet due	19,772,819	16,426,873	9,715,244	6,389,994
Past due				
Less than 1 month	1,841,752	1,755,874	1,417,799	1,634,233
1 - 2 months	845,887	1,003,214	834,656	970,294
2 - 3 months	375,080	132,039	355,160	65,268
3 - 6 months	345,214	160,484	342,891	60,959
6 - 12 months	11,127	29,494	11,002	577
Over 12 months	36,867	99,191	33,853	37,023
Total	23,228,746	19,607,169	12,710,605	9,158,348
Less: Allowance for doubtful accounts	(44,986)	(132,098)	(34,404)	(36,472)
Total trade receivables - unrelated parties, net	23,183,760	19,475,071	12,676,201	9,121,876
Total trade receivables, net	24,380,385	20,389,183	20,906,577	15,341,897
Other receivables				
Other receivables - related parties	33,755	78,102	54,608	103,437
Other receivables - unrelated parties	1,904,391	1,117,170	865,982	179,855
Total other receivables	1,938,146	1,195,272	920,590	283,292
Trade and other receivables, net	26,318,531	21,584,455	21,827,167	15,625,189

The balances of above other receivables - unrelated parties as at 31 December 2017 and 2016 represent suspense accounts receivable set up for the expense which can be passed on to customers or vendors apart from buying and selling prices and for raw materials which were purchased from suppliers and the inventories to which engineering or component changes have been made. The Company and its subsidiaries set up these suspense accounts while awaiting the return of the raw materials from the creditors.

11. INVENTORIES

(Unit: Thousand Baht)

	Consolidated financial statements					
	Cost		Reduce cost to net realisable value		Inventories - net	
	2017	2016	2017	2016	2017	2016
Finished goods	2,086,259	1,380,712	(81,543)	(74,249)	2,004,716	1,306,463
Work in process	229,628	194,790	-	-	229,628	194,790
Raw materials	8,686,660	8,738,788	(198,146)	(198,487)	8,488,514	8,540,301
Goods in transit	420,387	395,184	-	-	420,387	395,184
Total	11,422,934	10,709,474	(279,689)	(272,736)	11,143,245	10,436,738

(Unit: Thousand Baht)

	Separate financial statements					
	Cost		Reduce cost to net realisable value		Inventories - net	
	2017	2016	2017	2016	2017	2016
Finished goods	790,816	682,575	(62,009)	(62,009)	728,807	620,566
Work in process	7,138	2,379	-	-	7,138	2,379
Raw materials	5,853,124	6,263,301	(84,605)	(84,605)	5,768,519	6,178,696
Goods in transit	392,562	109,959	-	-	392,562	109,959
Total	7,043,640	7,058,214	(146,614)	(146,614)	6,897,026	6,911,600

During the current year, the Company and its subsidiaries recorded the reducing cost of inventories to net realisable value of Baht 17 million (2016: Baht 34 million) (Separate financial statements: None, 2016: Baht 4 million) which represent as part of cost of sales and in addition, the Company and its subsidiaries did not reverse the write-down of cost of inventories (2016: Baht 100 million) and reduced the amount of inventories recognised as expenses during the year.

12. ADVANCES PAYMENT FOR RAW MATERIALS AND MOLDS

The balances as at 31 December 2017 and 2016 mainly consist of:

- Advance payment of Baht 34 million (2016: Baht 28 million) for the purchase of raw materials and others.
- Advance payment of Baht 80 million to suppliers (2016: Baht 170 million) for the purchases of molds. The remaining balances is to be paid upon the completion of molds (please refer to Note 36.4).

13. OTHER CURRENT ASSETS

The balances as at 31 December 2017 and 2016 consist of:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Receivable - molds	61,557	288,892	49,793	140,009
Value added tax	395,545	429,726	196,573	207,726
Financial derivative assets at fair value	20,091	-	-	-
Others	270,262	302,032	57,911	79,147
Total	747,455	1,020,650	304,277	426,882

14. RESTRICTED BANK DEPOSITS

These represent fixed deposits pledged with the banks to secure letter of guarantees issued by the banks on behalf of the subsidiaries.

15. INVESTMENTS IN ASSOCIATES

15.1 Details of associates

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Consolidated financial statements					
			Shareholding percentage		Cost method		Carrying amount based on the equity method	
			2017	2016	2017	2016	2017	2016
			(%)	(%)				
A-Ten Technology Co., Ltd.*	Research and development of telecommunication products	Taiwan	-	34.00	-	12,826	-	-
Daviscomms (S) Pte Ltd.**	Design and manufacturing of telecommunication products	Singapore	20.00	20.00	96,579	105,887	137,177	123,834
Shanghai Chuang Ge Education Technology Co., Ltd.***	Research and development especially in education and network field	The People's Republic of China	46.90	-	5,315	-	5,315	-
XYZprinting, Inc.	Manufacturing of electronic products	Taiwan	46.40	44.74	461,799	285,331	107,514	19,708
PChome (Thailand) Co., Ltd.	E-commerce service provider	Thailand	32.50	32.50	32,500	32,500	20,212	26,373
Cal-Comp Big Data, Inc.	Manufacturing of medical equipment and providing service of data processing and provision service	Taiwan	50.00	50.00	351,776	351,776	95,559	291,686
New Era AI Robotic Limited	Research and development of robotic innovation	Cayman Islands	50.00	-	67,735	-	52,598	-
Total					1,015,704	788,320	418,375	461,601

* (held by Logistar International Holding Co., Ltd.)

** (held by Cal-Comp Precision (Singapore) Limited)

*** (held by Cal-Comp Optical Electronics (Suzhou) Co., Ltd.)

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Separate financial statements					
			Shareholding percentage		Cost		Carrying amount based on the equity method	
			2017	2016	2017	2016	2017	2016
			(%)	(%)				(Restated)
XYZprinting, Inc.	Manufacturing of electronic products	Taiwan	46.40	44.74	461,799	285,331	107,514	19,708
PChome (Thailand) Co., Ltd.	E-commerce service provider	Thailand	32.50	32.50	32,500	32,500	20,212	26,373
Cal-Comp Big Data, Inc.	Manufacturing of medical equipment and providing service of data processing and provision service	Taiwan	50.00	50.00	351,776	351,776	95,559	291,686
New Era AI Robotic Limited	Research and development of robotic innovation	Cayman Islands	50.00	-	67,735	-	52,598	-
Total					913,810	669,607	275,883	337,767

15.2 Share of comprehensive income and dividend received

During the years, the Company and its subsidiaries recognised their share of profit or loss from investments in associate companies in the consolidated financial statements and the separate financial statements as follows:

(Unit: Million Baht)

Company's name	Consolidated financial statements			
	Share of profit (loss) from investments in associates during the year		Share of other comprehensive income from investments in associates during the year	
	2017	2016	2017	2016
A-Ten Technology Co., Ltd.	-	-	-	-
Daviscomms (S) Pte Ltd.	3	2	10	1
Shanghai Chuang Ge Education Technology Co., Ltd.	-	-	-	-
XYZprinting, Inc.	(94)	(71)	6	1
PChome (Thailand) Co., Ltd.	(6)	(5)	-	-
Cal-Comp Big Data, Inc.	(195)	(60)	(2)	-
New Era AI Robotic Limited	(17)	-	2	-
Total	(309)	(134)	16	2

(Unit: Million Baht)

Company's name	Separate financial statements			
	Share of loss from investments in associates during the year		Share of other comprehensive income from investments in associates during the year	
	2017	2016	2017	2016
		(Restated)		(Restated)
XYZprinting, Inc.	(94)	(71)	6	1
PChome (Thailand) Co., Ltd.	(6)	(5)	-	-
Cal-Comp Big Data, Inc.	(195)	(60)	(2)	-
New Era AI Robotic Limited	(17)	-	2	-
Total	(312)	(136)	6	1

During the years 2017 and 2016, the Company and its subsidiaries did not receive dividend income from associate companies.

15.3 Summarised financial information about material associates

Summarised information about financial position.

(Unit: Million Baht)

	Daviscomms (S) Pte Ltd.		XYZprinting, Inc.		Cal-Comp Big Data, Inc.		New Era AI Robotic Limited	
	2017	2016	2017	2016	2017	2016	2017	2016
Current assets	315	362	1,538	1,013	619	889	125	-
Non-current assets	195	108	314	292	53	23	7	-
Current liabilities	(57)	(81)	(1,596)	(1,229)	(425)	(307)	(30)	-
Non-current liabilities	(1)	(1)	(6)	-	(38)	-	-	-
Net assets	452	388	250	76	209	605	102	-
Shareholding percentage (%)	20.00	20.00	46.40	44.74	50.00	50.00	50.00	-
Share of net assets	90	78	116	34	105	303	51	-
Translation adjustment	47	46	(8)	(14)	(9)	(11)	2	-
Carrying amounts of associates based on equity method	137	124	108	20	96	292	53	-

Summarised information about comprehensive income

(Unit: Million Baht)

	For the year ended 31 December							
	Daviscomms (S) Pte Ltd.		XYZprinting, Inc.		Cal-Comp Big Data, Inc.		New Era AI Robotic Limited	
	2017	2016	2017	2016	2017	2016	2017	2016
Revenue	408	412	941	790	368	2	4	-
Profit (loss)	14	10	(209)	(159)	(389)	(120)	(33)	-
Other comprehensive income	53	5	13	2	(3)	-	3	-
Total comprehensive income	67	15	(196)	(157)	(392)	(120)	(30)	-

The Company and its subsidiaries recorded investments in associates based on the basis of financial information provided by those companies' management. Due to time constraints, those companies' management cannot provide the financial information which were audited by external auditors. However, the financial information of XYZprinting, Inc., Cal-Comp Big Data, Inc. and New Era AI Robotic Limited were audited by its auditor.

On 12 May 2016, a meeting of the Board of Directors of the Company resolved to approve an investment in Cal-Comp Big Data, Inc., a newly established associate company in Taiwan, with the amount not exceeding TWD 325 million for expansion into medical equipment, providing service of data processing and provision service. The Company and Kinpo Electronics, Inc. each will hold 50 percent of total investment in such company. During the year 2016, the Company paid for share subscription in such company in the amount of USD 10 million, or approximately Baht 352 million.

On 11 August 2016, a meeting of the Board of Directors of the Company resolved to approve an investment of Cal-Comp Big Data, Inc. on Cal-Comp Big Data International Ltd., a newly established subsidiary in British Virgin Islands, with the amount not exceeding USD 5 million for the purpose of supporting big data operation. During the current year, Cal-Comp Big Data, Inc. has already invested in Cal-Comp Big Data International Ltd.

On 12 May 2017, a meeting of the Board of Directors of the Company resolved to approve an investment in New Era AI Robotic Limited, a newly associate in Cayman Islands. During the third quarter of the current year, the Company paid for share capital in such company amounting to USD 2 million, or approximately Baht 68 million in order to support robotics technology and relevant business development.

On 13 November 2017, a meeting of the Board of Directors of the Company resolved to approve the following matters.

- Approved an additional investment in XYZ Printing, Inc., its associate in Taiwan, of approximately TWD 165 million for the purpose of business expansion. During the fourth quarter of the current year, the Company already paid an additional investment in such company.
- Approved the disposal by Cal-Comp Precision (Singapore) Limited, its subsidiary in Singapore, of the investment in Daviscomms (S) Pte Ltd., an associate of such company. Currently, it is in the process of operation.

During the fourth quarter of the current year, Cal-Comp Optical Electronics (Suzhou) Co., Ltd., a subsidiary in the People's Republic of China, invested in Shanghai Chuang Ge Education Technology Co., Ltd., a newly established associate company in the People's Republic of China, for the purpose of being a research and development entity and expanding a distribution channel of 3D printer. The subsidiary paid for share capital in such company in the amount of CNY 1 million, or approximately Baht 5 million. In addition, during the fourth quarter of the current year, Logistar International Holding Co., Ltd., a subsidiary in British Virgin Islands, recorded write-off of investment in A-Ten Technology Co., Ltd. since such company went out of business.

16. INVESTMENTS IN SUBSIDIARIES

16.1 Details of investments in subsidiaries as presented in separate financial statements are as follows:

(Unit: Thousand Baht)

Company's name	Paid-up capital		Shareholding percentage		Cost		Carrying amount based on the equity method	
	2017	2016	2017	2016	2017	2016	2017	2016
			(%)	(%)				(Restated)
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	CNY 547.15 million	CNY 547.15 million	100	100	1,945,781	1,945,781	3,859,536	3,931,070
Cal-Comp Electronics & Communications Co., Ltd.	TWD 69.92 million	TWD 69.92 million	100	100	204,835	195,392	372,412	329,190
Cal-Comp Technology (Suzhou) Co., Ltd.	CNY 73.05 million	CNY 73.05 million	100	100	338,568	338,568	803,126	853,412

(Unit: Thousand Baht)

Company's name	Paid-up capital		Shareholding percentage		Cost		Carrying amount based on the equity method	
	2017	2016	2017	2016	2017	2016	2017	2016
			(%)	(%)			(Restated)	
Cal-Comp Electronics and Communications (Suzhou) Co., Ltd.	CNY 239.60 million	CNY 239.60 million	100	100	1,125,509	1,125,509	128,789	171,198
Cal-Comp Precision (Singapore) Limited	SGD 10.86 million	SGD 10.86 million	100	100	964,009	964,009	334,498	312,606
Cal Comp (Malaysia) SDN. BHD.	MYR 28.04 million	MYR 28.04 million	100	100	282,294	282,294	1,405,542	1,215,810
Cal-Comp Electronics (USA) Co., Ltd.	USD 60.00 million	USD 60.00 million	100	100	1,905,959	1,905,959	597,389	852,118
Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda.*	BRL 165.02 million	BRL 165.02 million	1	1	22,660	22,604	10,981	9,936
Cal-Comp Electronics de Mexico Co., S.A. de C.V.	MXN 141.18 million	MXN 141.18 million	100	100	310,125	310,087	393,459	373,682
Cal-Comp Technology (Philippines), Inc.	PHP 212.71 million	PHP 212.71 million	100	100	156,938	156,938	795,314	628,078
Cal-Comp Precision (Thailand) Limited	Baht 2,210.07 million	Baht 2,210.07 million	100	100	2,082,320	2,082,320	2,059,781	2,077,538
Cal-Comp Holding (Brasil) S.A.	BRL 258.22 million	BRL 258.22 million	100	100	2,544,789	2,544,789	1,941,280	1,889,013
Qbit Semiconductor Ltd.	- million	TWD 162.50	-	100	-	175,888	-	83,039
Qbit Semiconductor Holding Ltd.	USD 0.59 million	USD 0.59 million	100	100	174,359	174,359	88,290	174,425
Cal-Comp (India) Private Limited	INR 32.23 million	-	100	-	17,602	-	16,766	-
Translation adjustment					-	-	514,500	974,968
Total					12,075,748	12,224,497	13,321,663	13,876,083

* Classified as investments in subsidiaries since the Company indirectly holds the investment in such company through Cal-Comp Holding (Brasil) S.A. with 99% of registered capital of Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda. And the Company has control over such company.

The Company presented the negative investment value based on equity method as “Provision for transaction under equity method of investment in subsidiary” was detailed as follows:

(Unit: Thousand Baht)

Company's name	Paid-up capital		Shareholding percentage		Cost		Carrying amount based on the equity method	
	2017	2016	2017	2016	2017	2016	2017	2016
			(%)	(%)				(Restated)
Logistar International Holding Co., Ltd.	USD 30.05 million	USD 30.05 million	100	100	1,077,604	1,077,604	7,036,591	6,742,866
Total					1,077,604	1,077,604	7,036,591	6,742,866

16.2 Share of comprehensive income

During the years, the Company recognised their share of profit (loss) from investments in subsidiaries in the separate financial statements as follows:

(Unit: Thousand Baht)

Company's name	For the year ended 31 December			
	Separate financial statements			
	Share of profit (loss) from investments in subsidiaries		Share of other comprehensive income from investments in subsidiaries	
	2017	2016	2017	2016
		(Restated)		(Restated)
Logistar International Holding Co., Ltd.	(916,845)	(1,648,617)	-	-
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	(71,534)	351,181	-	-
Cal-Comp Electronics & Communications Co., Ltd.	33,781	(48,083)	4,166	16,441
Cal-Comp Technology (Suzhou) Co., Ltd.	(50,286)	57,974	-	-
Cal-Comp Electronics and Communications (Suzhou) Co., Ltd.	(42,409)	(190,571)	-	-
Cal-Comp Precision (Singapore) Limited	29,201	10,822	-	-
Cal Comp (Malaysia) SDN. BHD.	189,732	176,198	-	-
Cal-Comp Electronics (USA) Co., Ltd.	(254,729)	55,408	-	-
Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda.	1,056	3,906	-	-
Cal-Comp Electronics de Mexico Co., S.A. de C.V.	19,738	25,879	269	268
Cal-Comp Technology (Philippines), Inc.	167,236	146,062	220	642
Cal-Comp Precision (Thailand) Limited	(17,758)	(203)	(2,660)	956
Cal-Comp Holding (Brasil) S.A.	60,359	140,675	-	-
Qbit Semiconductor Ltd.	(13,971)	(92,849)	-	-

(Unit: Thousand Baht)

Company's name	For the year ended 31 December			
	Separate financial statements			
	Share of profit (loss) from investments in subsidiaries		Share of other comprehensive income from investments in subsidiaries	
	2017	2016	2017	2016
Qbit Semiconductor Holding Ltd.	(86,135)	(Restated) 65	-	(Restated) -
Cal-Comp (India) Private Limited	(836)	-	-	-
Exchange differences on translation of financial statements in foreign currency	-	-	154,677	(790,318)
Total	(953,400)	(1,012,153)	156,672	(772,011)

16.3 Details of investments in subsidiary that has material non-controlling interests

(Unit: Million Baht)

Company Name	Proportion of equity interest held by non-controlling interests		Accumulated balance of non-controlling interests		Profit/loss allocated to non-controlling interests during the year	
	2017	2016	2017	2016	2017	2016
	(%)	(%)				
Cal-Comp Industria de Semicondutores S.A.	41.96	41.96	193	255	(61)	(43)

16.4 Summarised financial information that based on amounts before inter-company elimination about subsidiary that has material non-controlling interest

Summarised information about financial position of Cal-Comp Industria de Semicondutores S.A.

(Unit: Million Baht)

	2017	2016
Current assets	149	54
Non-current assets	969	1,147
Current liabilities	612	76
Non-current liabilities	-	407

Summarised information about comprehensive income of Cal-Comp Industria de Semicondutores S.A.

(Unit: Million Baht)

	For the year ended 31 December	
	2017	2016
Revenue	394	26
Profit (loss)	(146)	(104)
Other comprehensive income	-	-
Total comprehensive income	(146)	(104)

Summarised information about cash flow of Cal-Comp Industria de Semicondutores S.A.

(Unit: Million Baht)

	For the year ended 31 December	
	2017	2016
Cash flow from (used in) operating activities	(87)	262
Cash flow used in investing activities	(9)	(1,005)
Cash flow from financing activities	70	750
Net increase (decrease) in cash and cash equivalents	(26)	7

On 26 February 2014, a meeting of the Board of Directors of the Company approved the merger of the Company's subsidiaries in the People's Republic of China, Cal-Comp Technology (Suzhou) Co., Ltd. and Cal-Comp Electronics and Communications (Suzhou) Co., Ltd., and is in the process of operation.

On 11 August 2015, a meeting of the Board of Directors of the Company resolved to approve the following investments.

- Approve an additional investment of not more than USD 15 million in Cal-Comp Holding (Brasil) S.A., its subsidiary in Brazil, for a purpose of business expansion. During the year 2015, the Company paid for additional capital of USD 7 million or approximately Baht 246 million. Subsequently, during the year 2016, the Company paid for additional capital of USD 5 million or approximately Baht 181 million.
- Approve an investment of Cal-Comp Holding (Brasil) S.A., its subsidiary, in Cal-Comp Industria de Semicondutores S.A. of not more than USD 11 million, for a purpose of business expansion. During the year 2015, the subsidiary paid for additional capital of BRL 13 million or approximately USD 3 million. Subsequently, during the year 2016, the subsidiary paid for additional capital of BRL 20 million or approximately USD 5 million.

On 10 November 2015, a meeting of the Board of Directors of the Company resolved to approve the following matters.

- Approve an additional investment of not more than USD 15 million in Cal-Comp Precision (Thailand) Limited for a purpose of business expansion. During the year 2015, the Company paid for additional capital of USD 10 million or approximately Baht 359 million. Subsequently, during the year 2016, the Company paid for additional capital of USD 5 million or approximately Baht 175 million.
- Approve the reduction of registered and paid-up share capital of Cal-Comp Precision (Singapore) Limited, its subsidiary in Singapore, from SGD 47.2 million (513.2 million ordinary shares of SGD 0.092 each) to SGD 10.9 million (118.4 million ordinary shares of SGD 0.092 each) by decreasing registered and paid-up capital by 394.8 million shares of SGD 0.092 per share, in order to write-off retained losses amounting to SGD 24.8 million and reduce unnecessary shares amounting to SGD 11.5 million or approximately Baht 310 million. The subsidiary already registered the decrease in its registered and paid-up share capital on 11 January 2016.

On 26 February 2016, a meeting of the Board of Directors of the Company resolved to approve the following investments in Precision group.

- Approve a restructure of Precision group. The Company will sell its investment in Cal-Comp Precision (Singapore) Limited, its subsidiary in Singapore, to Cal-Comp Precision (Thailand) Limited, its subsidiary in Thailand, in order to improve efficiency of long-term business operation and is in the process of operation.
- Approve an investment of Cal-Comp Precision (Thailand) Limited on Cal-Comp Precision (Dongguan) Limited. The subsidiary will invest not more than USD 10 million. During the year 2016, Cal-Comp Precision (Thailand) Limited has already paid for additional capital of USD 10 million in such company.
- Approved an investment of Cal-Comp Precision (Thailand) Limited on Cal-Comp Precision (Philippines), Inc., its subsidiary in Philippines. The subsidiary will invest not more than USD 25 million. During the year 2016, Cal-Comp Precision (Thailand) Limited paid for share capital in such company amounting to USD 17.5 million and subsequently in the second quarter of the current year, Cal-Comp Precision (Thailand) Limited paid for additional share capital in such company amounting to USD 6.5 million.

On 12 May 2016, a meeting of the Board of Directors of the Company resolved to approve the following investments.

- Approve an investment in Qbit Semiconductor Ltd., a newly establish company in Taiwan, with the amount not exceeding TWD 162.5 million for the purpose of expanding business into semiconductor products. During the year 2016, the Company paid for share capital in such company in the amount of USD 5 million, or approximately Baht 176 million.
- Approve an investment in Cal-Comp (India) Private Limited, a newly establish company in India, with the amount not exceeding USD 2 million for the purpose of being a research and development entity. During the first quarter of the current year, the Company paid for paid-up share capital in such company in the amount of USD 0.5 million, or approximately Baht 17.6 million.

On 11 August 2016, a meeting of the Board of Directors of the Company resolved to approve the following matters.

- Approve an investment in Cal-Comp Holding (Brasil) S.A., its subsidiary company in Brazil, with the amount not exceeding BRL 258 million for the purpose of expanding business. During the year 2016, the Company paid for additional share in such company in the amount of USD 30 million or approximately Baht 1,032 million and Cal-Comp Holding (Brasil) S.A. increased its paid-up share capital from BRL 162 million to BRL 258 million.
- Approve an investment in Cal-Comp Holding (Brasil) S.A. on Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda. The subsidiary paid for additional share in such company in the amount of USD 30 million or approximately BRL 96.5 million.
- Approve an investment in Qbit Semiconductor Holding Ltd., a newly establish company in Cayman Island, with the amount not exceeding USD 5 million for the purpose of expanding business into semiconductor products in the future. During the year 2016, the Company paid for share capital in such company in the amount of USD 5 million or approximately Baht 174 million.
- Approve a restructure of Qbit Semiconductor Holding Ltd. group. The Company will sell its investment in Qbit Semiconductor Ltd., its subsidiary in Taiwan, to Qbit Semiconductor Holding Ltd., its subsidiary in Cayman Islands, in order to improve efficiency of long-term business operation. During the second quarter of the current year, the Company sold its investment in Qbit Semiconductor Ltd. to Qbit Semiconductor Holding Ltd. amounting to USD 2.2 million, or approximately Baht 69 million.

On 22 February 2017, a meeting of the Board of Directors of the Company resolved to approve the following investments.

- Approve an investment in a newly subsidiary in Thailand, with the amount not exceeding Baht 100 million for expanding business in designing the management system of factory automation business (Factory Automation Solution). It is in the process of operation.
- Approve an additional investment in Logistar International Holding Co., Ltd., its subsidiary in British Virgin Islands, with the amount not exceeding USD 10 million for a purpose of business operation in the future. It is in the process of operation.

On 12 May 2017, a meeting of the Board of Directors of the Company resolved to approve additional investment in Qbit Semiconductor Holding Ltd., its subsidiary in Cayman Islands, with the amount not exceeding USD 10 million and after the capital injection, the Company will have percentage of shareholding not less than 55% and it is in the process of operation.

On 10 August 2017, the Extraordinary General Meeting of Shareholders resolved to approve the merger of Cal-Comp Technology (Philippines), Inc., its subsidiary in Philippines, and Kinpo Electronics (Philippines), Inc., an indirect subsidiary of Kinpo Electronics, Inc. in Philippines, by using Share Swap Method. After the merger, Kinpo Electronics (Philippines), Inc. will be merged with Cal-Comp Technology (Philippines), Inc. and will transfer all assets and liabilities including its rights to Cal-Comp Technology (Philippines), Inc. Subsequently, on 13 November 2017, a meeting of the Board of Directors of the Company resolved to approved the amendment of shareholding structure subsequent to the merger of Cal-Comp Technology (Philippines), Inc. and Kinpo Electronics (Philippines), Inc.. Formerly, Kinpo Electronics (Philippines), Inc. will be merged with Cal-Comp Technology (Philippines), Inc. by transferring all assets and liabilities including its rights to Cal-Comp Technology (Philippines), Inc. From the amendment, Cal-Comp Technology (Philippines), Inc. will have 100% shareholding in Kinpo Electronics (Philippines), Inc., and Kinpo Electronics (Philippines), Inc. will become a subsidiary of Cal-Comp Technology (Philippines), Inc. Currently, it is in process of operation.

17. OTHER LONG-TERM INVESTMENTS

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Shareholding percentage		Consolidated financial statements			
					Investments		Fair value	
			2017	2016	2017	2016	2017	2016
			(%)	(%)				
Metal Component Engineering Limited	Manufacturing of electronic products	Singapore	10.11	10.61	35,269	37,042	34,725	36,033
Less: Unrealised loss on changes in the value of investments					(544)	(1,009)		
					34,725	36,033		
Warrants of Metal Component Engineering Limited		Singapore	-	-	-	17,866	-	735
Less: Unrealised loss on changes in the value of warrants					-	(17,131)		
					-	735		
Kinpo Group Management Service Co., Ltd.*	Consulting business	Taiwan	12.50	12.50	1,095	1,109		
Memoright Memorittech Corporation	Manufacturing of electronic products	Cayman Islands	3.05	3.05	31,990	31,990		
Less: Allowance for impairment of investment					(15,995)	(15,995)		
					15,995	15,995		
Dawning Leading Technology Inc.	Manufacturing of electronic products	Taiwan	9.03	9.03	491,277	491,277		
Mojoose Inc.**	Design of electronics parts	United states of America	-	-	57,192	35,831		
Fellow Inc.***	Design robot	United states of America	4.72	-	65,362	-		
Total other long-term investments					665,646	580,980		

* (held by Cal-Comp Electronics & Communications Co., Ltd.)

** (held by Logistar International Holding Co., Ltd.)

*** (held by Cal-Comp Electronics (USA) Co., Ltd.)

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Shareholding percentage		Separate financial statements			
					Investments			
					Cost method		Fair value	
			2017	2016	2017	2016	2017	2016
			(%)	(%)				
Metal Component Engineering Limited	Manufacturing of electronic products	Singapore	10.11	10.61	35,269	37,042	34,725	36,033
Less: Unrealised loss on changes in the value of investments					(544)	(1,009)		
					34,725	36,033		
Warrants of Metal Component Engineering Limited		Singapore	-	-	-	17,866	-	735
Less: Unrealised loss on changes in the value of warrants					-	(17,131)		
					-	735		
Memoright Memortech Corporation	Manufacturing of electronic products	Cayman Islands	3.05	3.05	31,990	31,990		
Less: Allowance for impairment of investment					(15,995)	(15,995)		
					15,995	15,995		
Dawning Leading Technology Inc.	Manufacturing of electronic products	Taiwan	9.03	9.03	491,277	491,277		
Total other long-term investments					541,997	544,040		

During the year 2016, Logistar International Holding Co., Ltd., a subsidiary in British Virgin Islands, invested in Mojoose Inc., which was incorporated in United State of America, amounting to USD 1.0 million. Such company issued held to maturity promissory note which carried interest rate of 4.0 percent per annum. However, at maturity date, the subsidiary optionally convert promissory note into common stock of company. During the first quarter and third quarter of the current year, the subsidiary additionally invested in Mojoose Inc. totaling amounting to USD 0.8 million or approximately Baht 25 million.

During the year 2016, the Company received dividend from Dawning Leading Technology Inc. amounting to Baht 8 million.

During the first quarter of the current year, the Company sold investments in Metal Component Engineering Limited by 1.9 million shares (2016: 2.6 million shares) resulted in the decrease in proportion of shareholding from 10.61% to 10.11% (2016: 11.86% to 10.61%).

During the first quarter of the current year, Cal-Comp Electronics (USA) Co., Ltd., a subsidiary in United States of America, additionally invested in Fellow Inc. amounting to USD 2 million or approximately Baht 69 million.

During the third quarter of the current year, the Company wrote-off warrants of Metal Component Engineering Limited, which its fair value amounted to Baht 0.7 million, in income statement since such warrants had been expired.

On 13 November 2017, a meeting of the Board of Directors of the Company resolved to approve an investment in preferred shares and common shares of Nexa3D Inc., a company located in United States of America, approximately USD 5 million for a purpose of expanding the 3D printing technology partnership. Currently, it is in the process of operation.

18. INVESTMENT PROPERTIES

The net book value of investment properties as at 31 December 2017 and 2016 is presented below:

(Unit: Thousand Baht)

	Consolidated financial statements		
	Lease of land occupancy rights	Building and building improvement for rent	Total
At 31 December 2017:			
Cost	25,638	228,294	253,932
Less: Accumulated depreciation	(1,587)	(22,383)	(23,970)
Net book value	24,051	205,911	229,962
At 31 December 2016:			
Cost	26,818	168,742	195,560
Less: Accumulated depreciation	(829)	(16,485)	(17,314)
Net book value	25,989	152,257	178,246

A reconciliation of the net book value of investment properties for the years 2017 and 2016 is presented below.

(Unit: Thousand Baht)

	Consolidated financial statements	
	2017	2016
Net book value at beginning of year	178,246	-
Acquisitions during the year - at cost	79,703	-
Reclassify from property, plant and equipment	-	164,219
Reclassify from land occupancy rights	909	27,799
Depreciation for the year	(8,001)	(2,775)
Translation adjustment	(20,895)	(10,997)
Net book value at end of year	229,962	178,246

During the years 2017 and 2016, the subsidiary reclassified property, plant and equipment and land occupancy right to investment properties since the subsidiary changed the purpose from using for operation to rent.

The fair value of the investment properties as at 31 December 2017 and 2016 stated below:

(Unit: Thousand Baht)

	Consolidated financial statements	
	2017	2016
Lease of land occupancy rights	42,723	42,301
Building and building improvement for rent	256,667	127,905

The fair value of the above investment properties has been determined based on valuation performed by an independent valuer. The fair value of the lease of land occupancy rights has been determined based on market prices, while that of the building and building improvement for rent has been determined using the replacement cost approach.

18.1 Investment properties for rent under operating lease

Its subsidiary have an operating lease agreement in respect of the lease of land occupancy rights, buildings and building improvement for rent. The terms of the agreement is 3 years. As at 31 December 2017 and 2016, future minimum rental income to be generated under this operating lease is as follows:

(Unit: Million Baht)

	Consolidated financial statements	
	2017	2016
Less than 1 year	47	30
In over 1 and up to 3 years	20	42

19. PROPERTY, PLANT AND EQUIPMENT

(Unit: Thousand Baht)

	Consolidated financial statements							
	Land and land improvements	Buildings and buildings improvements	Machinery and equipment	Molds and spare parts	Office furniture and equipment	Motor vehicles	Construction in progress, equipment under installation and assets in transit	Total
Cost								
1 January 2016	605,560	7,535,143	12,909,109	2,675,796	2,143,466	66,937	1,771,667	27,707,678
Additions	-	165,080	551,376	292,261	169,813	1,270	1,419,476	2,599,276
Disposals	(2,932)	(12,900)	(929,963)	(27,273)	(155,446)	(4,727)	(20,155)	(1,153,396)
Reclassify to investment properties	-	(179,055)	-	-	-	-	-	(179,055)
Transfers in (out)	30,750	1,260,186	618,926	56,163	7,346	769	(2,028,235)	(54,095)
Translation adjustment	(7,828)	(122,146)	693	(28,078)	(45,676)	(2,195)	(1,746)	(206,976)
31 December 2016	625,550	8,646,308	13,150,141	2,968,869	2,119,503	62,054	1,141,007	28,713,432
Additions	-	126,341	643,856	999,037	241,804	-	326,993	2,338,031
Disposals	-	(17,285)	(438,122)	(104,631)	(118,526)	-	-	(678,564)
Transfers in (out)	4,769	65,826	52,726	244,591	337,212	1,472	(748,933)	(42,337)
Translation adjustment	(1,393)	(145,237)	(339,948)	(16,605)	(41,632)	(1,447)	(36,434)	(582,696)
31 December 2017	628,926	8,675,953	13,068,653	4,091,261	2,538,361	62,079	682,633	29,747,866
Accumulated depreciation								
1 January 2016	-	1,709,923	5,765,026	1,951,918	1,216,555	33,504	-	10,676,926
Depreciation for the year	-	388,691	1,266,602	302,098	292,890	6,496	-	2,256,777
Depreciation on disposals	-	(13,104)	(515,708)	(18,790)	(88,620)	(4,619)	-	(640,841)

(Unit: Thousand Baht)

	Consolidated financial statements							
	Land and land improve- ments	Buildings and buildings improve- ments	Machinery and equipment	Molds and spare parts	Office furniture and equipment	Motor vehicles	Construction in progress, equipment under installation and assets in transit	Total
Reclassify to investment properties	-	(14,836)	-	-	-	-	-	(14,836)
Translation adjustment	-	(8,569)	(21,076)	(25,844)	(32,752)	(1,070)	-	(89,311)
31 December 2016	-	2,062,105	6,494,844	2,209,382	1,388,073	34,311	-	12,188,715
Depreciation for the year	-	420,128	1,176,595	432,526	280,789	5,691	-	2,315,729
Depreciation on disposals	-	(16,824)	(414,435)	(13,837)	(115,509)	-	-	(560,605)
Translation adjustment	-	(45,379)	(129,216)	(13,991)	(16,556)	(484)	-	(205,626)
31 December 2017	-	2,420,030	7,127,788	2,614,080	1,536,797	39,518	-	13,738,213
Allowance for impairment loss								
31 December 2016	-	23,333	9,873	-	1	-	-	33,207
31 December 2017	-	23,333	9,873	-	1	-	-	33,207
Net book value								
31 December 2016	625,550	6,560,870	6,645,424	759,487	731,429	27,743	1,141,007	16,491,510
31 December 2017	628,926	6,232,590	5,930,992	1,477,181	1,001,563	22,561	682,633	15,976,446
Depreciation for the year								
2016 (Baht 1,965 million included in manufacturing cost, and the remaining balance is in selling and administrative expenses)								2,256,777
2017 (Baht 2,150 million included in manufacturing cost, and the remaining balance is in selling and administrative expenses)								2,315,729

(Unit: Thousand Baht)

	Separate financial statements							
	Land and land improvements	Buildings and buildings improvements	Machinery and equipment	Molds and spare parts	Office furniture and equipment	Motor vehicles	Construction in progress, equipment under installation and assets in transit	Total
Cost								
1 January 2016	507,554	3,866,696	5,277,530	2,223,653	783,822	25,286	1,451,880	14,136,421
Additions	-	65,702	56,046	269,723	51,219	-	740,512	1,183,202
Disposals	-	-	(93,852)	(26,981)	(645)	(4,599)	(20,155)	(146,232)
Transfers in (out)	30,750	1,080,446	469,209	56,163	188	-	(1,691,781)	(55,025)
31 December 2016	538,304	5,012,844	5,708,933	2,522,558	834,584	20,687	480,456	15,118,366
Additions	-	40,485	740,489	950,036	99,614	-	212,611	2,043,235
Disposals	-	(54)	(504,503)	(27,311)	(82,518)	-	-	(614,386)
Transfers in (out)	-	21,575	193,009	167,709	656	-	(427,009)	(44,060)
31 December 2017	538,304	5,074,850	6,137,928	3,612,992	852,336	20,687	266,058	16,503,155
Accumulated depreciation								
1 January 2016	-	968,271	2,896,860	1,540,665	403,682	5,615	-	5,815,093
Depreciation for the year	-	245,730	566,778	277,144	82,285	2,682	-	1,174,619
Depreciation on disposals	-	-	(66,150)	(18,499)	(544)	(4,142)	-	(89,335)
31 December 2016	-	1,214,001	3,397,488	1,799,310	485,423	4,155	-	6,900,377
Depreciation for the year	-	270,751	558,433	397,331	83,901	2,299	-	1,312,715
Depreciation on disposals	-	(54)	(404,776)	(13,734)	(81,941)	-	-	(500,505)
31 December 2017	-	1,484,698	3,551,145	2,182,907	487,383	6,454	-	7,712,587
Allowance for impairment loss								
31 December 2016	-	23,333	9,873	-	1	-	-	33,207
31 December 2017	-	23,333	9,873	-	1	-	-	33,207
Net book value								
31 December 2016	538,304	3,775,510	2,301,572	723,248	349,160	16,532	480,456	8,184,782
31 December 2017	538,304	3,566,819	2,576,910	1,430,085	364,952	14,233	266,058	8,757,361

Depreciation for the year

2016 (Baht 1,086 million included in manufacturing cost, and the remaining balance is in selling and administrative expenses)

1,174,619

2017 (Baht 1,212 million included in manufacturing cost, and the remaining balance is in selling and administrative expenses)

1,312,715

As at 31 December 2017, certain machinery and equipment and office equipment items of the Company and its subsidiaries have been fully depreciated but are still in use. The gross carrying amount (before deducting accumulated depreciation) of those assets amounted to approximately Baht 2,724 million (2016: Baht 1,716 million) (Separate financial statement: Baht 2,062 million, 2016: Baht 1,440 million).

20. INTANGIBLE ASSETS

The carrying amount of intangible assets as at 31 December 2017 and 2016 are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				
	Patents	Customer list	Computer software design	Technical license fee	Total
Cost					
At 1 January 2016	869,716	124,866	-	-	994,582
Additions	-	-	14,384	16,178	30,562
Translation adjustment	(6,215)	(892)	205	231	(6,671)
At 31 December 2016	863,501	123,974	14,589	16,409	1,018,473
Additions	-	-	17,215	36,654	53,869
Write-off	(863,501)	-	-	-	(863,501)
Translation adjustment	-	(10,898)	(441)	(791)	(12,130)
At 31 December 2017	-	113,076	31,363	52,272	196,711
Amortisation					
At 1 January 2016	869,716	124,866	-	-	994,582
Amortisation for the year	-	-	256	1,003	1,259
Translation adjustment	(6,215)	(892)	4	14	(7,089)
At 31 December 2016	863,501	123,974	260	1,017	988,752
Amortisation for the year	-	-	14,268	4,783	19,051
Amortisation on write-off	(863,501)	-	-	-	(863,501)
Translation adjustment	-	(10,898)	762	(1,099)	(11,235)
At 31 December 2017	-	113,076	15,290	4,701	133,067
Net book value					
At 31 December 2016	-	-	14,329	15,392	29,721
At 31 December 2017	-	-	16,073	47,571	63,644

21. LAND OCCUPANCY RIGHTS

The balance represents the rights to use public property in the People's Republic of China of two subsidiaries. These rights have a period of 50 years.

(Unit: Thousand Baht)

	Consolidated financial statements
Cost	
At 1 January 2016	144,405
Reclassify to investment properties	(28,457)
Translation adjustment	(8,257)
At 31 December 2016	107,691
Reclassify to investment properties	(1,420)
Disposals	(7,406)
Translation adjustment	(2,892)
At 31 December 2017	95,973

(Unit: Thousand Baht)

	Consolidated financial statements
Accumulated amortisation	
At 1 January 2016	24,519
Amortisation for the year	2,045
Reclassify to investment properties	(658)
Translation adjustment	(1,568)
At 31 December 2016	24,338
Amortisation for the year	1,873
Reclassify to investment properties	(511)
Translation adjustment	(582)
At 31 December 2017	25,118
Net book value	
At 31 December 2016	83,353
At 31 December 2017	70,855

22. SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Short-term loans from financial institutions of the Company and its subsidiaries consist of loans from both local banks and overseas financial institutions in both local currency and foreign currency. The loans are mainly repayable within 3 months, and carry interest rates of 1.5 - 3.8 percent per annum.

23. TRADE AND OTHER PAYABLES

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Trade payable - related parties	324,443	625,479	1,119,183	877,910
Trade payable - unrelated parties	19,997,386	19,096,696	12,887,391	13,235,504
Advance from related parties	215,772	272,155	117,582	403,244
Accrued interest expenses	10,062	39,217	6,243	3,146
Accrued expenses	1,074,150	1,330,993	272,192	228,851
Other payables	187,380	670,121	25,535	377,256
Total trade and other payables	21,809,193	22,034,661	14,428,126	15,125,911

The outstanding balance of above other payables represents accounts payable suspense for goods sales which subject to changes in price, specifications and other components.

24. OTHER CURRENT LIABILITIES

The balance as at 31 December 2017 and 2016 consist of:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Advances received from customers for purchase of molds	146,919	65,566	7,085	38,230
Money received from customers pending for clear	117,139	391,014	11,793	55,968
Value added tax payable	39,300	14,445	176	5
Financial derivative liabilities record at fair value	7,689	67,487	-	-
Others	54,194	119,249	9,674	44,046
Total	365,241	657,761	28,728	138,249

25. LONG-TERM LOANS

(Unit: Thousand Baht)

	Consolidated financial statements	
	2017	2016
Long-term loans from financial institutions	3,529,537	6,449,517
Less: Current portion	-	(2,579,807)
Long-term loans - net of current portion	3,529,537	3,869,710

Movements of long-term loans account during the year 2017 and 2016 are below

(Unit: Thousand Baht)

	Consolidated financial statements	
	2017	2016
Balance as at beginning year	6,449,517	6,495,939
Add: Addition drawdown	3,650,811	-
Less: Repayment during the period	(6,084,686)	-
Translation adjustment	(486,105)	(46,422)
Balance as at end of year	3,529,537	6,449,517

On 12 March 2014, the Company and Logistar International Holding Co., Ltd., its subsidiary (Co-Borrowers), entered into a 3-year syndicated loan agreement with financial institutions for a facility of USD 180 million and the loan is extendable for another two years. The purpose of the loan is to increase the working capital to support business operations. The co-borrowing loan carries interest at the reference rate plus margin and shall be repaid on the maturity date (3 years from the first borrowing date). Subsequently, on 23 March 2017, the Company and Logistar International Holding Co., Ltd., its subsidiary (Co-Borrowers), entered into a 3-year syndicated loan agreement with financial institutions for a facility of USD 216 million and the loan is extendable for another two years. The purpose of the loan is to repay the previous long-term loan and to increase the working capital to support business operations. The co-borrowing loan carries interest at the reference rate plus margin and shall be repaid on the maturity date (3 years from the first borrowing rate).

The co-borrowing loan agreement contains covenants as specified in the loan agreement that, among other things, require the Company and its subsidiary to maintain certain current ratio and financial debt ratio according to the agreement.

As at 31 December 2017, the long-term credit facilities of the Company and its subsidiaries which have not yet been drawn down amounted to USD 108 million (2016: None).

26. PROVISION FOR LONG-TERM EMPLOYEE BENEFITS

Provision for long-term employee benefits, which is compensations on employees' retirement, was as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Defined benefit obligation at beginning of year	481,653	474,097	146,997	132,271
Fair value of plan assets at beginning of year	(338,645)	(329,716)	-	-
Provision for long-term employee benefits at beginning of year	143,008	144,381	146,997	132,271
Recognise in profit or loss:				
Current service cost	31,770	32,056	18,603	17,990
Interest cost	9,056	9,058	5,080	4,549
Recognise in other comprehensive income:				
Actuarial (gains) losses arising from				
Demographic assumptions changes	4,512	(391)	-	-
Financial assumptions changes	28,144	(872)	-	-
Experience adjustments	(17,715)	(26,315)	15,975	(7,363)
Benefits paid during the year	(10,778)	(8,253)	-	(450)
Translation adjustments	(4,156)	2,273	-	-
Defined benefit obligation at end of year	183,841	151,937	186,665	146,997
Decrease (increase) in fair value of plan assets	3,643	(8,929)	-	-
Provision for long-term employee benefits at end of year	187,484	143,008	186,665	146,997

Long-term employee benefit expenses included in the profit or loss was as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cost of sales	20,259	23,588	19,251	22,005
Selling and administrative expenses	20,567	17,526	4,432	534
Total expenses recognised in profit or loss	40,826	41,114	23,683	22,539

The Company and its subsidiaries expect to pay Baht 9.9 million of long-term employee benefits during the next year (Separate financial statements: Baht 2.0 million) (2016: Baht 9.9 million, Separate financial statements: Baht 1.9 million).

As at 31 December 2017, the weighted average duration of the liabilities for long-term employee benefit is 15 years (Separate financial statements: 18 years) (2016: 17 years, Separate financial statements: 18 years).

The change in the fair value of plan assets is as follows:

(Unit: Thousand Baht)

	Consolidated financial statements	
	2017	2016
Fair value of plan assets at beginning of year	338,645	329,716
Expected return	4,277	4,239
Contributions	7,755	11,195
Benefits paid during the year	(10,508)	(7,754)
Actuarial losses	(961)	(1,908)
Translation adjustments	(4,206)	3,157
Fair value of plan assets at end of year	335,002	338,645

The above plan asset of an overseas subsidiary is a deposit at an overseas financial institution.

Principal actuarial assumptions at the valuation date were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	(% per annum)	(% per annum)	(% per annum)	(% per annum)
Discount rate	1.0 - 6.8	1.3 - 6.8	3.0	3.5
Future salary increase rate (depending on age)	3.0 - 6.0	3.0 - 6.0	6.0	6.0

The result of sensitivity analysis for significant assumptions that effect the present value of the long-term employee benefit obligation as at 31 December 2017 and 2016 are summarised below:

(Unit: Million Baht)

	Consolidated financial statements			
	2017		2016	
Discount rate	Increase 0.5% (37)	Decrease 0.5% 40	Increase 0.5% (34)	Decrease 0.5% 37
Salary increase rate	Increase 1.0% 79	Decrease 1.0% (71)	Increase 1.0% 74	Decrease 1.0% (67)

(Unit: Million Baht)

	Separate financial statements			
	2017		2016	
	Increase 0.5%	Decrease 0.5%	Increase 0.5%	Decrease 0.5%
Discount rate	(16)	18	(13)	14
	Increase 1.0%	Decrease 1.0%	Increase 1.0%	Decrease 1.0%
Salary increase rate	36	(30)	29	(24)

27. WARRANTS

On 2 July 2015, the Company allotted warrants under Employee Stock Option Plan (CCET-WB) to employees of the Company and its subsidiaries for 200,000,000 units. The details are as follows:

No. of securities offered	: 200,000,000 units
No. of shares reserved for exercise	: 200,000,000 shares
Term	: 3 years from the issuance date of warrants
Offering date	: Within 1 year from the date of the approval of issuance of CCET-WB by the shareholder's meeting
Expiry date	: 3 years from the offering date
Offering price	: 0 Baht per unit
Exercise price	: 3.38 Baht per share
Exercise ratio	: 1 ordinary share per 1 warrant. The exercise ratio may be changed following the conditions for adjustment of right.
Allotment method	: 70% of total issued warrants of 140,000,000 units will be allotted directly to the employees of the Company and its subsidiaries on the offering date, and 30% of total issued warrants of 60,000,000 units will be allotted through intermediary for future allotments after 2 years from the offering date.
Lock-up period	: 70% of total issued warrants of 140,000,000 units will be allotted directly to employees as at the offering date. The warrants not exceeding 50% of the allocated portion shall be subject to 1 year of the offering date and the remaining allocated portion shall be exercisable after 2 years of the offering date. The Company will make a written agreement pertaining to the lock-up period with all allotted employees. 30% of total issued warrants of 60,000,000 units allotted through intermediary shall be subject to a 2 year lock-up period after the offering date.

The estimated fair value of each share option granted is Baht 0.39. This was calculated using the Binomial formula. The model inputs were the share price at price determination date of Baht 3.18, exercise price of Baht 3.38, expected volatility of 29.75% - 30.00%, expected dividend yield of 4.25%, life of warrants of 3 years, and a risk-free interest rate of 1.55%.

During the year ended 31 December 2017, the Company and its subsidiaries recorded expenses of the Employees Stock Option Plan (CCET-WB) and the treasury stock of Kinpo Electronics, Inc. amounting to Baht 30 million (Separate financial statements: the Company recorded expenses of the Employees Stock Option Plan (CCET-WB) amounting to Baht 3 million) (2016: Baht 39 million, Separate financial statements: Baht 10 million) as personnel expenses.

As at 31 December 2017 and 2016, the Company and its subsidiaries have capital reserve for share-based payment as follow:

(Unit: Thousand Baht)

	Consolidated and Separate financial statements	
	2017	2016
		(Restated)
Capital reserve for share-based payment transactions – parent company	107,867	95,909
Capital reserve for share-based payment transactions – subsidiaries	49,809	32,954
	157,676	128,863

During the year 2016, the parent company transferred its treasury stock to employees of a subsidiary totaling 16.7 million shares. The parent company allotted such treasury stock to employees of a subsidiary amounting to 8.1 million shares or 49% of total treasury stock on the grant date, and 51% of total treasury stock or approximately 8.6 million shares will be granted in August 2017. The fair value of treasury stock of the parent company on the grant date was TWD 12.1 per share. The weighted average price of treasury stock which were transferred to employees of a subsidiary during the year 2016 was TWD 9.36 per share and the weighted average price of treasury stock which will be transferred to employees of a subsidiary in 2017 will be TWD 9.64 per share.

Subsequently, on 10 October 2017, the warrant holders exercised their rights (CCET-WB) to purchase ordinary shares of 2,550,000 warrants at an exercise price of Baht 3.38 each, totaling Baht 8,619,000. The Company registered the change in its paid-up capital from Baht 4,552,093,575 to Baht 4,554,643,575 with the Ministry of Commerce on 16 October 2017.

As at 31 December 2017 and 2016, there are 60 million warrants of the Company remained unallocated.

28. STATUTORY RESERVE

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5 percent of its net profit after deducting accumulated deficit brought forward (if any), until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution. At present, the statutory reserve has fully been set aside.

29. EXPENSES BY NATURE

Significant expenses classified by nature are as follow:

(Unit: Thousand Baht)

	Consolidated financial statements*		Separate financial statements	
	2017	2016	2017	2016
Salaries and wages and other employee benefits	7,108,027	7,422,528	2,748,221	2,716,218
Depreciation	2,323,730	2,259,552	1,312,715	1,174,619
Amortisation expenses	20,924	3,304	-	-
Loss on impairment of goodwill	26,000	-	-	-
Loss on impairment of investments	-	15,995	26,000	15,995
Exchange loss	228,319	-	-	-
Rental expenses from operating lease agreements	303,641	297,686	1,263	1,445
Raw materials and consumables used	96,842,976	96,999,616	70,420,468	66,550,572
Changes in inventories of finished goods and work in process	740,385	537,909	113,000	96,073

* Expenses before elimination from the consolidated financial statements

30. INCOME TAX/DEFERRED TAX ASSETS (LIABILITIES)

Income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on the taxable profits from the non-promoted activities determined in accordance with tax legislation. Income tax of the overseas subsidiaries is provided for in the accounts based on the taxable profits determined in accordance with tax legislation of their countries.

Income tax expenses for the years ended 31 December 2017 and 2016 are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Current income tax:				
Current income tax charge	101,655	259,957	9,546	15,467
Deferred tax:				
Relating to origination and reversal of temporary differences	7,645	(6,915)	819	2,353
Income tax expenses reported in income statement	109,300	253,042	10,365	17,820

The amounts of income tax relating to each component of other comprehensive income for the years ended 31 December 2017 and 2016 are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Deferred tax relating to				(Restated)
Loss on changes in value of available-for-sale investments	54	3,751	54	3,751
Actuarial loss (gain)	(174)	(2,871)	(174)	(2,871)
Total	(120)	880	(120)	880

The reconciliation between accounting profit and income tax expense is shown below.

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
				(Restated)
Accounting profit before tax	1,010	1,379	972	1,184
Applicable tax rate	5 - 41%	5 - 41%	20%	20%
Accounting profit before tax multiplied by income tax rate	263	638	194	237
Effect of promotional privileges (Note 31)	(447)	(491)	(447)	(474)
Decrease (increase) in deferred tax assets	10	(7)	1	2
Unrecognised temporary differences and unused tax losses	42	65	252	230
Others	241	48	10	23
Income tax expense reported in income statement	109	253	10	18

The components of deferred tax assets and deferred tax liabilities are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Deferred tax assets				
Surplus on changes in value of available-for-sale investments	109	55	109	55
Actuarial loss	1,130	-	67	-
Others	99,700	107,335	2,753	3,573
Total	100,939	107,390	2,929	3,628
Deferred tax liabilities				
Actuarial gains	3,571	2,934	-	99
Accumulated depreciation - Machinery	52,201	49,102	-	-
Others	-	2,421	-	-
Total	55,772	54,457	-	99

As at 31 December 2017, the Company and its subsidiaries have deductible temporary differences and unused tax losses totaling Baht 8,407 million (Separate financial statements: Baht 5,391 million) (2016: Baht 7,696 million (restated), Separate financial statements: Baht 4,680 million (restated)), on which deferred tax assets have not been recognised as the Company and its subsidiaries believe future taxable profits may not be sufficient to allow utilisation of the temporary differences and unused tax losses.

Details of expiry date of unused tax losses are summarised as below:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
31 December 2017	-	85,806	-	-
31 December 2018	178,414	183,229	-	-
31 December 2019	134,136	137,757	-	-
31 December 2020	147,097	140,760	-	-
31 December 2021	261,711	268,775	-	-
31 December 2022	239,890	-	-	-
31 December 2026	-	94,173	-	-
31 December 2031	140,890	159,344	-	-
31 December 2032	231,455	253,762	-	-
31 December 2033	337,431	369,952	-	-
31 December 2034	322,136	353,183	-	-
31 December 2035	329	361	-	-
31 December 2036	213	-	-	-
Total	1,993,702	2,047,102	-	-

In addition, a subsidiary in Brazil has unused tax losses with no expiry date amounting to Baht 948 million (2016: Baht 969 million). This subsidiary is able to utilise the tax losses until they are fully utilised.

As at 31 December 2017, the total amount of temporary difference associated with investments in subsidiaries for which deferred tax liability has not been recognised, is Baht 4,391 million (2016: Baht 4,074 million).

31. PROMOTIONAL PRIVILEGES

The Company has received promotional privileges from the Board of Investment, for the manufacture of electronics and electronics equipment. Under certain significant conditions, the significant privileges of the Company are summarised as follows:

Details			
1. Certificate No.	1041(1)/2553	1042(1)/2553	1701(2)/2554
2. The significant privileges are			
2.1 Exemption of corporate income tax for profit from promotional privileges and exemption of income tax on dividends paid from the income of the operations throughout the period in which the corporate income tax is exempted.	8 years	8 years	5 and 8 years
2.2 Exemption of import duty on machinery as approved by the board.	Granted	Granted	Granted
2.3 Exemption of import duty on raw materials and significant supplies used in export production for a period of (year) from the first import date.	Granted (1 year)	Granted (5 years)	Granted (1 year)
2.4 A fifty percent reduction of the normal rate of corporate income tax on profit derived from the promoted activity for a period of five years after the expiration of the above corporate income tax exemption period.	Granted	Granted	Non-granted
2.5 Permission to double deduct the costs of transportation, electricity and water supply for a period of ten years, commencing as from the date of first earning operating income.	Granted	Granted	Non-granted
3. Date of first earning operating income	1 Apr 2011	6 Jan 2012	3 Jan 2013

The Company's operation revenues for the years ended 31 December 2017 and 2016, divided between promoted and non-promoted operations, are summarised below.

(Unit: Million Baht)

	Promoted operations		Non-promoted operations		Total	
	2017	2016	2017	2016	2017	2016
Sales						
Domestic sales	911	4,092	12	191	923	4,283
Export sales	74,631	66,254	2,112	3,086	76,743	69,340
Total sales	75,542	70,346	2,124	3,277	77,666	73,623

32. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing profit for the year attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the year.

Diluted earnings per share is calculated by dividing profit for the year attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the year plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the year or on the date the potential ordinary shares were issued.

The following tables set forth the computation of basic and diluted earnings per share:

	Consolidated financial statements					
	Profit for the year		Weighted average number of ordinary shares		Earnings per share	
	2017	2016	2017	2016	2017	2016
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per shares						
Profit attributable to equity holders of the Company	961,728	1,166,605	4,552,632	4,552,094	0.21	0.26
Effect of dilutive potential ordinary shares						
Warrants	-	-	-	-		
Diluted earnings per shares						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	961,728	1,166,605	4,552,632	4,552,094	0.21	0.26

	Separate financial statements					
	Profit for the year		Weighted average number of ordinary shares		Earnings per share	
	2017	2016	2017	2016	2017	2016
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht) (Restated)
Basic earnings per shares						
Profit attributable to equity holders of the Company	961,728	1,166,605	4,552,632	4,552,094	0.21	0.26
Effect of dilutive potential ordinary shares						
Warrants	-	-	-	-		
Diluted earnings per shares						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	961,728	1,166,605	4,552,632	4,552,094	0.21	0.26

No calculation of diluted earnings per share for the years ended 31 December 2017 and 2016 were required for warrant since the exercise price and the fair value of the warrant were higher than the average market price of the Company's ordinary shares.

33. SEGMENT INFORMATION

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocate of resources to the segment and assess its performance.

For management purposes, the Company and its subsidiaries are organised into business units based on its products and have three reportable segments which are computer peripheral, telecommunication products and other service income.

No operating segment have been aggregated to form the above reportable operating segments.

The chief operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and assessing performance. Segment performance is measured based on operating profit or loss and total assets on a basis consistent with that used to measure operating profit or loss and total assets in the financial statements.

The basis of accounting for any transactions between reportable segment is consistent with that for third party transactions.

The following tables present revenue, profit and total assets information regarding the Company's and its subsidiaries' operating segments for the years ended 31 December 2017 and 2016, respectively.

(Unit: Million Baht)

	For the year ended 31 December 2017					
	Computer peripheral	Telecommu- nication products	Other service income	Total reportable segments	Eliminations	Consolidated financial statements
Revenue						
Revenues from external customers	68,880	36,469	60	105,409	-	105,409
Inter-segment revenue	35,207	640	-	35,847	(34,298)	1,549
Total revenue	104,087	37,109	60	141,256	(34,298)	106,958
Results						
Segment profit	4,661	783	47	5,491	-	5,491
Interest income						36
Other income						495
Reduce cost of inventories to net realisable value						(17)
Depreciation and amortisation						(195)
Administrative expenses						(3,806)
Loss on impairment of assets						(26)
Loss on financial derivatives						(118)
Share of loss from investments in associates						(309)
Finance cost						(542)
Profit before income tax expenses						1,009
Income tax expenses						(109)
Profit for the year						900
Segments total assets						
Investment in associates accounted for using the equity method						418
Reduction in non-current assets other than financial instrument, deferred tax assets and net defined benefit assets						(190)

(Unit: Million Baht)

	For the year ended 31 December 2016					
	Computer peripheral	Telecommu- nication products	Other service income	Total reportable segments	Eliminations	Consolidated financial statements
Revenue						
Revenues from external customers	66,236	40,029	18	106,283	-	106,283
Inter-segment revenue	36,100	52	-	36,152	(35,025)	1,127
Total revenue	102,336	40,081	18	142,435	(35,025)	107,410
Results						
Segment profit	4,789	854	10	5,653	-	5,653
Interest income						74
Other income						211
Reduce cost of inventories to net realisable value						(66)
Depreciation and amortisation						(294)
Administrative expenses						(2,745)
Loss on impairment of assets						(16)
Loss on financial derivatives						(838)
Share of loss from investments in associates						(134)
Finance cost						(468)
Profit before income tax expenses						1,377
Income tax expenses						(253)
Profit for the year						1,124
Segments total assets						
Investment in associates accounted for using the equity method						462
Reduction in non-current assets other than financial instrument, deferred tax assets and net defined benefit assets						(22)

Geographic information

Revenue from external customers is based on locations of the Company and its subsidiaries which are summarised as follow:

(Unit: Million Baht)

	2017	2016
Revenue from external customers		
Thailand	52,354	46,898
British Virgin Islands	30,248	31,310
The People's Republic of China	267	3,270
Brazil	7,422	7,161
Malaysia	11,512	11,356
Philippines	1,320	542
United States of America	3,713	6,697
Others	122	176
Total	106,958	107,410
Non-current assets (other than financial instruments, deferred tax assets and net defined benefit assets)		
Thailand	11,017	10,652
The People's Republic of China	2,479	2,968
Brazil	1,817	2,138
Malaysia	485	527
Others	2,071	1,774
Total	17,869	18,059

Major customers

For the year 2017, the Company and its subsidiaries have revenue from four major customers in amount of Baht 27,200 million, Baht 25,509 million, Baht 13,774 million and Baht 7,786 million (2016: Baht 28,099 million, Baht 24,993 million, Baht 13,046 million and Baht 10,033 million), arising from sales by the computer peripheral and telecommunication products segments.

34. PROVIDENT FUND

The Company and its employees have jointly established a provident fund in accordance with the Provident Fund Act B.E. 2530. The fund is monthly contributed to by employees, at the rate of 2 percent of their basic salaries. The fund, which is managed by TISCO Securities Company Limited, will be paid to employees upon termination in accordance with the fund rules. During the year 2017, the Company contributed Baht 2 million (2016: Baht 2 million) to the fund.

35. DIVIDENDS

Dividend	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Final dividends for 2015	Annual General Meeting of the shareholders on 28 April 2016	273	0.06
Interim dividends for 2016	Board of Directors' Meeting on 11 August 2016	273	0.06
Total		546	0.12
Final dividends for 2016	Annual General Meeting of the shareholders on 21 April 2017	182	0.04
Interim dividends for 2017	Board of Directors' Meeting on 10 August 2017	273	0.06
Total		455	0.10

36. COMMITMENTS AND CONTINGENT LIABILITIES

36.1 Capital commitments

As at 31 December 2017, the Company and its subsidiaries had outstanding commitments of Baht 8 million, USD 23 million, JPY 78 million, CNY 2 million and PHP 18 million (Separate financial statements: Baht 6 million, relating to the construction of factory building and acquisition of machinery) (2016: Baht 25 million, USD 13 million and JPY 61 million (Separate financial statements: Baht 21 million and JPY 4 million)).

36.2 Operating lease commitments

Future minimum lease payments required under these non-cancellable operating leases agreements of the Company and its subsidiaries were as follows:

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Payable:				
In up to 1 year	210	226	16	7
In over 1 to 5 years	403	507	-	-

36.3 Other commitments

As at 31 December 2017, the Company and its subsidiaries had outstanding commitment of TWD 30 million, PHP 2 million, MYR 22 million and INR 104 million in respect of uncalled portion of investments in four subsidiaries (2016: TWD 30 million, PHP 2 million and MYR 22 million in respect of uncalled portion of investments in three subsidiaries).

36.4 Agreements for hire of production of molds

As at 31 December 2017, the Company had outstanding commitments of Baht 2 million and USD 80 million with overseas suppliers in respect of agreements for hire of production of molds (2016: Baht 40 million, USD 102 million, TWD 31 million and SGD 4 million).

36.5 Guarantees

As at 31 December 2017, there were outstanding bank guarantees of approximately Baht 329 million, PHP 10 million and MYR 1 million (Separate financial statements: Baht 324 million) (2016: Baht 285 million, PHP 10 million and MYR 1 million (Separate financial statements: Baht 280 million)) issued by the banks on behalf of the Company and its subsidiaries in respect of certain performance bonds as required in the normal course of business.

37. FAIR VALUE HIERARCHY

As at 31 December 2017 and 2016, the Company and its subsidiaries had the assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	As at 31 December 2017			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Available-for-sale investments				
Equity instruments	34,725	-	-	34,725
Derivatives				
Foreign currency forward contracts	-	20,091	-	20,091
Assets for which fair value are disclosed				
Investment properties	-	-	299,390	299,390
Liabilities measured at fair value				
Derivatives				
Foreign currency forward contracts	-	7,689	-	7,689

(Unit: Thousand Baht)

	Consolidated financial statements			
	As at 31 December 2016			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Held for trade investments				
Warrants	4,712	-	-	4,712
Available-for-sale investments				
Equity instruments and warrants	36,768	-	-	36,768
Assets for which fair value are disclosed				
Investment properties	-	-	170,206	170,206
Liabilities measured at fair value				
Derivatives				
Foreign currency forward contracts	-	67,487	-	67,487

(Unit: Thousand Baht)

	Separate financial statements			
	As at 31 December 2017			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Available-for-sale investments				
Equity instruments	34,725	-	-	34,725

(Unit: Thousand Baht)

	Separate financial statements			
	As at 31 December 2016			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Available-for-sale investments				
Equity instruments and warrants	36,768	-	-	36,768

38. FINANCIAL INSTRUMENTS

38.1 Financial risk management

The Company and its subsidiaries' financial instruments, as defined under Thai Accounting Standard No. 107 "Financial Instruments: Disclosure and Presentations", principally comprise cash and cash equivalents, trade and other receivables, loans, investments, short-term loans, trade and other payables and long-term loans. The financial risks associated with these financial instruments and how they are managed is described below.

Credit risk

The Company and its subsidiaries are exposed to credit risk primarily with respect to trade accounts receivable, loans, and other receivables. The Company and its subsidiaries manage the risk by adopting appropriate credit control policies and procedures and therefore do not expect to incur material financial losses. The maximum exposure to credit risk is limited to the carrying amounts of trade and other receivables and loans, as stated in the statement of financial position.

Interest rate risk

The Company and its subsidiaries' exposure to interest rate risk relates primarily to its cash at banks and borrowings. Most of the Company and its subsidiaries' financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate.

Significant financial assets and liabilities classified by type of interest rate are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

(Unit: Million Baht)

	As at 31 December 2017				
	Consolidated financial statements				
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Interest rate (% per annum)
Financial assets					
Cash and cash equivalents	1,314	2,538	2	3,854	0.1 - 8.3
Trade and other receivables	-	-	26,319	26,319	-
Restricted bank deposits	-	19	-	19	1.0 - 1.8
Available-for-sale investments	-	-	35	35	-
	1,314	2,557	26,356	30,227	
Financial liabilities					
Short-term loans from financial institutions	-	15,326	-	15,326	1.5 - 3.8
Trade and other payables	-	-	21,809	21,809	-
Long-term loans	-	3,530	-	3,530	2.4 - 2.9
	-	18,856	21,809	40,665	

(Unit: Million Baht)

	As at 31 December 2016				
	Consolidated financial statements				
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Interest rate (% per annum)
Financial assets					
Cash and cash equivalents	785	3,052	2	3,839	0.1 - 13.5
Investment in trading securities	-	-	5	5	-
Trade and other receivables	-	-	21,584	21,584	-
Restricted bank deposits	-	27	-	27	1.0 - 1.8
Available-for-sale investments	-	-	37	37	-
	785	3,079	21,628	25,492	

(Unit: Million Baht)

	As at 31 December 2016				
	Consolidated financial statements				
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Interest rate
					(% per annum)
Financial liabilities					
Short-term loans from financial institutions	-	7,635	-	7,635	1.5 - 2.6
Trade and other payables	-	-	22,035	22,035	-
Long-term loans	-	6,450	-	6,450	2.1 - 2.4
	-	14,085	22,035	36,120	

(Unit: Million Baht)

	As at 31 December 2017				
	Separate financial statements				
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Interest rate
					(% per annum)
Financial assets					
Cash and cash equivalents	1	637	-	638	0.1 - 0.4
Trade and other receivables	-	-	21,827	21,827	-
Short-term loans to related parties	244	-	-	244	2.5
Available-for-sale investments	-	-	35	35	-
	245	637	21,862	22,744	
Financial liabilities					
Short-term loans from financial institutions	-	12,606	-	12,606	1.9 - 2.5
Trade and other payables	-	-	14,428	14,428	-
	-	12,606	14,428	27,034	

(Unit: Million Baht)

As at 31 December 2016					
Separate financial statements					
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Interest rate (% per annum)
Financial assets					
Cash and cash equivalents	1	460	-	461	0.3 - 1.6
Trade and other receivables	-	-	15,625	15,625	-
Short-term loans to related parties	196	-	-	196	2.5
Available-for-sale investments	-	-	37	37	-
	197	460	15,662	16,319	
Financial liabilities					
Short-term loans from financial institutions	-	6,675	-	6,675	1.5 - 2.6
Trade and other payables	-	-	15,126	15,126	-
	-	6,675	15,126	21,801	

Foreign currency risk

The Company and its subsidiaries' exposure to foreign currency risk arise mainly from trading transactions and borrowings that are denominated in foreign currencies. The Company and its subsidiaries seek to reduce this risk by entering into forward exchange contracts when it considers appropriate. Generally, the forward contracts mature within one year.

The balances of financial assets and liabilities denominated in foreign currencies are summarised below.

Foreign currency	Financial assets as at 31 December		Financial liabilities as at 31 December		Average exchange rate as at 31 December	
	2017	2016	2017	2016	2017	2016
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency units)	
<u>Due within 1 year</u>						
USD	691	448	664	511	32.68	35.83
JPY	166	166	38	34	0.29	0.31

Foreign exchange contracts outstanding are summarised below.

As at 31 December 2017					
Foreign currency	Bought amount	Sold amount	Contractual exchange rate		Contractual maturity date
	(Million)	(Million)	Bought	Sold	
Subsidiary USD	127	-	1 USD against 3.27 - 3.32 BRL	-	January - February 2018

As at 31 December 2016					
Foreign currency	Bought amount	Sold amount	Contractual exchange rate		Contractual maturity date
	(Million)	(Million)	Bought	Sold	
The Company USD	24	-	117 JPY against 1 USD	-	January 2017
Subsidiary USD	86	-	1 USD against 3.28 - 3.43 BRL	-	January 2017

Fair values of foreign exchange contracts outstanding above are summarised in Note 13 and Note 24.

38.2 Fair values of financial instruments

Since the majority of the Company and its subsidiaries' financial instruments are short-term in nature or carrying interest at rates closed to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

39. CAPITAL MANAGEMENT

The primary objectives of the Company Group's capital management is to ensure that it has appropriate capital structure, in order to support its business and maximise shareholder value. As at 31 December 2017, the Group's debt-to-equity ratio was 2.20:1 (2016: 2.04:1) and the Company's was 1.84:1 (2016: 1.61:1 (restated)).

40. EVENTS AFTER THE REPORTING PERIOD

40.1 On 23 February 2018, a meeting of the Board of Directors of the Company passed a resolution to propose to the Annual General Meeting of shareholders to be held in April 2018 to adopt a resolution to pay a dividend of Baht 0.04 per share, or a total of Baht 182 million, to the shareholders in respect of the 2017 profit.

Such dividend will be paid and recorded after it is approved by the Annual General Meeting of the Company's shareholders.

40.2 On 23 February 2018, a meeting of the Board of Directors of the Company resolved to approve the following matters.

- To propose to shareholders' meeting approve the issuance of warrants under Employees Stock Option Plan (CCET-WC) to employees of the Company and its subsidiaries for 225,000,000 units.
- To approve the decrease in registered capital from Baht 4,756,390,249 to Baht 4,752,093,575 by cancelling shares remaining from the allocation of common stock under Employees Stock Option Plan (CCET-WA) in the amount of 4,296,674 shares, at a par value of Baht 1 each.

- To approve an additional registered capital of the Company from Baht 4,752,093,575 to Baht 4,979,068,075 in order to support the newly issuance of warrants under Employees Stock Option plan (CCET-WC) amounting to 225,000,000 shares and to support the right adjustment under Employees Stock Option plan (CCET-WB) amounting to 1,974,500 shares through the issue of 226,974,500 shares with a par value of Baht 1 each.
- To approve Cal-Comp Electronics & Communications Co., Ltd., its subsidiary in Taiwan, to issue a letter of assurance for supplier of Qbit semiconductor Ltd., another subsidiary in Taiwan, to extend the term of payment of products and license.

41. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Company's authorised director on 23 February 2018.

Investor may additionally obtain the information of the issuing company from its annual filing (Form 56-1) showing in www.sec.or.th or in the website of Cal-Comp Electronics (Thailand) Public Company Limited.
www.calcomp.co.th

CCET

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