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NAM TAI ELECTRONICS INC
Form 6-K
May 06, 2002

FORM 6-K

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

REPORT OF FOREIGN ISSUER

Pursuant to Rule 13a-16 or 15d-16 of the
Securities Exchange Act of 1934

For News Release of:

May 6, 2002;
April 22, 2002;
April 15, 2002

NAM TAI ELECTRONICS, INC.
(Registrant's name in English)

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168-200 Connaught Road Central, Hong Kong

NEWS RELEASE

NAM TAI ELECTRONICS, INC.
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NAM TAI ELECTRONICS, INC.
Q1 Net Income Up 500% to \$4.2 Million vs. \$0.7 Million, EBITDA \$0.68 vs. \$0.35

VANCOUVER, CANADA May 6, 2002 -- Nam Tai Electronics, Inc. ("Nam Tai" or the "Company") (NASDAQ/NM Symbol: NTAI and NTAIW; CBOE Symbol: QNA) announced unaudited results for the first quarter ended March 31, 2002. Net sales of \$51.2 million for the first quarter of 2002 was flat as compared to net sales of \$51.5 million for the first quarter of 2001. Gross profit for the first quarter of 2002 was \$7.8 million, an increase of 26% compared to gross profit of \$6.2 million for the first quarter of 2001. Operating income for the first quarter of 2002 was \$3.1 million (\$0.30 per share) compared to operating loss of \$0.3million (\$0.03 per share) in the first quarter of 2001. Net income for the

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Accumulated other comprehensive (loss) income (Note 1)	(20)	15

Total shareholders' equity	169,518	169,351

Total liabilities and shareholders' equity	\$ 215,078	\$ 224,573
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NAM TAI ELECTRONICS, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31, 2002 AND 2001
(In Thousands of US Dollars)

	Unaudited	
	Three months end	
	March 31	
	2002	2001

CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 4,175	\$
Adjustments to reconcile net income to net cash used in operating activities:		
Depreciation and amortization	2,547	2,
Loss (gain) on disposal of property, plant and equipment	39	
Unrealized loss on marketable securities	-	
Equity in (income) loss of affiliated companies less dividend received and amortisation of goodwill amortization	(1,135)	
Minority interest	101	
Changes in current assets and liabilities, net of effects of acquisition and disposal:		
Decrease in marketable securities	9,505	
(Increase) decrease in accounts receivable	(341)	4,
Decrease in inventories	1,277	1,
Increase in prepaid expenses and deposits	(40)	(5,
(Increase) decrease in income taxes recoverable	(726)	
Decrease in notes payable	(751)	(1,
Decrease in accounts payable and accrued expenses	(9,113)	(6,
Increase (decrease) in amount due to a related party	209	(1,
Increase (decrease) in income taxes payable	257	(
	-----	-----
Total adjustments	1,829	(3,
	-----	-----
Net cash used in operating activities	\$ 6,004	\$ (3,
	-----	-----
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in long term investment	(11,957)	\$
Purchase of property, plant and equipment	(10,763)	(4,
Increase in investment of subsidiaries	-	
Proceeds from disposal of property, plant and equipment	5	
	-----	-----
Net cash used in investing activities	\$ (22,715)	\$ (4,
	-----	-----
CASH FLOWS FROM FINANCING ACTIVITIES		
Share buy-back program	\$ (3,528)	\$ (1,
Dividends paid	(1,023)	(
Repayment of bank loan	(535)	
Repayment of short term debt	-	

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Proceeds from shares issued on exercise of options and warrants	789	1,
Net cash used in financing activities	\$ (4,297)	\$ (
Foreign currency translation adjustments	(40)	
Net decrease in cash and cash equivalents	(21,048)	(9,
Cash and cash equivalents at beginning of period	58,676	58,
Cash and cash equivalents at end of period	\$ 37,628	\$ 49,

NAM TAI ELECTRONICS, INC.
 NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)
 FOR THE THREE MONTHS ENDED MARCH 31, 2002 AND 2001
 (In Thousands of US Dollars)

1. Accumulated other comprehensive income represents foreign currency translation adjustments. The comprehensive income of the Company was \$4,140 and \$685 for the three months ended March 31, 2002 and March 31, 2001, respectively.

2. Business segment information - The Company operates primarily in two segments, the consumer electronic product ("CEP") segment and the LCD panels and transformers ("LPT") segment.

	Unaudited Three months ended March 31	
	2002	2001
Net sales :		
- CEP	\$ 45,841	\$ 43,104
- LPT	5,376	\$ 8,383
Total net sales	\$ 51,217	\$ 51,487
Income (loss) from operations :		
- CEP	\$ 4,069	\$ (574)
- LPT	106	1,249
Total net income	\$ 4,175	\$ 675

	Unaudited March 31, 2002	Audited Dec. 31, 2001
Identifiable assets by SEGMENT:		
- CEP	\$ 171,703	\$ 188,262
- LPT	43,375	36,311
Total assets	\$ 215,078	\$ 224,573

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CONTACT: LORNE WALDMAN

NAM TAI ELECTRONICS, INC. Completes Investment in TCL Holdings Corporation Ltd.

VANCOUVER, CANADA April 22, 2002 -- Nam Tai Electronics, Inc. ("Nam Tai" or the "Company") (NASDAQ/NM Symbol: NTAI and NTAIW) today announced the successful completion of its 6% equity interest investment in TCL Holdings Corporation Ltd. ("TCL Holdings"), the parent Company of the TCL Group. Gold Peak Industries, a Hong Kong listed company, also acquired a 6% equity interest in TCL Holdings. Nam Tai is also pleased it successfully introduced Toshiba Corporation and Sumitomo Corporation to the TCL Holdings investment opportunity. Both companies have also invested in TCL Holdings.

Nam Tai is pleased to announce that Mr. Ming Kown Koo, a Director of Nam Tai, was elected as one of TCL Holdings' executive directors. Nam Tai indicated that it is honored to be able to support TCL Holdings to broaden its shareholder base.

Following its indirect 5% equity investment in Huizhou TCL Mobile Communication Ltd., a very successful and aggressive mobile phone manufacturer in PRC (most likely the dominant player in PRC at present), the investment in TCL Holdings and Mr. Koo's appointment as an executive director of TCL Holdings solidifies the relationship between Nam Tai and TCL. Both parties are looking forward to supporting each other to develop more consumer products business and contribute more to the shareholders of both companies.

Nam Tai to transfer its interest in BPC (Shenzhen) Co., Ltd. to Toshiba Corporation

Nam Tai entered into a Memorandum of Understanding with Toshiba Corporation to discontinue their joint venture to produce lithium ion rechargeable battery packs for cellular phones. The joint venture business will end on May 1, 2002 and Toshiba Corporation will reacquire Nam Tai's entire interest in the joint venture company, BPC (Shenzhen) Co., Ltd. ("BPC"), at cost. Nam Tai Electronic & Electrical Products Limited, a wholly-owned subsidiary of Nam Tai, and Toshiba Battery Co., Ltd. established the joint venture in March 2000 to manufacture lithium ion battery packs for the China cellular phone market.

Following Toshiba Battery's sale to Sanyo of its nickel metal hydride battery business and a general reorganization of the battery business in the Toshiba Group, the Company and Toshiba mutually agreed that continuing with the joint venture would not be in their best interests considering the expected downward trend in demand for lithium ion battery packs.

Nam Tai expressed its appreciation for Toshiba's support during the BPC joint venture and Toshiba's willingness to protect Nam Tai against a declining battery pack market by repurchasing Nam Tai's investment in BPC. The Company noted that Toshiba's consideration of Nam Tai's interests reflects a solid 20 year relationship and that it looks forward to cooperating with Toshiba on other ventures in the near future.

Nam Tai Electronics, Inc. is an electronics design and manufacturing service provider to some of the world's leading original equipment manufacturers. Nam Tai manufactures telecommunication products, palm-sized PCs, personal digital assistants, linguistic products, calculators and various components including LCD modules for cellular phones, transformers and LCD panels. The Company utilizes advanced production technologies such as chip on board (COB), chip on glass (COG), surface mount technology (SMT), ball grid array (BGA), tape automated bonding (TAB), and outer lead bonding (OLB) technologies. Further information is available on Nam Tai's web site at www.namtai.com.

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The Registrant hereby incorporates this Report on Form 6-K into its Registration Statements on Form F-3 (Registration Nos. 333-36135 and 333-58468).

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the Undersigned thereunto duly authorized.

For and on behalf of
Nam Tai Electronics, Inc.

/s/ MING KOWN KOO

MING KOWN KOO
CHIEF FINANCIAL OFFICER

Date: May 6, 2002