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NAM TAI ELECTRONICS INC
Form 6-K
February 19, 2003

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 Releases of:

February 14, 2003;
February 10, 2003

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

15th Floor, China Merchants Tower, Shun Tak Centre
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NEWS RELEASE

NAM TAI ELECTRONICS, INC.

REPRESENTED BY: PAN PACIFIC I.R. LTD.

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NAM TAI ELECTRONICS, INC.

2002 Sales Up 0.9% EPS \$1.86 vs. \$0.87

Q4 Sales Up 12.7% EPS \$0.40 vs. \$0.82

VANCOUVER, CANADA -- February 14, 2003 -- Nam Tai Electronics, Inc. ("Nam Tai" or the "Company") (NYSE Symbol: NTE; CBOE Symbol: QNA) today announced unaudited results for the fourth quarter ended December 31, 2002.

Net sales for the fourth quarter of 2002 were a record of \$75.6 million, an increase of 12.7% compared to net sales of \$67.1 million for the fourth quarter of 2001. Operating income for the fourth quarter of 2002 was \$3.6 million (\$0.32 per share) a decrease of 41.7% compared to operating income of \$6.2 million (\$0.59 per share) for the fourth quarter of 2001. Net income for the fourth quarter of 2002 decreased 48.2% to \$4.5 million compared to \$8.7 million for the fourth quarter of 2001. Basic and diluted earnings per share for the fourth quarter of 2002 were \$0.41 and \$0.40, respectively, versus \$0.83 and \$0.82, respectively, for the fourth quarter of 2001.

Net sales for the twelve months ended December 31, 2002 increased 0.9% to \$236.0 million from \$234.0 million for the twelve months of 2001. Operating income for the twelve months of 2002 increased by 234%, to \$17.1 million (\$1.59 per share)

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compared to operating income of \$5.1 million (\$0.49 per share) for the twelve months of 2001. Net income for the twelve months of 2002 was \$20.0 million, an increase of 121% compared to net income of \$9.0 million for the twelve months of 2001. Basic and diluted earnings per share for the twelve months of 2002 were \$1.89 and \$1.86, respectively, compared to \$0.88 and \$0.87, respectively, for the twelve months of 2001.

The Company continues to maintain a strong financial position, with \$6.86 of cash per share and \$16.82 of net book value per share, based on 12,019,668 shares outstanding as at December 31, 2002. The Company, as at December 31, 2002, had a cash to current liabilities ratio of 1.21, a current ratio of 2.29, a total assets to total liabilities ratio of 3.88, and approximately \$82.48 million of cash on hand.

Supplementary Information (unaudited) for the Fourth Quarter of 2002

1. Quarterly Sales Breakdown (In Thousands of US Dollars)

Quarter	2000	2001	2002	YoY (%)	YoY (%) (Accumulated)	Notes
1st Quarter	44,592	51,487	51,217	(0.5%)	(0.5%)	
2nd Quarter	50,540	55,882	52,311	(6.4%)	(3.6%)	(a)
3rd Quarter	57,249	59,551	56,872	(4.5%)	(3.9%)	(a)
4th Quarter	61,307	67,086	75,616	12.7%	0.9%	(a)
Total	213,688	234,006	236,016	0.9%	0.9%	(a)

Note (a): Sales of battery packs for May and June 2001 were \$1,181K & 1,648K respectively and \$6,425K and \$7,919K in the third and fourth quarters of 2001 respectively. Upon disposal of BPC on April 30, 2002, revenue from battery packs was no longer included in the total sales for the months of May and June 2002, and the third & fourth quarters of 2002.

2. Net Sales Breakdown by Product Segment

Segment	2002		2001	
	4th Quarter (%)	YTD (%)	4th Quarter (%)	YTD (%)
Assembling:				
- LCD Consumer Products	44%	40%	30%	31%
- Telecom. Components Assembly	42%	44%	56%	52%
Software Development Services	1%	1%	1%	1%
Parts & Components :				
- LCD Panels	8%	10%	9%	11%
- Transformers	5%	5%	4%	5%
	100%	100%	100%	100%

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Assembling included finished goods and modules, together with Software Development Services collectively termed as Consumer Electronic Products ("CEP"), while parts and components including LCD panels and transformers are termed ("LPT") for business segment classification.

3. Average Selling Price (ASP)
ASP for fourth quarter of 2002 was 13.8% higher than third quarter of 2002 and 0.7% lower than fourth quarter of 2001.
4. Analytical Data (for the twelve months ended December 31, 2002)

	12/2002	12/2001
Debt Capacity		
Total Debt / Capitalization	8.11 %	8.21 %
Long-term Debt / Capitalization	1.36 %	7.04 %
Total Debt / Equity	8.31 %	8.86 %
Net Debt / Equity	0 %	0 %
Long-term Debt / Equity	1.39 %	7.59 %
Total Liabilities / Equity	35.06 %	32.36 %
Coverage		
Net Interest Coverage	2732.41 %	5308.99 %
Total Debt / Earning before Interest and Tax (EBIT)	77.81 %	158.73 %
Interest Expense / Total Debt	4.70 %	1.19 %
Short-term Debt Coverage	154.35 %	441.59 %
Profitability		
Return on Investment	8.64 %	4.37 %
Earning before Tax Margin	8.81 %	3.96 %
Return on Sales	9.15 %	4.04 %
Earning before Tax / Total Assets	7.56 %	4.13 %
Return (EBIT) on Capital	16.64 %	8.69 %
SG&A Expense / Revenue	7.76 %	9.39 %
Cash Flow		
Funds from Operations / Total Debt	235.17 %	154.90 %
Funds from Operations / Net Interest	5000.25 %	13053.37 %
Turnover		
Receivable Turnover	4.6 Times	5.6 Times
Inventory Turnover	10.3 Times	17.1 Times

Fourth Quarter Results Analyst Conference Call

The Company will hold a conference call on Tuesday, February 18, 2003 at 10:00 a.m. Eastern Time for analysts to discuss the fourth quarter results with management. Shareholders, media, and interested investors are invited to listen to the live conference call over the Internet by going to <http://www.namtai.com/news/news.htm> and clicking on the conference call link or over the phone by dialing (612) 288-0318 just prior to its start time. Users will be asked to register with the conference call operator.

Increase in Dividends

The Company announced that for the tenth consecutive year it is increasing its dividend. The annual dividend will increase to \$0.60 per share for 2003 up from \$0.48 per share in 2002. The Company will pay quarterly dividend of \$0.15 per

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share commencing with the first quarter dividend to be paid on or before April 21, 2003 to shareholders of record at the close of business on March 31, 2003.

Dividends

On January 21, 2003 the Company paid a quarterly dividend of \$0.12 per share to shareholders of record at the close of business on December 31, 2002. A special dividend of \$1.00 per common share was paid on December 6, 2002 to shareholders of record at the close of business on November 29, 2002.

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, wireless communication terminals and their modules, transformers and LCD panels. The Company utilizes advanced production technologies such as chip on board (COB), chip on glass (COG), chip on film (COF), surface mount technology (SMT), ball grid array (BGA), tape automated bonding (TAB), and outer lead bonding (OLB) technologies. Further information is available at www.namtai.com.

Except for the historical information contained herein, matters discussed in this press release are forward-looking statements. For example, the Company's statements regarding recovery of Tele-Art Inc. debt is a forward looking statement that is dependant on many factors including the outcome of future litigation and the performance of Nam Tai's share price. Other factors that might cause differences in these and the other forward looking statements, include, but are not limited to, those discussed in the Company's reports filed with the Securities and Exchange Commission from time to time, such as the factors set forth in Item 3 "Key Information - Risk Factors" in the Company's Annual Report on Form 20-F for the year ended December 31, 2001.

NAM TAI ELECTRONICS, INC.
 CONSOLIDATED STATEMENTS OF INCOME (Unaudited)
 FOR THE PERIODS ENDED DECEMBER 31, 2002 AND 2001
 (In Thousands of US Dollars except per share data)

	Note	Three months ended		Twelve months ended	
		December 31		December 31	
		2002	2001	2002	2001
Net sales		\$75,616	\$67,086	\$236,016	\$234,006
Cost of sales		65,442	55,294	197,956	203,974
Gross profit		10,174	11,792	38,060	30,032
Costs and expenses					
Selling, general and administrative expenses	A	5,481	4,907	17,983	21,974
Research and development expenses		741	688	2,686	2,954
Impairment of goodwill		339	-	339	-
		6,561	5,595	21,008	24,928
Income from operations		3,613	6,197	17,052	5,104
Gain on disposal of Land		-	-	-	18

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Interest income		241	213	799	1,195
Other (loss) income - net	B	(8,476)	1,473	(7,632)	1,318
Equity in income of affiliated companies	C	8,637	1,099	10,741	1,867
		-----	-----	-----	-----
Income before income taxes and minority interest		4,015	8,982	20,960	9,502
Income taxes benefit (expense)		442	(111)	(773)	(227)
		-----	-----	-----	-----
Income before minority interest		4,457	8,871	20,187	9,275
Minority interest		29	(206)	(164)	(230)
		-----	-----	-----	-----
Net income		\$ 4,486	\$ 8,665	\$ 20,023	\$ 9,045
		=====	=====	=====	=====
Net income per share					
Basic		\$ 0.41	\$ 0.83	\$ 1.89	\$ 0.88
		=====	=====	=====	=====
Diluted		\$ 0.40	\$ 0.82	\$ 1.86	\$ 0.87
		=====	=====	=====	=====
Weighted average number of shares ('000')					
Basic		11,058	10,470	10,571	10,274
Diluted		11,209	10,571	10,736	10,393

Notes to Consolidated Statements of Income for the fourth quarter of 2002:

A G&A Expenses
Includes one-time charges in respect of loss on disposal of fixed assets amounting to \$0.8 million.

B Other (Loss) Income - net
Partial disposal of subsidiaries
In the fourth quarter of 2002 the Company disposed \$1.5 million of goodwill attributable to a minority interest in its subsidiary JIC, resulting from JIC's June 2002 listing on the Hong Kong Stock Exchange, and charged that amount to Other (Loss) Income.

Provision for Legal Contingencies

A provision of \$5.2 million for legal contingencies was made following the delivery of a January 21, 2003 judgment by the High Court of Justice of the British Virgin Islands in relation to the liquidation of Tele-Art Inc. Previously, on August 9, 2002, the High Court of Justice awarded a judgment in Nam Tai's favor against Tele-Art Inc. for approximately \$34 million. Pursuant to the January 21, 2003 judgment, the High Court of Justice declared that redemption and set off of dividends by Nam Tai of 138,500 shares owned by Tele-Art Inc be set aside and that all Tele-Art Inc. property withheld by Nam Tai be handed over to Tele-Art Inc. in liquidation, noting that the Nam Tai claim was subordinate to that of a secured creditor. On February 4, 2003 Nam Tai filed an application for a stay of execution and leave to appeal the decision. Nam Tai believes the decision was reached in error and intends to vigorously pursue its rights so as to recover the maximum amount of the outstanding debt from Tele-Art Inc.

C Equity in income of affiliated companies
During the fourth quarter of 2002, Mate Fair Group Limited (originally, the Company held 25% in Mate Fair Group Limited) disposed 13.8% out of its 18% shareholding in Huizhou TCL Mobile Communication Limited. Upon completion of the transaction, Nam Tai's interest in Mate Fair Group Limited increased to 72.22% and Mate Fair Group Limited distributed its

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profit to the shareholders with Nam Tai receiving \$10.4 million, of which \$8.6 million was recorded as equity income and \$0.4 million for goodwill release in the fourth quarter of 2002, whilst \$1.4 million was recorded as equity income in prior periods until May, 2002 when the Company ceased to adopt equity accounting as a result of the shareholding in Huizhou TCL Mobile Communication Limited by Mate Fair Group Limited being diluted from 20% to 18%.

NAM TAI ELECTRONICS, INC.
CONSOLIDATED BALANCE SHEETS
AS AT DECEMBER 31, 2002 AND DECEMBER 31, 2001
(In Thousands of US Dollars)

	Unaudited December 31 2002	Audited December 31 2001
<hr/>		
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 82,477	\$ 58,676
Marketable securities	-	9,505
Accounts receivable, net	50,944	41,968
Inventories	19,200	11,892
Prepaid expenses and deposits	1,867	2,377
Income taxes recoverable	855	1,353
Total current assets	155,343	125,771
Investments in affiliated companies	-	3,921
Investment in debt security	5,128	-
Long-term investment	15,982	-
Property, plant and equipment, at cost	116,582	105,536
Less: accumulated depreciation and amortization	(40,668)	(35,122)
Intangible assets - net	75,914	70,414
Other assets	21,308	23,060
Total assets	\$ 275,086	\$ 224,573
 LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Notes payable	\$ 985	\$ 1,547
Long-term bank loan - current portion	13,985	2,140
Accounts payable	38,714	27,929
Accrued expenses	12,609	6,329
Amount due to a related party	-	2,733
Dividend payable	1,442	1,023
Income taxes payable	200	88
Total current liabilities	67,935	41,789
Long-term bank loan - non-current portion	2,812	12,860
Deferred income taxes	112	151
Total liabilities	70,859	54,800

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Minority interest	2,099	422
Shareholders' equity:		
Common shares	120	104
Additional paid-in capital	147,828	111,368
Retained earnings	54,182	57,864
Accumulated other comprehensive income (Note 1)	(2)	15
	-----	-----
Total shareholders' equity	202,128	169,351
Total liabilities and shareholders' equity	\$ 275,086	\$ 224,573
	=====	=====

NAM TAI ELECTRONICS, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS (UNAUDITED)
FOR THE PERIODS ENDED DECEMBER 31, 2002 AND 2001
(In Thousands of US Dollars)

	Three months ended		Twelve months ended	
	December 31		December 31	
	2002	2001	2002	2001

CASH FLOWS FROM OPERATING ACTIVITIES				
Net income	\$ 4,486	\$ 8,665	\$ 20,023	\$ 9,04
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	2,747	3,013	10,629	12,27
Impairment of goodwill	339	-	339	
Loss on disposal of property, plant and equipment	772	245	977	37
Loss on disposal of other assets	21	-	21	
Dividend withheld	-	-	(394)	
Share redemption	-	-	(3,125)	
Gain on disposal of intangible assets	-	-	(60)	
Unrealised gain on marketable securities	-	(2,005)	-	(1,56
Gain on disposal of a subsidiary	-	-	(17)	
Loss on partial disposal of subsidiaries	1,483	-	2,655	
Equity in loss (income) of affiliated companies less dividend received and amortisation of goodwill	1,787	(1,099)	(285)	(1,86
Loss on partial disposal of investment in affiliated companies	51	-	520	
Deferred income taxes	(39)	117	(39)	11
Minority interest	(29)	206	164	23
Changes in current assets and liabilities, net of effects of acquisitions and disposals:				
Decrease in marketable securities	-	-	9,505	
(Increase) decrease in accounts receivable	(11,508)	670	(8,531)	(4,37
(Increase) decrease in inventories	(2,301)	5,408	(7,625)	15,30
(Increase) decrease in prepaid expenses and deposits	(42)	3,224	496	(62
Decrease (increase) in income taxes recoverable	730	(189)	498	68
Increase (decrease) in notes payable	667	1,525	(562)	4
Increase (decrease) in accounts payable and accrued expenses	14,243	(4,353)	16,967	(6,06
(Decrease) increase in amount due to a related party	-	(1,311)	(2,766)	

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(Decrease) increase in income taxes payable	(540)	(95)	112	(35)
Total adjustments	8,381	5,356	19,479	14,19
Net cash provided by operating activities	\$ 12,867	\$14,021	\$ 39,502	\$ 23,23
CASH FLOWS FROM INVESTING ACTIVITIES				
Acquisition of long-term investment	\$ -	\$ -	\$ (11,968)	\$ -
Acquisition of investment in debt security	(5,128)	-	(5,128)	-
Purchase of property, plant and equipment	(1,450)	(8,338)	(18,485)	(36,01)
Acquisition of subsidiaries	1	-	(436)	(8)
Cash inflow on disposal of a subsidiary	-	-	854	-
Proceeds from disposal of intangible assets	-	-	800	-
Proceeds from disposal of property, plant and equipment	460	415	628	69
Increase in other assets	(25)	(38)	(25)	(3)
Net cash used in investing activities	\$ (6,142)	\$ (7,961)	\$ (33,760)	\$ (35,43)
CASH FLOWS FROM FINANCING ACTIVITIES				
Share buy-back program	\$ -	\$ (1,461)	\$ (3,528)	\$ (3,35)
Dividends paid	(13,112)	(1,032)	(16,654)	(3,94)
Repayment of bank loan	(817)	-	(2,703)	-
Repayment of short term debt	-	-	-	(2)
Proceeds from shares issued on exercise of options and warrants	32,159	1	36,470	4,30
Proceeds from bank loan	-	15,000	4,500	15,00
Net cash provided by financing activities	\$ 18,230	\$12,508	\$ 18,085	\$ 11,98
Foreign currency translation adjustments	-	-	(26)	-
Net increase (decrease) in cash and cash equivalents	24,955	18,568	23,801	(22)
Cash and cash equivalents at beginning of period	57,522	40,108	58,676	58,89
Cash and cash equivalents at end of period	\$ 82,477	\$58,676	\$ 82,477	\$ 58,67

NAM TAI ELECTRONICS, INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)
FOR THE PERIODS ENDED DECEMBER 31, 2002 AND 2001
(In Thousands of US Dollars)

- Accumulated other comprehensive income represents foreign currency translation adjustments. The comprehensive income of the Company was \$20,006 and \$9,065 for the twelve months ended December 31, 2002 and December 31, 2001, respectively.
- Business segment information - The Company operates primarily in two segments, the consumer electronic products ("CEP") segment and the LCD panels and transformers ("LPT") segment.

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	Three months ended December 31		Twelve months ended December 31	
	2002	2001	2002	2001
Net SALES:				
- CEP	\$ 66,040	\$ 58,319	\$ 200,755	\$ 198,048
- LPT	9,576	8,767	35,261	35,958
Total net sales	\$ 75,616	\$ 67,086	\$ 236,016	\$ 234,006
NET Income (loss) from OPERATIONS:				
- CEP	\$ 4,986	\$ 7,874	\$ 20,214	\$ 6,133
- LPT	(500)	791	(191)	2,912
Total net income	\$ 4,486	\$ 8,665	\$ 20,023	\$ 9,045
			Unaudited Dec. 31, 2002	Audited Dec. 31, 2001
Identifiable assets by SEGMENT:				
- CEP			\$ 225,754	\$ 188,262
- LPT			49,332	36,311
Total assets			\$ 275,086	\$ 224,573

3. A summary of the net sales, income from operations and identifiable assets by geographic areas is as follows:

	Three months ended December 31		Twelve months ended December 31	
	2002	2001	2002	2001
Net sales from operations within:				
- Hong Kong:				
Unaffiliated customers	\$ 74,670	\$ 57,583	\$ 223,709	\$ 206,900
Inter-companies sales	53	-	979	
- PRC, excluding Hong Kong:				
Affiliated customers	-	7,919	7,849	21,070
Unaffiliated customers	946	1,584	4,458	6,030
Inter-companies sales	62,981	45,791	179,411	160,500
- Inter-companies eliminations	(63,034)	(45,791)	(180,390)	(160,500)
Total net sales	\$ 75,616	\$ 67,086	\$ 236,016	\$ 234,006
NET Income (loss) from operations within:				
- PRC, excluding Hong Kong	\$ 6,664	\$ 5,017	\$ 17,930	\$ 4,840
- Hong Kong	(2,178)	3,648	2,093	4,190
Total net income	\$ 4,486	\$ 8,665	\$ 20,023	\$ 9,045

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	As at Dec 31, 2002	As at Dec 31, 2001
Identifiable assets by geographic area:		
- PRC, excluding Hong Kong	\$ 88,942	\$ 60,866
- Hong Kong	186,144	163,700
Total assets	\$ 275,086	\$ 224,566

NEWS RELEASE

NAM TAI ELECTRONICS, INC.

REPRESENTED BY: PAN PACIFIC I.R. LTD.

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NAM TAI ELECTRONICS, INC.

Begins New Business Manufacturing TFT LCD Modules for Mobile Phones

VANCOUVER, CANADA -- February 10, 2003 -- Nam Tai Electronics, Inc., ("Nam Tai" or the "Company") (NYSE Symbol: NTE; CBOE Symbol: QNA) today announced it has received new orders from a major Japanese manufacturer to produce TFT LCD modules and advanced high resolution LCD modules for mobile phones.

TFT LCD modules are the most advanced LCD modules used in today's mobile phones. Compared with STN LCD modules, TFT LCD modules have a higher resolution and are used in high-end mobile phones with camera and/or video functions. TFT LCD modules can produce 65K color image quality while STN LCD modules generally produce 4096 color image quality at most.

"Mobile phones with color displays and multi-media functions are the new global trend. We generally expect that the demand for innovative and sophisticated components for mobile phones will grow significantly in the future. In order to keep pace with the fast moving mobile phone industry, Nam Tai will continue to upgrade its technology to strengthen its competitive position in the mobile phone components manufacturing industry," commented Mr. Tadao Murakami, Nam Tai's Chairman. "In addition, Nam Tai is very pleased to be granted the opportunity of manufacturing TFT LCD modules, one of the most advanced LCD modules. This new business, not only diversifies our product lines of LCD modules for mobile phones, it also enhances our services for OEM customers in the mobile phone marketplace. With our extensive experience in manufacturing high quality and sophisticated mobile phone components, we strongly believe that Nam Tai will benefit from the business opportunities arising from the rapidly growing mobile phone industry."

Fourth Quarter Results and Analyst Conference Call

Nam Tai will release its unaudited fourth quarter results for the period ended December 31, 2002 and its planned decision for the 2003 dividend amount at the close of the market on Friday, February 14, 2003. The Company will hold a conference call on Tuesday, February 18, 2003 at 10:00 a.m. Eastern Time for analysts to discuss the fourth quarter results with management.

Analysts who wish to participate on this conference call should contact the Investor Relations Office at 1-800-661-8831 no later than 6:00 p.m. Eastern Time on Friday, February 14, 2003 to register and obtain the toll-free dial-in

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number. Shareholders, media, and interested investors are invited to listen to the live conference call over the Internet by going to <http://www.namtai.com/news/news.htm> and clicking on the conference call link or over the phone by dialing 612-288-0318 just prior to its start time. Users will be asked to register with the conference call operator.

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, wireless communication terminals and their modules, transformers and LCD panels. The Company utilizes advanced production technologies such as chip on board (COB), chip on glass (COG), chip on film (COF), 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 website at www.namtai.com.

Except for the historical information contained herein, matters discussed in this press release are forward-looking statements. For example, the expectation that the demand for innovative and sophisticated components for mobile phones will grow significantly is a forward looking statement that is subject to many uncertain factors including end-user acceptance, development of new user applications, competition for new or alternative technologies, and macro-economic factors. Whether the Company can benefit from this growing demand is also uncertain and dependant on its ability to attract and retain customers, ability to adopt new technologies in a timely manner, and competitiveness within the industry. Other factors that might cause differences in these and the other forward looking statements, include those discussed in the Company's reports filed with the Securities and Exchange Commission from time to time, such as the factors set forth in Item 3 "Key Information - Risk Factors" in the Company's Annual Report on Form 20-F for the year ended December 31, 2001.

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: February 18, 2003