EMS Index Underperforms S&P in Q3 2012

Winner’s Circle
Tier
Sanmina-SCI Corp. 4% I
Nam Tai Electronics 84% II
SigmaTron International 30% III

Worst Performers
Tier
Jabil Circuit Inc. (8%) I
Sypris Solutions (2%) II
SMTC Corp. (6%) III

Note: Based on quarter-over-quarter share price performance

EMS Stock Highlights
• Large Index has decreased 5.2% from last quarter
• Mid Index has increased 14.7% from last quarter
• Small Index has increased 17.0% from last quarter

EBITDA Margins
Large Tier 4.6%
Mid Tier 5.3%
Small Tier 6.3%

YOY LTM Revenue Growth
Large Tier (3.4%)
Mid Tier 10.6%
Small Tier 7.0%

Source: Capital IQ as of September 28, 2012
Note: Average for each sector, YOY stands for year-over-year

EMS Size Guide
(Sales Dollars)
Large (Tier I) Greater than $3 billion
Mid (Tier II) $300 million to $3 billion
Small (Tier III) Below $300 million

About the EMS Stock Index
Similar to the S&P 500 Index, the EMS Stock Index is a market cap weighted composite index. The index is prepared by first selecting a base period, in this case, Q2 2003, and totaling the market caps of the companies for each tier in this period. This period and total market cap is set to a base index, in this case, 1,000. Next, for each tier, the current period’s total market cap is calculated, divided by the base period’s total market cap and then multiplied by the base index (1,000). The result is the index value used for plotting in the graph above.
## EMS Stock Index Data

<table>
<thead>
<tr>
<th>Stock Price</th>
<th>LTM Sales ($M)</th>
<th>Diluted EPS</th>
<th>Avg. Cash Conversion Cycle (days)</th>
<th>Current Ratio</th>
<th>EV/EBITDA</th>
<th>EV/Sales</th>
<th>Market Cap ($M)</th>
<th>Net Debt ($M)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Large</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Celestica Inc.</td>
<td>$7.14</td>
<td>$7,019</td>
<td>$0.86</td>
<td>35.4</td>
<td>1.83</td>
<td>2.8x</td>
<td>$1,491</td>
<td>$631</td>
</tr>
<tr>
<td>Flextronics International Ltd.</td>
<td>6.00</td>
<td>27,871</td>
<td>0.68</td>
<td>22.5</td>
<td>1.35</td>
<td>4.8x</td>
<td>0.2x</td>
<td>3,993</td>
</tr>
<tr>
<td>Jabil Circuit Inc.</td>
<td>18.72</td>
<td>17,152</td>
<td>1.87</td>
<td>8.0</td>
<td>1.46</td>
<td>4.4x</td>
<td>0.3x</td>
<td>3,847</td>
</tr>
<tr>
<td>Sanmina-SCI Corp.</td>
<td>8.51</td>
<td>6,211</td>
<td>0.41</td>
<td>55.3</td>
<td>2.02</td>
<td>4.4x</td>
<td>0.2x</td>
<td>694</td>
</tr>
<tr>
<td><strong>Mid</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Benchmark Electronics Inc.</td>
<td>15.27</td>
<td>2,353</td>
<td>0.72</td>
<td>91.5</td>
<td>3.49</td>
<td>6.1x</td>
<td>0.2x</td>
<td>857</td>
</tr>
<tr>
<td>CTS Corporation</td>
<td>10.07</td>
<td>591</td>
<td>0.50</td>
<td>62.8</td>
<td>2.53</td>
<td>10.0x</td>
<td>0.6x</td>
<td>342</td>
</tr>
<tr>
<td>Key Tronic Corp.</td>
<td>9.92</td>
<td>346</td>
<td>1.10</td>
<td>72.8</td>
<td>2.43</td>
<td>7.1x</td>
<td>0.3x</td>
<td>104</td>
</tr>
<tr>
<td>Nam Tai Electronics, Inc.</td>
<td>10.72</td>
<td>633</td>
<td>0.02</td>
<td>5.5</td>
<td>1.56</td>
<td>15.8x</td>
<td>0.5x</td>
<td>480</td>
</tr>
<tr>
<td>Plexus Corp.</td>
<td>30.29</td>
<td>2,250</td>
<td>2.24</td>
<td>77.0</td>
<td>2.25</td>
<td>7.1x</td>
<td>0.5x</td>
<td>1,060</td>
</tr>
<tr>
<td>Sypris Solutions Inc.</td>
<td>7.14</td>
<td>370</td>
<td>0.86</td>
<td>36.8</td>
<td>1.46</td>
<td>5.7x</td>
<td>0.4x</td>
<td>144</td>
</tr>
<tr>
<td><strong>Small</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>IEC Electronics Corp.</td>
<td>6.78</td>
<td>143</td>
<td>0.84</td>
<td>80.1</td>
<td>1.94</td>
<td>6.2x</td>
<td>0.7x</td>
<td>67</td>
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<tr>
<td>NorTech Systems Inc.</td>
<td>3.59</td>
<td>114</td>
<td>0.24</td>
<td>86.4</td>
<td>1.64</td>
<td>6.1x</td>
<td>0.2x</td>
<td>10</td>
</tr>
<tr>
<td>SigmaTron International Inc.</td>
<td>4.35</td>
<td>165</td>
<td>0.21</td>
<td>113.1</td>
<td>2.48</td>
<td>4.1x</td>
<td>0.2x</td>
<td>17</td>
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<tr>
<td>SMTC Corp.</td>
<td>3.11</td>
<td>263</td>
<td>0.40</td>
<td>68.8</td>
<td>1.72</td>
<td>6.1x</td>
<td>0.3x</td>
<td>51</td>
</tr>
<tr>
<td>Spartan Corp.</td>
<td>12.65</td>
<td>224</td>
<td>0.93</td>
<td>82.8</td>
<td>2.05</td>
<td>5.1x</td>
<td>0.4x</td>
<td>128</td>
</tr>
</tbody>
</table>

Source: Capital IQ as of September 28, 2012; stock price adjusted for dividends and splits

## About Lincoln International

Lincoln International specializes in merger and acquisition advisory services, debt advisory services, private capital raising and restructuring advice on mid-market transactions. Lincoln International also provides fairness opinions, valuations and pension advisory services on a wide range of transaction sizes. With thirteen offices in the Americas, Asia and Europe, Lincoln International has strong local knowledge and contacts in key global economies. The firm provides clients with senior-level attention, in-depth industry expertise and integrated resources. By being focused and independent, Lincoln International serves its clients without conflicts of interest. More information about Lincoln International can be obtained at www.lincolninternational.com.

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Lincoln International’s Electronics Group is led by a former CEO of a public EMS company. The firm’s Electronics team provides transactional, financial and strategic advisory services to electronics companies and private equity groups. For more information, please contact:

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