

March 9th, 2016

Board of Directors
Asia Pacific Wire & Cable Corporation Limited
7/FL. B, No. 132, Sec. 3
Min-Sheng East Road
Taipei, 105, Taiwan
Republic of China

Re: Asia Pacific Wire & Cable Corporation Limited

Ladies and Gentlemen:

LONSIN Capital, together with its related parties, currently owns more than 3.7% of the outstanding shares of Asia Pacific Wire & Cable (the "Company"). We have been shareholders of the Company for more than 10 years.

We are writing to express our strong disappointment in the way in which the Company has been conducting business along with its failure to take any action to increase shareholder value. Since the Company completed its initial public offering, management's approach has resulted in an 86.5% decrease in the stock price from the initial public offering price of \$ 12.0. Further, on March 8, 2016, the stock closed at \$ 1.61, as compared with the book value per share of the common stock of \$ 9.83 at September 30, 2015, the most recent date as of which we have information, reflecting a discount of \$ 8.22, or 83% from book value per share.

As a result of the manner in which the management operated the Company's business:

- The Company showed a net loss of \$7.5 million for the nine months ended September 30, 2015, as compared with a profit of \$2.9 million for the comparable period of 2014, following declines in income for the prior two years, and
- The Company showed negative cash flow of \$29.3 million for the nine months ended September 30, 2015, which included negative cash flow of \$17.1 million from operations, as compared with positive cash flow from in the comparable period of 2014 of \$18.8 million. It is not clear from the financial statements that are included in the Company's press release what the reasons for the negative cash flow are.

Further, although the Company has cash of approximately \$ 2.86 per share, the Company has taken no action to increase shareholder value. It has neither paid dividends or distributions to its shareholders nor engaged in any effective stock repurchase program to benefit the minority shareholders.

As directors, you are well aware of the performance of the Company during the past three years, including

- Continuous decline in both revenue and net income, resulting in the loss for the nine months ended September 30, 2015 described above.
- For the three years and nine months ending September 30, 2015 negative cash flow that of \$37.2 million.
- A decline in cash from \$76.6 million at December 31, 2011 to \$39.5 million at September 30, 2015.

With respect to the decline in cash, we have made several requests, by phone and email, to the Company's investor relations manager to try to get an understanding of the reason for the sharp decline in cash, and neither the Company nor investor relations firm has given us the courtesy of a response.

Although the Company showed positive net income for 11 of the 17 years since its initial public offering, the Company has not paid any dividends during this period.

The Company does not have an independent board. The board members have a conflict of interest with the Company's 75% shareholder, Pacific Electric Wire and Cable Co., Ltd. ("PEWC"). As a result, the board appears to place a priority on the interests of PEWC, to the detriment of the minority stockholders. These conflicts of interests have been present since the inception of the Company. Six of the nine directors are part of top management at PEWC or executive officers of the Company. Even through the Company may be a controlled company, the directors still have a fiduciary duty to all of the shareholders.

Although we spoke to the directors last year and also met them at the AGM in October 2015, at which times we discussed with them our concerns about the low stock price, especially the discrepancy between the stock price and the book value per share, and we suggested some remedial actions they could take, we have not had a response from them.

Recently, PEWC purchased from MSD Credit Opportunity Master Funds L. P. ("MSDC") 1,355,415 common shares (approximately 10% of outstanding shares) of the Company at a price of \$5.11 per share, representing a premium of 150% over the stock price at the date of the transaction. As a long-term investor, we are now seeking to gain similar shareholder value.

In the Company's annual report for 2014, the Company discussed its ineffective internal controls over financial reporting. The Company lists steps that it planned to take, but has not given any indication whether the steps were actually taken. The absence of effective internal controls is another sign of poor management. We therefore ask the company to clarify what steps have been taken and are being taken to remedy this problem.

As a long-term shareholder, we are demanding immediate action by the Company's board to improve the corporate governance, the operating performance and the market value of the company and enhance shareholder value.

We believe that the board should consider the following course of action to be more responsive to the needs and concerns of the minority shareholders and not just the interests of PEWC.

- Include more truly independent directors who are able to represent all shareholders equally and bring much needed improvements in transparency and corporate governance.
- Develop a program to purchase shares from the minority shareholders at a reasonable price. We believe that the price paid to MSDC is a reasonable price. We are willing to discuss such a program with a committee of independent directors appointed for that purpose.
- Make a distribution to shareholders.

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- Explain the reasons why the Company has not paid dividends and clarify the Company's policy for futures dividend payments.
 - Address the internal material weakness in the control over financial reporting.

We continue to be interested in working with the Company to improve the business of the Company and to address the concerns of the minority shareholders. To this end, we have retained the New York law firm of KatskyKorins LLP to work with us and to advise us as to possible courses of action for us to consider in the event that the Company does not address the concerns which we have raised.

We look forward to hearing from you.

Sincerely,



Marco M. Elser
LONSIN Capital Limited
Manager of LONSIN Global Credit Fund