

THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

30 SEPTEMBER 2012

## AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Thai Stanley Electric Public Company Limited

I have reviewed the accompanying statements of financial position in which the equity method is applied and the Company only as at 30 September 2012, the related statements of income and comprehensive income in which the equity method is applied and the Company only for the three-month and six-month periods ended 30 September 2012, the related statements of changes in shareholders' equity and cash flows in which the equity method is applied and the Company only for the six-month period ended 30 September 2012 and condensed notes to the interim financial information of Thai Stanley Electric Public Company Limited. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

### Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

### Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

### Statements of financial position as at 31 March 2012 presented for comparative purpose

The financial statements in which the equity method is applied and the Company only for the year ended 31 March 2012 of Thai Stanley Electric Public Company Limited were audited by the other auditor in the same firm as myself, whose report dated 18 May 2012, expressed an unqualified opinion on those statements. The statements of financial position in which the equity method is applied and the Company only as at 31 March 2012, presented for comparative purposes, are part of the financial statements.

Interim financial information for the three-month and six-month periods ended 30 September 2011 presented for comparative purpose

The statements of income and comprehensive income in which the equity method is applied and the Company only for the three-month and six-month periods ended 30 September 2011 and the statements of changes in shareholders' equity and cash flows in which the equity method is applied and the Company only for the six-month period ended 30 September 2011 of Thai Stanley Electric Public Company Limited, presented for comparative purpose, were reviewed by the other auditor in the same firm as myself, whose report dated 14 November 2011, stated that nothing had come to her attention that caused her to believe that the interim financial statements were not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

Unakorn Phruithithada  
Certified Public Accountant (Thailand) No. 3257  
PricewaterhouseCoopers ABAS Ltd.

Bangkok  
2 November 2012

**Thai Stanley Electric Public Company Limited**  
**Statements of Financial Position**  
**As at 30 September 2012 and 31 March 2012**

	Notes	Financial statements in which the equity method is applied		The Company only	
		Unaudited 30 September 2012 Baht	Audited 31 March 2012 Baht	Unaudited 30 September 2012 Baht	Audited 31 March 2012 Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		1,381,462,038	1,707,851,632	1,381,462,038	1,707,851,632
Short-term investments held to maturity	4	-	198,849,700	-	198,849,700
Trade and other accounts receivable, net	5, 6	1,980,889,868	1,546,358,261	1,980,889,868	1,546,358,261
Inventories, net		835,708,916	848,394,251	835,708,916	848,394,251
Corporate income tax refundable		35,804,368	35,804,368	35,804,368	35,804,368
Other current assets		12,934,617	11,523,481	12,934,617	11,523,481
<b>Total current assets</b>		<b>4,246,799,807</b>	<b>4,348,781,693</b>	<b>4,246,799,807</b>	<b>4,348,781,693</b>
<b>Non-current assets</b>					
Investments in associates	7	426,683,931	417,868,654	57,176,689	57,176,689
Long-term investments, net	8	145,773,638	146,267,138	145,773,638	146,267,138
Property, plant and equipment, net	9	5,605,724,826	4,574,302,530	5,605,724,826	4,574,302,530
Intangible assets, net	10	431,003,228	437,255,701	431,003,228	437,255,701
Other non-current assets, net	11	31,152,569	100,051,417	31,152,569	100,051,417
<b>Total non-current assets</b>		<b>6,640,338,192</b>	<b>5,675,745,440</b>	<b>6,270,830,950</b>	<b>5,315,053,475</b>
<b>Total assets</b>		<b>10,887,137,999</b>	<b>10,024,527,133</b>	<b>10,517,630,757</b>	<b>9,663,835,168</b>

Director \_\_\_\_\_  
(Mr. Hiroyuki Nakano )

Director \_\_\_\_\_  
(Mr. Apichart Leeissaranukul )

Date \_\_\_\_\_

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Financial Position**  
**As at 30 September 2012 and 31 March 2012**

	Notes	Financial statements in which the equity method is applied		The Company only	
		Unaudited 30 September 2012 Baht	Audited 31 March 2012 Baht	Unaudited 30 September 2012 Baht	Audited 31 March 2012 Baht
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade accounts payable - other companies		576,994,158	497,327,992	576,994,158	497,327,992
- related parties	6	300,252,658	156,621,051	300,252,658	156,621,051
Other accounts payable - other companies		180,239,922	321,752,198	180,239,922	321,752,198
- related parties	6	163,060,820	186,129,113	163,060,820	186,129,113
Accrued corporate income tax		211,167,191	-	211,167,191	-
Advances received from customers		62,772,797	62,278,044	62,772,797	62,278,044
Accrued expenses	12	276,114,546	192,185,048	276,114,546	192,185,048
Other current liabilities		31,750,000	-	31,750,000	-
<b>Total current liabilities</b>		<b>1,802,352,092</b>	<b>1,416,293,446</b>	<b>1,802,352,092</b>	<b>1,416,293,446</b>
<b>Non-current liabilities</b>					
Provision for post-employment benefits		121,397,730	111,670,710	121,397,730	111,670,710
<b>Total non-current liabilities</b>		<b>121,397,730</b>	<b>111,670,710</b>	<b>121,397,730</b>	<b>111,670,710</b>
<b>Total liabilities</b>		<b>1,923,749,822</b>	<b>1,527,964,156</b>	<b>1,923,749,822</b>	<b>1,527,964,156</b>
<b>Shareholders' equity</b>					
Share capital					
Authorised share capital					
76,625,000 ordinary shares, par value of Baht 5 each		383,125,000	383,125,000	383,125,000	383,125,000
Issued and paid-up share capital					
76,625,000 ordinary shares, par value of Baht 5 each		383,125,000	383,125,000	383,125,000	383,125,000
Premium on share capital		504,250,000	504,250,000	504,250,000	504,250,000
Retained earnings					
Appropriated					
- Legal reserve		38,312,500	38,312,500	38,312,500	38,312,500
Unappropriated		8,143,320,624	7,678,162,011	7,662,853,435	7,205,963,512
Other components of equity		(105,619,947)	(107,286,534)	5,340,000	4,220,000
<b>Total shareholders' equity</b>		<b>8,963,388,177</b>	<b>8,496,562,977</b>	<b>8,593,880,935</b>	<b>8,135,871,012</b>
<b>Total liabilities and shareholders' equity</b>		<b>10,887,137,999</b>	<b>10,024,527,133</b>	<b>10,517,630,757</b>	<b>9,663,835,168</b>

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Income (Unaudited)**  
**For the three-month periods ended 30 September 2012 and 2011**

	Notes	Financial statements in which the equity method is applied		The Company only	
		2012 Baht	2011 Baht	2012 Baht	2011 Baht
Sales	6	2,868,006,753	2,488,845,373	2,868,006,753	2,488,845,373
Cost of sales	6	(2,277,321,550)	(1,868,977,906)	(2,277,321,550)	(1,868,977,906)
<b>Gross profit</b>		590,685,203	619,867,467	590,685,203	619,867,467
Other income					
- Dividend income	6,7,8	13,759,848	62,882,134	13,759,848	62,882,134
- Gain on exchange rates, net		1,588,277	-	1,588,277	-
- Others	6	64,721,069	62,588,120	64,721,069	62,588,120
<b>Profit before expenses</b>		670,754,397	745,337,721	670,754,397	745,337,721
Selling expenses	6	(146,207,063)	(113,240,776)	(146,207,063)	(113,240,776)
Administrative expenses	6	(70,267,607)	(58,555,511)	(70,267,607)	(58,555,511)
Loss on exchange rates, net		-	(7,400,457)	-	(7,400,457)
<b>Total expenses</b>		(216,474,670)	(179,196,744)	(216,474,670)	(179,196,744)
<b>Operating profit</b>		454,279,727	566,140,977	454,279,727	566,140,977
Share of profit from investments in associates		23,237,432	32,632,213	-	-
<b>Profit before income tax</b>		477,517,159	598,773,190	454,279,727	566,140,977
Income tax		(110,721,435)	(155,058,251)	(110,721,435)	(155,058,251)
<b>Net profit for the period</b>		<u>366,795,724</u>	<u>443,714,939</u>	<u>343,558,292</u>	<u>411,082,726</u>
<b>Basic earnings per share</b>	15				
Net profit for the period		<u>4.79</u>	<u>5.79</u>	<u>4.48</u>	<u>5.36</u>

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Comprehensive Income (Unaudited)**  
**For the three-month periods ended 30 September 2012 and 2011**

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	<b>Financial statements in which the equity method is applied</b>		<b>The Company only</b>	
	<b>2012 Baht</b>	<b>2011 Baht</b>	<b>2012 Baht</b>	<b>2011 Baht</b>
<b>Net profit for the period</b>	366,795,724	443,714,939	343,558,292	411,082,726
<b>Other comprehensive income:</b>				
Unrealised gain (loss) on change in fair value of available-for-sale investment	920,000	(600,000)	920,000	(600,000)
Exchange differences relating to investments in associates	(864,278)	1,407,596	-	-
<b>Other comprehensive income (expenses) for the period</b>	<u>55,722</u>	<u>807,596</u>	<u>920,000</u>	<u>(600,000)</u>
<b>Total comprehensive income for the period</b>	<u><u>366,851,446</u></u>	<u><u>444,522,535</u></u>	<u><u>344,478,292</u></u>	<u><u>410,482,726</u></u>

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

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**Thai Stanley Electric Public Company Limited**  
**Statements of Income (Unaudited)**  
**For the six-month periods ended 30 September 2012 and 2011**

	Notes	Financial statements in which the equity method is applied		The Company only	
		2012 Baht	2011 Baht	2012 Baht	2011 Baht
Sales	6	5,407,677,002	4,438,403,632	5,407,677,002	4,438,403,632
Cost of sales	6	(4,249,433,076)	(3,407,727,206)	(4,249,433,076)	(3,407,727,206)
<b>Gross profit</b>		1,158,243,926	1,030,676,426	1,158,243,926	1,030,676,426
Other income					
- Dividend income	6,7,8	24,147,142	63,390,593	66,401,983	102,514,984
- Gain on exchange rates, net		1,153,666	-	1,153,666	-
- Others	6	110,767,245	122,664,689	110,767,245	122,664,689
<b>Profit before expenses</b>		1,294,311,979	1,216,731,708	1,336,566,820	1,255,856,099
Selling expenses	6	(268,633,499)	(211,454,009)	(268,633,499)	(211,454,009)
Administrative expenses	6	(127,297,614)	(113,445,581)	(127,297,614)	(113,445,581)
Loss on exchange rates, net		-	(9,442,509)	-	(9,442,509)
Other expenses	14	(35,294,401)	-	(35,294,401)	-
<b>Total expenses</b>		(431,225,514)	(334,342,099)	(431,225,514)	(334,342,099)
<b>Operating profit</b>		863,086,465	882,389,609	905,341,306	921,514,000
Share of profit from investments in associates	7	50,523,531	63,692,582	-	-
<b>Profit before income tax</b>		913,609,996	946,082,191	905,341,306	921,514,000
Income tax		(218,585,083)	(270,301,873)	(218,585,083)	(270,301,873)
<b>Net profit for the period</b>		695,024,913	675,780,318	686,756,223	651,212,127
<b>Basic earnings per share</b>	15				
Net profit for the period		9.07	8.82	8.96	8.50

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.



**Thai Stanley Electric Public Company Limited**  
**Statements of Comprehensive Income (Unaudited)**  
**For the six-month periods ended 30 September 2012 and 2011**

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	Notes	Financial statements in which the equity method is applied		The Company only	
		2012 Baht	2011 Baht	2012 Baht	2011 Baht
<b>Net profit for the period</b>		695,024,913	675,780,318	686,756,223	651,212,127
<b>Other comprehensive income:</b>					
Unrealised gain (loss) on change in fair value of available-for-sale investment	8	1,120,000	(720,000)	1,120,000	(720,000)
Exchange differences relating to investments in associates	7	546,587	28,148,890	-	-
<b>Other comprehensive income (expenses) for the period</b>		1,666,587	27,428,890	1,120,000	(720,000)
<b>Total comprehensive income for the period</b>		696,691,500	703,209,208	687,876,223	650,492,127

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

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**Thai Stanley Electric Public Company Limited**  
**Statements of Changes in Shareholders' Equity (Unaudited)**  
**For the six-month periods ended 30 September 2012 and 2011**

	Financial statements in which the equity method is applied							
	Other components of equity							
	Other comprehensive income							
	Cumulative exchange differences relating to investments in associates							
	Issued and paid-up share capital	Premium on share capital	Retained earnings		Unrealised gain on change in fair value of available-for-sale investment	Total	Total	Total
Note	Baht	Baht	Legal reserve	Unappropriated retained earnings	Baht	Baht	Baht	Baht
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
<b>Opening balance as at 1 April 2012</b>	383,125,000	504,250,000	38,312,500	7,678,162,011	4,220,000	(111,506,534)	(107,286,534)	8,496,562,977
Total comprehensive income for the period	-	-	-	695,024,913	1,120,000	546,587	1,666,587	696,691,500
Dividends paid	-	-	-	(229,866,300)	-	-	-	(229,866,300)
	13							
<b>Closing balance as at 30 September 2012</b>	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>8,143,320,624</u>	<u>5,340,000</u>	<u>(110,959,947)</u>	<u>(105,619,947)</u>	<u>8,963,388,177</u>
<b>Opening balance as at 1 April 2011</b>	383,125,000	504,250,000	38,312,500	7,449,618,260	4,620,000	(139,543,270)	(134,923,270)	8,240,382,490
Total comprehensive income for the period	-	-	-	675,780,318	(720,000)	28,148,890	27,428,890	703,209,208
Dividends paid	-	-	-	(498,042,350)	-	-	-	(498,042,350)
	13							
<b>Closing balance as at 30 September 2011</b>	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>7,627,356,228</u>	<u>3,900,000</u>	<u>(111,394,380)</u>	<u>(107,494,380)</u>	<u>8,445,549,348</u>

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Changes in Shareholders' Equity (Unaudited)**  
**For the six-month periods ended 30 September 2012 and 2011**

								The Company only		
								Other components of equity		
								Other comprehensive income		
								Unrealised gain on change in fair value of available-for-sale investment	Total other components of equity	Total shareholders' equity
Note	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings Legal reserve Baht	Unappropriated retained earnings Baht	Unrealised gain on change in fair value of available-for-sale investment Baht	Total other components of equity Baht	Total shareholders' equity Baht			
	383,125,000	504,250,000	38,312,500	7,205,963,512	4,220,000	4,220,000	8,135,871,012			
	-	-	-	686,756,223	1,120,000	1,120,000	687,876,223			
13	-	-	-	(229,866,300)	-	-	(229,866,300)			
	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>7,662,853,435</u>	<u>5,340,000</u>	<u>5,340,000</u>	<u>8,593,880,935</u>			
	383,125,000	504,250,000	38,312,500	7,076,033,448	4,620,000	4,620,000	8,006,340,948			
	-	-	-	651,212,127	(720,000)	(720,000)	650,492,127			
13	-	-	-	(498,042,350)	-	-	(498,042,350)			
	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>7,229,203,225</u>	<u>3,900,000</u>	<u>3,900,000</u>	<u>8,158,790,725</u>			

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Cash Flows (Unaudited)**  
**For the six-month periods ended 30 September 2012 and 2011**

	Notes	Financial statements in which the equity method is applied		The Company only	
		2012 Baht	2011 Baht	2012 Baht	2011 Baht
<b>Cash flows from operating activities:</b>					
Profit before income tax for the period		913,609,996	946,082,191	905,341,306	921,514,000
Adjustments to reconcile profit before income tax to net cash provided by operations:					
- Depreciation	9	362,156,495	322,900,825	362,156,495	322,900,825
- Amortisation	10	56,300,993	50,769,947	56,300,993	50,769,947
- Interest income		(17,690,668)	(45,934,047)	(17,690,668)	(45,934,047)
- Share of profit from investments in associates	7	(50,523,531)	(63,692,582)	-	-
- Dividend income					
- Investments in associates	7	-	-	(42,254,841)	(39,124,391)
- Long-term investments	8	(24,147,142)	(63,390,593)	(24,147,142)	(63,390,593)
- Gain on disposal of equipment		(2,962,083)	(6,952,667)	(2,962,083)	(6,952,667)
- Impairment of long-term investment	8	1,613,500	454,615	1,613,500	454,615
- Reversal of allowance for doubtful account	5	(513,135)	-	(513,135)	-
- Allowance for slow moving inventories and net realisable value lower than cost of inventories		783,173	4,286,691	783,173	4,286,691
- Provision for post-employment benefits		10,583,820	10,128,120	10,583,820	10,128,120
- Unrealised loss (gain) on exchange rates		313,879	(1,678,333)	313,879	(1,678,333)
Cash flows before changes in operating assets and liabilities		1,249,525,297	1,152,974,167	1,249,525,297	1,152,974,167
Changes in operating assets and liabilities					
- Trade and other accounts receivable		(421,723,126)	(86,472,701)	(421,723,126)	(86,472,701)
- Inventories		11,902,162	(155,298,047)	11,902,162	(155,298,047)
- Other current assets		(1,411,136)	(25,684,814)	(1,411,136)	(25,684,814)
- Other non-current assets		3,317,017	(2,904,025)	3,317,017	(2,904,025)
- Trade accounts payable - other companies		79,666,166	(1,120,022)	79,666,166	(1,120,022)
- related parties		143,631,607	93,779,965	143,631,607	93,779,965
- Other accounts payable - other companies		(134,200,670)	(47,638,159)	(134,200,670)	(47,638,159)
- related parties		(23,068,293)	37,405,608	(23,068,293)	37,405,608
- Advances received from customers		494,753	(15,608,384)	494,753	(15,608,384)
- Accrued expense		83,929,498	99,357,763	83,929,498	99,357,763
- Other current liabilities		31,750,000	-	31,750,000	-
- Payment for post-employment benefit obligation		(856,800)	(32,865)	(856,800)	(32,865)
Cash generated from operations		1,022,956,475	1,048,758,486	1,022,956,475	1,048,758,486
Interest received		16,862,856	43,531,753	16,862,856	43,531,753
Income tax paid		(7,417,892)	(283,096,222)	(7,417,892)	(283,096,222)
Net cash received from operating activities		1,032,401,439	809,194,017	1,032,401,439	809,194,017

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Cash Flows (Unaudited)**  
**For the six-month periods ended 30 September 2012 and 2011**

	Notes	Financial statements in which the equity method is applied		The Company only	
		2012 Baht	2011 Baht	2012 Baht	2011 Baht
<b>Cash flows from investing activities:</b>					
Purchases of property, plant and equipment		(1,326,910,164)	(1,161,274,997)	(1,326,910,164)	(1,161,274,997)
Advance payment for construction and purchase of equipment	11	(9,820,727)	-	(9,820,727)	-
Proceeds from disposals of equipment		2,993,301	6,952,825	2,993,301	6,952,825
Interest received on short-term investments held to maturity		1,757,233	4,014,005	1,757,233	4,014,005
Dividends received					
- Investments in associates	7	42,254,841	39,124,391	42,254,841	39,124,391
- Long-term investments		10,922,375	63,390,593	10,922,375	63,390,593
Purchases of intangible assets		(48,657,413)	(70,086,817)	(48,657,413)	(70,086,817)
Cash receipts from short-term investments held to maturity	4	198,849,700	560,985,995	198,849,700	560,985,995
Net cash used in investing activities		<u>(1,128,610,854)</u>	<u>(556,894,005)</u>	<u>(1,128,610,854)</u>	<u>(556,894,005)</u>
<b>Cash flow from financing activity:</b>					
Dividends paid	13	<u>(229,866,300)</u>	<u>(498,042,350)</u>	<u>(229,866,300)</u>	<u>(498,042,350)</u>
Net cash used in financing activity		<u>(229,866,300)</u>	<u>(498,042,350)</u>	<u>(229,866,300)</u>	<u>(498,042,350)</u>
<b>Net decrease in cash and cash equivalents</b>		<b>(326,075,715)</b>	<b>(245,742,338)</b>	<b>(326,075,715)</b>	<b>(245,742,338)</b>
Cash and cash equivalents at beginning of the period		1,707,851,632	3,133,889,742	1,707,851,632	3,133,889,742
Effects of exchange rate changes		<u>(313,879)</u>	<u>1,678,333</u>	<u>(313,879)</u>	<u>1,678,333</u>
Cash and cash equivalents at end of the period		<u><u>1,381,462,038</u></u>	<u><u>2,889,825,737</u></u>	<u><u>1,381,462,038</u></u>	<u><u>2,889,825,737</u></u>
<b>Non-cash transaction:</b>					
Outstanding liabilities arisen from purchases of plant, equipment and intangible assets		57,263,106	56,334,336	57,263,106	56,334,336
Accrued dividend income from long-term investment		13,224,767	-	13,224,767	-

The notes to the interim financial information on page 13 to 23 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the six-month periods ended 30 September 2012 and 2011**

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**1 General information**

Thai Stanley Electric Public Company Limited (“the Company”) is a public limited company, incorporated in Thailand. The address of its registered office is 29/3 Moo 1 Bangpoon-Rungsit Road, Banklang, Amphur Muang, Pathumthanee, Thailand 12000. The Company is listed on the Stock Exchange of Thailand.

The principal business operation of the Company is the manufacture and sales of automotive bulbs, lighting equipment and molds and dies.

This interim financial information has been approved by the Company’s Board of directors on 2 November 2012.

This interim financial information has been reviewed, not audited.

**2 Basis of preparation**

This interim financial information is prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial information (i.e. statement of financial position, statement of income, statement of comprehensive income, statement of changes in shareholders’ equity and statement of cash flows) is prepared in the full format as required by the Securities and Exchange Commission. The notes to the interim financial information are prepared in a condensed format according to Thai Accounting Standard no. 34, “Interim Financial Reporting” and additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act B.E. 2535.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 March 2012.

An English version of the interim financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

**3 Accounting policies**

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 March 2012.

**New accounting standards, amendments to accounting standards, new financial reporting standard and new interpretation**

The following new accounting standards, amendments to accounting standards, new financial reporting standard and new interpretation are mandatory for the accounting periods beginning on or after 1 January 2013, but the Company has not early adopted them.

TAS 12	Income Taxes
TAS 20 (Revised 2009)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rates
TFRS 8	Operating Segments
TSIC 10	Government Assistance - No Specific Relation to Operating Activities
TSIC 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets
TSIC 25	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

**3 Accounting policies (Cont'd)**

**New accounting standards, amendments to accounting standards, new financial reporting standard and new interpretation (Cont'd)**

The Company's management has determined that the new accounting standards, amendments to accounting standards, new financial reporting standard and new interpretation will not significantly impact the financial information being presented, except for TAS 12 Income Taxes and TFRS 8 Operating Segments.

TAS 12, this deals with taxes on income, comprising current tax and deferred tax. Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, using tax rates and tax law that have been enacted or substantively enacted by the end of the reporting period. Deferred taxes are measured based on the temporary difference between the tax base of an asset or liability and its carrying amount in the financial statements and using the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates and tax law that have been enacted or substantively enacted by the end of the reporting period. The Company will apply this standard from 1 April 2013 retrospectively. The management is currently assessing the impact of applying this standard.

TFRS 8, the standard requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. The Company will apply this standard from 1 April 2013. The Company's management has determined that this standard will impact on entity-wide disclosures only. For segment information, as the Company currently manufactures and sells auto bulbs, automotive lighting equipment and molds & dies at one establishment. In addition, the sales, assets and profit of mold & die segment, which is different from auto bulbs and automotive lighting equipment, do not meet quantitative thresholds of reportable segment. Moreover, the Company's management allocates resources and assesses the Company's performance as a whole. Therefore, the Company's management has determined that the current disclosure of segment information is sufficient and consistent with this standard's requirements.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

**4 Short-term investments held to maturity**

Short-term investments held to maturity represent bills of exchange, treasury bills and fixed deposits which have original maturities between 3 and 12 months.

Movement in short-term investments held to maturity is as follows:

<b>For the six-month period ended 30 September 2012</b>	<b>Unaudited Baht</b>
Opening net book amount	198,849,700
Settled during the period	<u>(198,849,700)</u>
Closing net book amount	<u>-</u>

As at 31 March 2012, short-term investments held to maturity bore interest at the average rate at 3.00% - 3.02% per annum.

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the six-month periods ended 30 September 2012 and 2011**

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**5 Trade and other accounts receivable, net**

Trade and other accounts receivable, net as at 30 September 2012 and 31 March 2012 are as follows:

	<b>Unaudited 30 September 2012 Baht</b>	<b>Audited 31 March 2012 Baht</b>
Trade accounts receivable - other companies	1,672,294,464	1,231,280,105
<u>Less Allowance for doubtful account</u>	<u>(3,648,312)</u>	<u>(4,161,447)</u>
Trade accounts receivable - other companies, net	1,668,646,152	1,227,118,658
Trade accounts receivable - related companies (Note 6)	142,207,305	132,828,274
Prepaid expenses	25,568,854	43,381,518
Accrued income	27,974,018	14,881,508
Value added tax receivable	87,013,113	95,594,694
Other receivables	29,480,426	32,553,609
	<u>1,980,889,868</u>	<u>1,546,358,261</u>

Trade accounts receivable as at 30 September 2012 and 31 March 2012 can be analysed as follows:

	<b>Trade accounts receivable- other companies</b>		<b>Trade accounts receivable- related parties</b>	
	<b>Unaudited 30 September 2012 Baht</b>	<b>Audited 31 March 2012 Baht</b>	<b>Unaudited 30 September 2012 Baht</b>	<b>Audited 31 March 2012 Baht</b>
Current	1,653,100,863	1,115,901,330	136,953,133	127,121,859
Overdue				
- less than 3 months	4,626,942	34,567,355	1,118,984	1,760,310
- 3 - 6 months	8,450,847	75,368,114	29,907	3,946,105
- 6 - 12 months	2,422,547	1,395,889	4,105,281	-
- more than 1 year	3,693,265	4,047,417	-	-
	<u>1,672,294,464</u>	<u>1,231,280,105</u>	<u>142,207,305</u>	<u>132,828,274</u>



**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the six-month periods ended 30 September 2012 and 2011**

**6 Related party transactions**

The Company has significant transactions with its major shareholder, Stanley Electric Company Limited, incorporated in Japan which holds 29.95% interest in the Company's share capital. The Company also has significant transactions with a group of individual shareholders who are members of the Company's management and hold 29.08% interest in the Company's share capital.

Purchases from related parties mainly comprise specific materials or materials which are manufactured on a large scale at one source for cost saving benefits. Sales to related parties mainly represent export sales, and selling price is determined based on manufacturing cost plus a certain margin. A royalty fee is charged at 3% of the amount of sales less imported material cost from the related party in accordance with the agreement.

A design and development fee and other fees are charged in the normal course of business. The outstanding balances are presented as other accounts payable - related parties.

The following significant transactions were carried out with related parties:

	<b>Unaudited</b>			
	<b>For the three-month periods ended 30 September</b>		<b>For the six-month periods ended 30 September</b>	
	<b>2012</b>	<b>2011</b>	<b>2012</b>	<b>2011</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Sales</b>				
Stanley Electric Group companies	93,856,050	93,987,401	209,567,765	199,136,631
Companies related by way of the Company's management and directors as shareholders or by way of common directors	43,097,974	39,816,506	94,294,148	87,338,879
Associates	32,696,691	28,927,145	66,349,384	82,735,020
	<u>169,650,715</u>	<u>162,731,052</u>	<u>370,211,297</u>	<u>369,210,530</u>
<b>Dividend income</b>				
Stanley Electric Group companies	13,759,848	62,882,134	24,147,142	62,882,134
Companies related by way of the Company's management and directors as shareholders or by way of common directors	-	-	-	508,459
Associates	-	-	42,254,841	39,124,391
	<u>13,759,848</u>	<u>62,882,134</u>	<u>66,401,983</u>	<u>102,514,984</u>
<b>Other income</b>				
Stanley Electric Group companies	1,537,671	660,376	2,020,678	919,908
Associates	47,000	16,520	267,505	22,760
	<u>1,584,671</u>	<u>676,896</u>	<u>2,288,183</u>	<u>942,668</u>
<b>Purchases of goods and services</b>				
Stanley Electric Group companies	360,195,095	315,844,726	556,260,187	544,438,815
Companies related by way of the Company's management and directors as shareholders or by way of common directors	84,747,554	75,572,440	158,207,356	133,508,198
Associates	9,210,128	5,899,487	16,025,984	7,471,864
	<u>454,152,777</u>	<u>397,316,653</u>	<u>730,493,527</u>	<u>685,418,877</u>
<b>Royalty fee</b>				
Stanley Electric Group companies	78,212,616	67,099,024	146,785,441	124,381,302
<b>Design and development fee</b>				
Stanley Electric Group companies	285,852	15,454,318	536,095	19,029,182

**Thai Stanley Electric Public Company Limited**  
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**For the six-month periods ended 30 September 2012 and 2011**

**6 Related party transactions (Cont'd)**

The following significant transactions were carried out with related parties: (Cont'd)

	<b>Unaudited</b>			
	<b>For the three-month</b>		<b>For the six-month</b>	
	<b>periods ended 30 September</b>		<b>periods ended 30 September</b>	
	<b>2012</b>	<b>2011</b>	<b>2012</b>	<b>2011</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Technical fee</b>				
Stanley Electric Group companies	2,913,204	1,835,860	7,242,565	8,116,028
<b>Training fee</b>				
Stanley Electric Group companies	8,400,000	1,037,017	13,361,121	2,151,060
<b>Commission</b>				
Stanley Electric Group companies	1,041,000	795,957	1,041,000	1,020,599
<b>Directors' and managements' remuneration</b>	15,848,096	12,413,248	27,297,771	23,655,937

The amounts due to/from related parties are mainly denominated in foreign currencies and relate to purchases and sales transactions. The outstanding balances as at 30 September 2012 and 31 March 2012 are as follows:

	<b>Unaudited</b>	<b>Audited</b>
	<b>30 September</b>	<b>31 March</b>
	<b>2012</b>	<b>2012</b>
	<b>Baht</b>	<b>Baht</b>
<b>Trade accounts receivable - related parties</b>		
Stanley Electric Group companies	52,108,362	42,291,766
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	61,272,486	69,717,984
Associates	28,826,457	20,818,524
	<u>142,207,305</u>	<u>132,828,274</u>
<b>Trade accounts payable - related parties</b>		
Stanley Electric Group companies	258,227,159	119,901,154
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	32,905,956	27,717,595
Associates	9,119,543	9,002,302
	<u>300,252,658</u>	<u>156,621,051</u>
<b>Other accounts payable - related parties</b>		
Stanley Electric Group companies	<u>163,060,820</u>	<u>186,129,113</u>

**Thai Stanley Electric Public Company Limited**  
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**7 Investments in associates**

a) Movements in investments in associates are as follows:

	<b>For the six-month period ended 30 September 2012</b>	
	<b>Equity Method Unaudited Baht</b>	<b>Cost Method Unaudited Baht</b>
Opening net book amount	417,868,654	57,176,689
Share of profit	50,523,531	-
Dividends received	(42,254,841)	-
Translation adjustments	546,587	-
Closing net book amount	<u>426,683,931</u>	<u>57,176,689</u>

b) The details of investments in associates are as follows:

Name	Business activity	Paid-up share capital	% of holding	Equity Method			
				Unaudited 30 September 2012		Audited 31 March 2012	
				Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
<b>Associates</b>							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	13,309,003	-	11,425,918	4,185,446
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	413,374,928	42,254,841	406,442,736	36,923,306
				<u>426,683,931</u>	<u>42,254,841</u>	<u>417,868,654</u>	<u>41,108,752</u>
<b>Cost Method</b>							
				Unaudited 30 September 2012		Audited 31 March 2012	
Name	Business activity	Paid-up share capital	% of holding	Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
<b>Associates</b>							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	3,132,500	-	3,132,500	4,185,446
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	54,044,189	42,254,841	54,044,189	36,923,306
				<u>57,176,689</u>	<u>42,254,841</u>	<u>57,176,689</u>	<u>41,108,752</u>

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the six-month periods ended 30 September 2012 and 2011**

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**8 Long-term investments, net**

Long-term investments, net as at 30 September 2012 and 31 March 2012 are as follows:

<b>As at 30 September 2012 (Unaudited)</b>	<b>Available- for-sale investments Baht</b>	<b>General investments Baht</b>	<b>Total Baht</b>
<b>Equity securities</b>			
- Related parties	5,520,000	113,075,115	118,595,115
- Other companies	-	27,178,523	27,178,523
Long-term investments, net	<u>5,520,000</u>	<u>140,253,638</u>	<u>145,773,638</u>
<b>As at 31 March 2012 (Audited)</b>	<b>Available- for-sale investments Baht</b>	<b>General investments Baht</b>	<b>Total Baht</b>
<b>Equity securities</b>			
- Related parties	4,400,000	114,688,615	119,088,615
- Other companies	-	27,178,523	27,178,523
Long-term investments, net	<u>4,400,000</u>	<u>141,867,138</u>	<u>146,267,138</u>

**Thai Stanley Electric Public Company Limited**  
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**For the six-month periods ended 30 September 2012 and 2011**

**8 Long-term investments, net (Cont'd)**

The details of long-term investments are as follows:

Name	Business activity	Paid-up share capital	% of holding	Unaudited 30 September 2012		Audited 31 March 2012	
				Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
<b>Related party - available for sale</b>							
Inoue Rubber (Thailand) Public Company Limited	Manufacture of tyre	Baht 200 million	0.2	3,380,000	-	3,380,000	97,440
Change in fair value of investment				2,140,000	-	1,020,000	-
				<u>5,520,000</u>	<u>-</u>	<u>4,400,000</u>	<u>97,440</u>
<b>Related parties - general investments (at cost)</b>							
Asian Stanley International Company Limited	Manufacture of small bulbs, LED and electronic components	Baht 400 million	15.0	60,000,000	10,387,294	60,000,000	19,143,458
Sirivit Stanley Company Limited	Manufacture of electronic equipment and automotive lighting	Baht 21 million	15.0	3,000,000	-	3,000,000	508,459
Lumax Industries Limited	Manufacture of automotive lighting equipment and auto parts	RS 93.5 million	1.73	8,793,715	535,081	8,793,715	618,271
PT. Indonesia Stanley Electric	Manufacture of molds and automotive lighting	USD 7.5 million	10.0	33,127,500	13,224,767	33,127,500	43,120,405
Stanley Electric Engineering India PVT.	Design molds and manufacture of lamps and molds	RS 161 million	10.0	16,263,000	-	16,263,000	-
<u>Less</u> Impairment of investment				<u>(8,109,100)</u>	<u>-</u>	<u>(6,495,600)</u>	<u>-</u>
				<u>113,075,115</u>	<u>24,147,142</u>	<u>114,688,615</u>	<u>63,390,593</u>
<b>Other companies - general investments (at cost)</b>							
Sum Hitechs Company Limited	Chrome plating on plastic products	Baht 104 million	16.35	27,178,523	-	27,178,523	-
Top Hitech (Thailand) Company Limited	Manufacture of plastic products and molds	Baht 35.9 million	13.9	5,000,000	-	5,000,000	-
<u>Less</u> Impairment of investment				<u>(5,000,000)</u>	<u>-</u>	<u>(5,000,000)</u>	<u>-</u>
				<u>27,178,523</u>	<u>-</u>	<u>27,178,523</u>	<u>-</u>
<b>Total long-term investments, net</b>				<u>145,773,638</u>	<u>24,147,142</u>	<u>146,267,138</u>	<u>63,488,033</u>

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the six-month periods ended 30 September 2012 and 2011**

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**9 Property, plant and equipment, net**

<b>For the six-month period ended 30 September 2012</b>	<b>Unaudited Baht</b>
Opening net book amount	4,574,302,530
Additions	1,393,610,009
Disposals/write - offs, net	(31,218)
<u>Less</u> Depreciation charge	<u>(362,156,495)</u>
Closing net book amount	<u>5,605,724,826</u>

The additions during the period mainly compose of land, factory building, machines and equipment for production capacity expansion.

As at 30 September 2012, the Company has capital commitments amount of Baht 125 million (31 March 2012: Baht 721 million). The capital commitment mainly comprises machines for production expansion in the future.

**10 Intangible assets, net**

<b>For the six-month period ended 30 September 2012</b>	<b>Unaudited Baht</b>
Opening net book amount	437,255,701
Additions	50,048,520
<u>Less</u> Amortisation charge	<u>(56,300,993)</u>
Closing net book amount	<u>431,003,228</u>

**11 Other non-current assets, net**

	<b>Unaudited 30 September 2012 Baht</b>	<b>Audited 31 March 2012 Baht</b>
Advance payment for construction, purchase of machines and equipment	9,820,727	75,402,558
Others	21,331,842	24,648,859
	<u>31,152,569</u>	<u>100,051,417</u>

**12 Accrued expenses**

	<b>Unaudited 30 September 2012 Baht</b>	<b>Audited 31 March 2012 Baht</b>
Accrued salary	93,512,784	70,863,314
Accrued bonus	87,263,230	36,454,856
Accrued electricity expense	32,084,792	24,043,558
Accrued flood – prevention and rehabilitation expenses	-	17,400,000
Others	63,253,740	43,423,320
	<u>276,114,546</u>	<u>192,185,048</u>

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the six-month periods ended 30 September 2012 and 2011**

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**13 Dividends paid**

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 26 June 2012, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2012 for 76,625,000 shares of Baht 3 per share totalling, Baht 229,875,000. There are 2,900 shares that were not entitled to receive the dividends, totalling Baht 8,700 as the depository terms were not in compliance with practices of the Thailand Security Depository Co., Ltd. The Company recorded actual dividends paid amounting to Baht 229,866,300 in the financial statements. The Company paid the dividends to the shareholders on 24 July 2012.

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 8 July 2011, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2011 for 76,625,000 shares of Baht 6.5 per share totalling, Baht 498,062,500. There are 3,100 shares that were not entitled to receive the dividends, totalling Baht 20,150 as the depository terms were not in compliance with practices of the Thailand Security Depository Co., Ltd. The Company recorded actual dividends paid amounting to Baht 498,042,350 in the financial statements. The Company paid the dividends to the shareholders on 4 August 2011.

**14 Other expenses**

The other expenses in the statement of income for the six-month period ended 30 September 2012 are related to expenses arising from floods which mainly comprise repair and rehabilitation expenses.

**15 Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit attributable to shareholders by the weighted average number of common shares in issue during the period (30 September 2012: 76,625,000 shares and 30 September 2011: 76,625,000 shares).

There are no dilutive ordinary shares in issue for the six-month periods ended 30 September 2012 and 2011.

**16 Commitments and contingent liabilities**

For the six-month period ended 30 September 2012, there were no significant changes in commitments and contingent liabilities and other agreements from the year ended 31 March 2012, except the capital commitment as mentioned in Note 9 and the following item:

Forward exchange contracts

As at 30 September 2012 and 31 March 2012, the balances of trade accounts receivable net off with trade accounts payable in respect of purchases and sales proceeds due in foreign currencies are as follows:

		<b>Unaudited 30 September 2012</b>	<b>Audited 31 March 2012</b>
Net payables - Yen currency	Yen	145.94 million	594.41 million
- USD currency	USD	3.84 million	4.44 million
Forward exchange contracts - Yen currency	Yen	70 million	100 million
- USD currency	USD	0.8 million	-
Maturity of forward exchange contracts		1 - 2 months	1 - 2 months

**17 Business segment information**

The Company currently manufactures and sells auto bulbs, automotive lighting equipment and molds & dies. The business segment information for molds and dies, which is different from auto bulbs and automotive lighting, has not been separately reported as the sales of this segment represent only 2.28% and 1.38% of total sales for the three-month and six-month periods ended 30 September 2012, respectively (for the three-month and six-month periods ended 30 September 2011: 2.66% and 2.70% of total sales, respectively).