

**THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED**

**INTERIM FINANCIAL INFORMATION (UNAUDITED)**

**31 DECEMBER 2014**

## **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 31 December 2014, the related statements of income and comprehensive income in which the equity method is applied and the Company only for the three-month and nine-month periods ended 31 December 2014, the related statements of changes in shareholders' equity and cash flows in which the equity method is applied and the Company only for the nine-month period ended 31 December 2014 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".

Varaporn Vorathitikul  
Certified Public Accountant (Thailand) No. 4474  
PricewaterhouseCoopers ABAS Ltd.

Bangkok  
30 January 2015

**Thai Stanley Electric Public Company Limited**  
**Statements of Financial Position**  
**As at 31 December 2014**

	Notes	Financial statements in which the equity method is applied		The Company only	
		Unaudited	Audited	Unaudited	Audited
		31 December 2014 Baht	31 March 2014 Baht	31 December 2014 Baht	31 March 2014 Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		1,673,898,299	2,667,174,874	1,673,898,299	2,667,174,874
Short-term investments held to maturity	5	1,209,207,350	159,913,041	1,209,207,350	159,913,041
Trade and other accounts receivable, net	6, 7	1,588,504,372	1,663,301,873	1,588,504,372	1,663,301,873
Inventories, net	8	969,032,898	729,396,333	969,032,898	729,396,333
Corporate income tax refundable		35,804,368	35,804,368	35,804,368	35,804,368
Other current assets		8,809,802	6,379,943	8,809,802	6,379,943
<b>Total current assets</b>		<b>5,485,257,089</b>	<b>5,261,970,432</b>	<b>5,485,257,089</b>	<b>5,261,970,432</b>
<b>Non-current assets</b>					
Investments in associates	9	668,834,980	601,562,344	57,176,689	57,176,689
Long-term investments, net	10	138,019,738	137,939,738	138,019,738	137,939,738
Property, plant and equipment, net	11	5,842,817,229	5,975,283,867	5,842,817,229	5,975,283,867
Intangible assets, net	12	610,886,679	508,440,679	610,886,679	508,440,679
Deferred tax assets, net		-	-	70,407,141	63,112,307
Other non-current assets, net		27,522,690	20,879,000	27,522,690	20,879,000
<b>Total non-current assets</b>		<b>7,288,081,316</b>	<b>7,244,105,628</b>	<b>6,746,830,166</b>	<b>6,762,832,280</b>
<b>Total assets</b>		<b>12,773,338,405</b>	<b>12,506,076,060</b>	<b>12,232,087,255</b>	<b>12,024,802,712</b>

Director \_\_\_\_\_  
(Mr. Koichi Nagano)

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

Date \_\_\_\_\_

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Financial Position**  
**As at 31 December 2014**

	Note	Financial statements in which the equity method is applied		The Company only	
		Unaudited	Audited	Unaudited	Audited
		31 December 2014 Baht	31 March 2014 Baht	31 December 2014 Baht	31 March 2014 Baht
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade accounts payable - other companies		466,924,921	460,246,711	466,924,921	460,246,711
Trade accounts payable - related parties	7	347,884,257	232,632,274	347,884,257	232,632,274
Other accounts payable - other companies		137,401,777	281,971,092	137,401,777	281,971,092
Other accounts payable - related parties	7	167,331,582	113,384,709	167,331,582	113,384,709
Accrued corporate income tax		74,618,865	160,083,089	74,618,865	160,083,089
Advances received from customers		-	12,084,984	-	12,084,984
Accrued expenses		231,371,384	223,880,906	231,371,384	223,880,906
<b>Total current liabilities</b>		<b>1,425,532,786</b>	<b>1,484,283,765</b>	<b>1,425,532,786</b>	<b>1,484,283,765</b>
<b>Non-current liabilities</b>					
Deferred tax liabilities, net		51,924,517	45,764,824	-	-
Provision for post-employment benefits		138,522,887	144,191,620	138,522,887	144,191,620
<b>Total non-current liabilities</b>		<b>190,447,404</b>	<b>189,956,444</b>	<b>138,522,887</b>	<b>144,191,620</b>
<b>Total liabilities</b>		<b>1,615,980,190</b>	<b>1,674,240,209</b>	<b>1,564,055,673</b>	<b>1,628,475,385</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					
		10,321,185,411	9,990,720,384	9,740,312,082	9,468,671,827
Other components of equity		(89,514,696)	(84,572,033)	2,032,000	1,968,000
<b>Total shareholders' equity</b>		<b>11,157,358,215</b>	<b>10,831,835,851</b>	<b>10,668,031,582</b>	<b>10,396,327,327</b>
<b>Total liabilities and shareholders' equity</b>		<b>12,773,338,405</b>	<b>12,506,076,060</b>	<b>12,232,087,255</b>	<b>12,024,802,712</b>

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Income (Unaudited)**  
**For the three-month period ended 31 December 2014**

	Notes	Financial statements in which the equity method is applied		The Company only	
		2014 Baht	2013 Baht	2014 Baht	2013 Baht
Revenues from sales and services	7	2,343,073,074	2,460,499,250	2,343,073,074	2,460,499,250
Costs of sales and services	7	(1,909,160,355)	(1,938,970,055)	(1,909,160,355)	(1,938,970,055)
<b>Gross profit</b>		433,912,719	521,529,195	433,912,719	521,529,195
Other income					
- Gain on sales of property, plant and equipment, net	11	91,448,336	3,238,638	91,448,336	3,238,638
- Gain on exchange rates, net		5,311,465	8,278,894	5,311,465	8,278,894
- Others		35,658,455	30,919,661	35,658,455	30,919,661
<b>Profit before expenses</b>		566,330,975	563,966,388	566,330,975	563,966,388
Selling expenses	7	(109,657,518)	(112,691,287)	(109,657,518)	(112,691,287)
Administrative expenses	7	(77,318,762)	(70,914,089)	(77,318,762)	(70,914,089)
<b>Total expenses</b>		(186,976,280)	(183,605,376)	(186,976,280)	(183,605,376)
<b>Operating profit</b>		379,354,695	380,361,012	379,354,695	380,361,012
Share of profit from investments in associates		53,151,374	41,234,449	-	-
<b>Profit before income tax</b>		432,506,069	421,595,461	379,354,695	380,361,012
Income tax		(82,632,318)	(86,557,286)	(72,002,044)	(78,310,395)
<b>Net profit for the period</b>		<u>349,873,751</u>	<u>335,038,175</u>	<u>307,352,651</u>	<u>302,050,617</u>
<b>Basic earnings per share</b>	13				
Net profit for the period		<u>4.57</u>	<u>4.37</u>	<u>4.01</u>	<u>3.94</u>

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Comprehensive Income (Unaudited)**  
**For the three-month period ended 31 December 2014**

---

	<b>Financial statements in which the equity method is applied</b>		<b>The Company only</b>	
	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Net profit for the period</b>	349,873,751	335,038,175	307,352,651	302,050,617
<b>Other comprehensive income for the period after tax:</b>				
Unrealised loss on change in fair value of available-for-sale investment	(672,000)	(64,000)	(672,000)	(64,000)
Exchange differences relating to investments in associates	(5,601,609)	(4,174,512)	-	-
<b>Other comprehensive expenses for the period, net of tax</b>	(6,273,609)	(4,238,512)	(672,000)	(64,000)
<b>Total comprehensive income for the period</b>	<u>343,600,142</u>	<u>330,799,663</u>	<u>306,680,651</u>	<u>301,986,617</u>

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.

---

**Thai Stanley Electric Public Company Limited**  
**Statements of Income (Unaudited)**  
**For the nine-month period ended 31 December 2014**

	Notes	Financial statements in which the equity method is applied		The Company only	
		2014 Baht	2013 Baht	2014 Baht	2013 Baht
Revenues from sales and services	7	6,772,485,509	7,876,853,743	6,772,485,509	7,876,853,743
Costs of sales and services	7	(5,614,534,623)	(6,220,985,710)	(5,614,534,623)	(6,220,985,710)
<b>Gross profit</b>		1,157,950,886	1,655,868,033	1,157,950,886	1,655,868,033
Other income					
- Gain on sales of property, plant and equipment, net	11	96,277,348	-	96,277,348	-
- Dividend income	7, 9, 10	8,900,119	39,738,273	51,646,555	78,884,321
- Gain on exchange rates, net		17,426,222	7,694,249	17,426,222	7,694,249
- Others		126,846,281	139,169,198	126,846,281	139,169,198
<b>Profit before expenses</b>		1,407,400,856	1,842,469,753	1,450,147,292	1,881,615,801
Selling expenses	7	(319,642,368)	(371,233,762)	(319,642,368)	(371,233,762)
Administrative expenses	7	(217,815,691)	(211,055,092)	(217,815,691)	(211,055,092)
<b>Total expenses</b>		(537,458,059)	(582,288,854)	(537,458,059)	(582,288,854)
<b>Operating profit</b>		869,942,797	1,260,180,899	912,689,233	1,299,326,947
Share of profit from investments in associates	9	116,277,400	94,926,525	-	-
<b>Profit before income tax</b>		986,220,197	1,355,107,424	912,689,233	1,299,326,947
Income tax		(196,695,170)	(269,371,578)	(181,988,978)	(258,215,482)
<b>Net profit for the period</b>		<u>789,525,027</u>	<u>1,085,735,846</u>	<u>730,700,255</u>	<u>1,041,111,465</u>
<b>Basic earnings per share</b>	13				
Net profit for the period		<u>10.30</u>	<u>14.17</u>	<u>9.54</u>	<u>13.59</u>

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Comprehensive Income (Unaudited)**  
**For the nine-month period ended 31 December 2014**

---

	<b>Financial statements in which the equity method is applied</b>		<b>The Company only</b>	
	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Net profit for the period</b>	789,525,027	1,085,735,846	730,700,255	1,041,111,465
<b>Other comprehensive income for the period after tax:</b>				
Unrealised gain (loss) on change in fair value of available-for-sale investment	64,000	(1,408,000)	64,000	(1,408,000)
Exchange differences relating to investments in associates	(5,006,663)	25,143,680	-	-
<b>Other comprehensive income (expenses) for the period, net of tax</b>	(4,942,663)	23,735,680	64,000	(1,408,000)
<b>Total comprehensive income for the period</b>	<u>784,582,364</u>	<u>1,109,471,526</u>	<u>730,764,255</u>	<u>1,039,703,465</u>

---

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.



Thai Stanley Electric Public Company Limited  
 Statements of Changes in Shareholders' Equity (Unaudited)  
 For the nine-month period ended 31 December 2014

Financial statements in which the equity method is applied									
					Other components of equity				
					Other comprehensive income				
					Unrealised gain on		Cumulative	Total	Total
					change in fair value		differences	other	shareholders'
					of available-for-sale		relating to	components	equity
					investment		investments in	of equity	equity
					Baht		associates	Baht	Baht
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	Unrealised gain on change in fair value of available-for-sale investment Baht	Cumulative exchange differences relating to investments in associates Baht	Total other components of equity Baht	Total shareholders' equity Baht
<b>Opening balance as at 1 April 2014</b>	383,125,000	504,250,000	38,312,500	9,990,720,384	1,968,000	(86,540,033)	(84,572,033)	10,831,835,851	
Total comprehensive income for the period	-	-	-	789,525,027	64,000	(5,006,663)	(4,942,663)	784,582,364	
Dividends paid	14	-	-	(459,060,000)	-	-	-	(459,060,000)	
<b>Closing balance as at 31 December 2014</b>	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>10,321,185,411</u>	<u>2,032,000</u>	<u>(91,546,696)</u>	<u>(89,514,696)</u>	<u>11,157,358,215</u>	
<b>Opening balance as at 1 April 2013</b>	383,125,000	504,250,000	38,312,500	9,020,393,751	3,504,000	(114,009,318)	(110,505,318)	9,835,575,933	
Total comprehensive income for the period	-	-	-	1,085,735,846	(1,408,000)	25,143,680	23,735,680	1,109,471,526	
Dividends paid	14	-	-	(517,185,675)	-	-	-	(517,185,675)	
<b>Closing balance as at 31 December 2013</b>	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>9,588,943,922</u>	<u>2,096,000</u>	<u>(88,865,638)</u>	<u>(86,769,638)</u>	<u>10,427,861,784</u>	

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
 Statements of Changes in Shareholders' Equity (Unaudited)  
 For the nine-month period ended 31 December 2014

The Company only								
	Note	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		Other components of equity		Total shareholders' equity Baht
				Legal reserve Baht	Unappropriated retained earnings Baht	Unrealised gain on change in fair value of available-for-sale investment Baht	Other comprehensive income Total other components of equity Baht	
<b>Opening balance as at 1 April 2014</b>		383,125,000	504,250,000	38,312,500	9,468,671,827	1,968,000	1,968,000	10,396,327,327
Total comprehensive income for the period		-	-	-	730,700,255	64,000	64,000	730,764,255
Dividends paid	14	-	-	-	(459,060,000)	-	-	(459,060,000)
<b>Closing balance as at 31 December 2014</b>		<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>9,740,312,082</u>	<u>2,032,000</u>	<u>2,032,000</u>	<u>10,668,031,582</u>
<b>Opening balance as at 1 April 2013</b>		383,125,000	504,250,000	38,312,500	8,571,464,569	3,504,000	3,504,000	9,500,656,069
Total comprehensive income for the period		-	-	-	1,041,111,465	(1,408,000)	(1,408,000)	1,039,703,465
Dividends paid	14	-	-	-	(517,185,675)	-	-	(517,185,675)
<b>Closing balance as at 31 December 2013</b>		<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>9,095,390,359</u>	<u>2,096,000</u>	<u>2,096,000</u>	<u>10,023,173,859</u>

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Cash Flows (Unaudited)**  
**For the nine-month period ended 31 December 2014**

	Notes	Financial statements in which the equity method is applied		The Company only	
		2014 Baht	2013 Baht	2014 Baht	2013 Baht
<b>Cash flows from operating activities:</b>					
Profit before income tax for the period		986,220,197	1,355,107,424	912,689,233	1,299,326,947
Adjustments to reconcile profit before income tax to net cash provided by operations:					
- Depreciation	11	733,213,737	682,101,414	733,213,737	682,101,414
- Amortisation	12	111,307,481	92,513,947	111,307,481	92,513,947
- Interest income		(30,909,680)	(34,891,862)	(30,909,680)	(34,891,862)
- Share of profit from investments in associates	9	(116,277,400)	(94,926,525)	-	-
- Dividend income					
- Investments in associates	9	-	-	(42,746,436)	(39,146,048)
- Long-term investments	10	(8,900,119)	(39,738,273)	(8,900,119)	(39,738,273)
- Loss (gain) on disposals of property, plant and equipment		(96,277,348)	735,327	(96,277,348)	735,327
- Loss on write-off of intangible assets		-	77	-	77
- Reversal of allowance for doubtful account		(318,060)	(114,030)	(318,060)	(114,030)
- Reversal of allowance for slow-moving inventories and net realisable value lower than cost of inventories		(8,740,622)	(1,489,302)	(8,740,622)	(1,489,302)
- (Reversal of) provision for post-employment benefits		(5,167,833)	19,607,400	(5,167,833)	19,607,400
- Unrealised gain on exchange rates		(450,944)	(3,233,246)	(450,944)	(3,233,246)
Cash flows before changes in operating assets and liabilities		1,563,699,409	1,975,672,351	1,563,699,409	1,975,672,351
Changes in operating assets and liabilities					
- Trade and other accounts receivable		77,465,324	477,659,540	77,465,324	477,659,540
- Inventories		(230,895,943)	103,062,917	(230,895,943)	103,062,917
- Other current assets		(2,429,859)	527,361	(2,429,859)	527,361
- Other non-current assets		(6,643,690)	(1,051,344)	(6,643,690)	(1,051,344)
- Trade accounts payable - other companies		6,678,210	(160,389,216)	6,678,210	(160,389,216)
- Trade accounts payable - related parties		115,251,983	(71,926,544)	115,251,983	(71,926,544)
- Other accounts payable - other companies		(67,752,267)	(110,270,618)	(67,752,267)	(110,270,618)
- Other accounts payable - related parties		54,053,419	(6,266,293)	54,053,419	(6,266,293)
- Advances received from customers		(12,084,984)	6,767,428	(12,084,984)	6,767,428
- Accrued expenses		7,490,478	3,837,626	7,490,478	3,837,626
- Payment for post-employment benefits		(500,900)	(456,680)	(500,900)	(456,680)
Cash generated from operations		1,504,331,180	2,217,166,528	1,504,331,180	2,217,166,528
Interest received		27,419,783	31,303,059	27,419,783	31,303,059
Income tax paid		(274,764,036)	(419,011,246)	(274,764,036)	(419,011,246)
Net cash received from operating activities		1,256,986,927	1,829,458,341	1,256,986,927	1,829,458,341

The notes to the interim financial information on page 12 to 20 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statements of Cash Flows (Unaudited)**  
**For the nine-month period ended 31 December 2014**

	Notes	Financial statements in which the equity method is applied		The Company only	
		2014 Baht	2013 Baht	2014 Baht	2013 Baht
<b>Cash flows from investing activities:</b>					
Purchases of property, plant and equipment		(785,325,183)	(711,872,258)	(785,325,183)	(711,872,258)
Proceeds from sales of property, plant and equipment		207,675,618	7,093,353	207,675,618	7,093,353
Interest received on short-term investments held to maturity		1,140,134	3,087,773	1,140,134	3,087,773
Dividends received					
- Investments in associates	9	42,746,436	39,146,048	42,746,436	39,146,048
- Long-term investments	10	8,900,119	39,738,273	8,900,119	39,738,273
Purchases of intangible assets		(217,497,261)	(156,734,042)	(217,497,261)	(156,734,042)
Cash receipts from short-term investments held to maturity	5	159,913,041	365,000,000	159,913,041	365,000,000
Cash payments on short-term investments held to maturity	5	<u>(1,209,207,350)</u>	<u>(819,282,515)</u>	<u>(1,209,207,350)</u>	<u>(819,282,515)</u>
Net cash used in investing activities		<u>(1,791,654,446)</u>	<u>(1,233,823,368)</u>	<u>(1,791,654,446)</u>	<u>(1,233,823,368)</u>
<b>Cash flow from financing activity:</b>					
Dividends paid	14	<u>(459,060,000)</u>	<u>(517,185,675)</u>	<u>(459,060,000)</u>	<u>(517,185,675)</u>
Net cash used in financing activity		<u>(459,060,000)</u>	<u>(517,185,675)</u>	<u>(459,060,000)</u>	<u>(517,185,675)</u>
<b>Net increase (decrease) in cash and cash equivalents</b>					
		(993,727,519)	78,449,298	(993,727,519)	78,449,298
Cash and cash equivalents at the beginning of the period		2,667,174,874	1,706,831,055	2,667,174,874	1,706,831,055
Effects of exchange rate changes		450,944	3,233,246	450,944	3,233,246
Cash and cash equivalents at the end of the period		<u>1,673,898,299</u>	<u>1,788,513,599</u>	<u>1,673,898,299</u>	<u>1,788,513,599</u>
<b>Non-cash transactions:</b>					
Outstanding liabilities arisen from purchases of plant, equipment and intangible assets		33,960,491	47,833,883	33,960,491	47,833,883

The notes to the interim financial information on page 12 to 20 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 nine-month period ended 31 December 2014**

---

**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 Bangpooon-Rungsit Road, Banklang, Amphur Muang, Pathumthane, 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, molds & dies and product designs.

This interim financial information has been approved by the Company’s Board of directors on 30 January 2015.

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 2014.

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.

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 2014.

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.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

**3 New/ revised accounting standards and interpretations**

New/ revised accounting standards and interpretations that are effective for the accounting periods beginning on or after 1 January 2015 and have not been early adopted by the Company are as follows:

TAS 1 (revised 2014)	Presentation of financial statements
TAS 2 (revised 2014)	Inventories
TAS 7 (revised 2014)	Statement of cash flows
TAS 8 (revised 2014)	Accounting policies, changes in accounting estimates and errors
TAS 10 (revised 2014)	Events after the reporting period
TAS 11 (revised 2014)	Construction contracts
TAS 12 (revised 2014)	Income taxes
TAS 16 (revised 2014)	Property, plant and equipment
TAS 17 (revised 2014)	Leases
TAS 18 (revised 2014)	Revenue
TAS 19 (revised 2014)	Employee benefits
TAS 20 (revised 2014)	Accounting for government grants & disclosure of government assistance
TAS 21 (revised 2014)	The effects of changes in foreign exchange rates
TAS 23 (revised 2014)	Borrowing costs
TAS 24 (revised 2014)	Related party disclosures
TAS 26 (revised 2014)	Accounting and reporting by retirement benefit plans
TAS 27 (revised 2014)	Separate financial statements
TAS 28 (revised 2014)	Investments in associates and joint ventures
TAS 29 (revised 2014)	Financial reporting in hyperinflationary economies
TAS 33 (revised 2014)	Earnings per share
TAS 34 (revised 2014)	Interim financial reporting
TAS 36 (revised 2014)	Impairment of assets
TAS 37 (revised 2014)	Provisions, contingent liabilities and contingent assets
TAS 38 (revised 2014)	Intangible assets
TAS 40 (revised 2014)	Investment property
TFRS 2 (revised 2014)	Share-based payment
TFRS 3 (revised 2014)	Business combinations
TFRS 5 (revised 2014)	Non-current asset held for sale and discontinued operations
TFRS 6 (revised 2014)	Exploration for and evaluation of mineral resources
TFRS 8 (revised 2014)	Operating segments
TFRS 10	Consolidated financial statements
TFRS 11	Joint arrangements
TFRS 12	Disclosure of interests in other entities
TFRS 13	Fair value measurement
TSIC 10 (revised 2014)	Government assistance - No specific relation to operating activities
TSIC 15 (revised 2014)	Operating leases - Incentives
TSIC 25 (revised 2014)	Income taxes - Changes in the tax status of an entity or its shareholders
TSIC 27 (revised 2014)	Evaluating the substance of transactions involving the legal form of a lease
TSIC 29 (revised 2014)	Service concession arrangements: Disclosures
TSIC 31 (revised 2014)	Revenue - Barter transactions involving advertising services
TSIC 32 (revised 2014)	Intangible assets - Web site costs
TFRIC 1 (revised 2014)	Changes in existing decommissioning, restoration and similar liabilities
TFRIC 4 (revised 2014)	Determining whether an arrangement contains a lease
TFRIC 5 (revised 2014)	Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds
TFRIC 7 (revised 2014)	Applying the restatement approach under TAS 29 Financial reporting in hyperinflationary economies
TFRIC 10 (revised 2014)	Interim financial reporting and impairment
TFRIC 12 (revised 2014)	Service concession arrangements
TFRIC 13 (revised 2014)	Customer loyalty programmes
TFRIC 14 (revised 2014)	TAS 19 - The limit on a defined benefit asset, minimum funding requirements and their interaction
TFRIC 15 (revised 2014)	Agreements for the construction of real estate
TFRIC 17 (revised 2014)	Distributions of non-cash assets to owners
TFRIC 18 (revised 2014)	Transfers of assets from customers
TFRIC 20	Stripping costs in the production phase of a surface mine

The Company's management has determined that the new/ revised accounting standards and interpretations will not significantly impact the interim financial information being presented.

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the nine-month period ended 31 December 2014**

---

**4 Estimates**

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 March 2014.

**5 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 nine-month period ended 31 December 2014</b>	<b>Unaudited Baht</b>
Opening net book amount	159,913,041
Additions during the period	1,209,207,350
Redemptions during the period	<u>(159,913,041)</u>
Closing net book amount	<u>1,209,207,350</u>

As at 31 December 2014, short-term investments held to maturity bore interest at the average rate of 1.65% - 2.00% per annum (31 March 2014: 2.22% per annum).

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

Trade and other accounts receivable, net as at 31 December 2014 and 31 March 2014 are as follows:

	<b>Unaudited 31 December 2014 Baht</b>	<b>Audited 31 March 2014 Baht</b>
Trade accounts receivable - other companies	1,309,663,566	1,323,048,993
<u>Less</u> Allowance for doubtful account	<u>(2,776,147)</u>	<u>(3,094,207)</u>
Trade accounts receivable - other companies, net	1,306,887,419	1,319,954,786
Trade accounts receivable - related parties (Note 7)	185,117,236	230,711,919
Prepaid expenses	29,348,318	41,191,116
Accrued income	21,887,484	22,508,425
Value added tax receivable	7,412,863	7,661,982
Other receivables	37,851,052	41,273,645
	<u>1,588,504,372</u>	<u>1,663,301,873</u>

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the nine-month period ended 31 December 2014**

**6 Trade and other accounts receivable, net (Cont'd)**

Trade accounts receivable as at 31 December 2014 and 31 March 2014 can be analysed as follows:

	<b>Trade accounts receivable- other companies</b>		<b>Trade accounts receivable- related parties</b>	
	<b>Unaudited 31 December 2014 Baht</b>	<b>Audited 31 March 2014 Baht</b>	<b>Unaudited 31 December 2014 Baht</b>	<b>Audited 31 March 2014 Baht</b>
Current	1,271,157,946	1,195,232,731	174,128,169	229,136,152
Overdue				
- less than 3 months	4,654,983	91,608,548	8,586,800	1,575,767
- 3 - 6 months	268,409	20,377,027	2,402,267	-
- 6 - 12 months	-	12,895,510	-	-
- more than 1 year	33,582,228	2,935,177	-	-
	<u>1,309,663,566</u>	<u>1,323,048,993</u>	<u>185,117,236</u>	<u>230,711,919</u>

**7 Related party transactions**

The Company had the significant transactions with its major shareholder, Stanley Electric Company Limited Group, incorporated in Japan which holds 30.00% interest in the Company's share capital. The Company also had significant transactions with a group of individual shareholders who are members of the Company's management who hold 29.08% interest in the Company's share capital. Stanley Electric Group comprises Stanley Electric Company Limited and related companies.

The following significant transactions were carried out with related parties:

	<b>Unaudited</b>			
	<b>For the three-month periods ended 31 December</b>		<b>For the nine-month periods ended 31 December</b>	
	<b>2014 Baht</b>	<b>2013 Baht</b>	<b>2014 Baht</b>	<b>2013 Baht</b>
<b>Revenues from sales and services</b>				
Stanley Electric Group companies	117,810,175	134,969,926	441,718,916	371,432,271
Companies related by way of the Company's management and directors as shareholders or by way of common directors	40,322,459	36,313,700	111,239,126	116,902,267
Associates	63,151,390	54,322,671	172,037,713	108,024,586
	<u>221,284,024</u>	<u>225,606,297</u>	<u>724,995,755</u>	<u>596,359,124</u>
<b>Dividend income</b>				
Stanley Electric Group companies	-	-	8,900,119	39,738,273
Associates	-	-	42,746,436	39,146,048
	<u>-</u>	<u>-</u>	<u>51,646,555</u>	<u>78,884,321</u>
<b>Purchases of goods and services</b>				
Stanley Electric Group companies	362,549,377	259,028,999	884,122,957	777,054,486
Companies related by way of the Company's management and directors as shareholders or by way of common directors	67,701,693	63,361,306	186,064,830	213,687,612
Associates	41,635,001	7,092,558	129,872,151	24,023,825
	<u>471,886,071</u>	<u>329,482,863</u>	<u>1,200,059,938</u>	<u>1,014,765,923</u>
<b>Royalty fee</b>				
Stanley Electric Group companies	59,446,592	53,063,545	173,777,034	207,017,138
<b>Design and development fee</b>				
Stanley Electric Group companies	72,200,175	13,741,563	141,560,687	64,785,292
<b>Training fee</b>				
Stanley Electric Group companies	5,653,254	6,310,000	18,885,632	11,093,302
<b>Directors' and managements' remuneration</b>	11,712,170	12,484,496	35,495,154	39,210,512



**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the nine-month period ended 31 December 2014**

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

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 31 December 2014 and 31 March 2014 are as follows:

	<b>Unaudited 31 December 2014 Baht</b>	<b>Audited 31 March 2014 Baht</b>
<b>Trade accounts receivable - related parties</b>		
Stanley Electric Group companies	78,919,112	120,589,677
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	54,762,455	44,691,699
Associates	51,435,669	65,430,543
	<u>185,117,236</u>	<u>230,711,919</u>
<b>Trade accounts payable - related parties</b>		
Stanley Electric Group companies	285,093,444	175,339,172
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	23,479,299	24,330,112
Associates	39,311,514	32,962,990
	<u>347,884,257</u>	<u>232,632,274</u>
<b>Other accounts payable - related parties</b>		
Stanley Electric Group companies	<u>167,331,582</u>	<u>113,384,709</u>

**8 Inventories, net**

	<b>Unaudited 31 December 2014 Baht</b>	<b>Audited 31 March 2014 Baht</b>
Raw materials and packaging	233,257,575	217,069,419
Work in process	605,125,483	419,333,182
Finished goods	78,009,098	67,167,767
Goods in transit	81,122,817	63,048,662
	997,514,973	766,619,030
<u>Less</u> Allowance for net realisable value lower than cost and slow moving inventories		
- Raw materials and packaging	(13,514,838)	(10,130,999)
- Work in process	(8,965,663)	(21,289,895)
- Finished goods	(6,001,574)	(5,801,803)
Inventories, net	<u>969,032,898</u>	<u>729,396,333</u>

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the nine-month period ended 31 December 2014**

**9 Investments in associates**

a) Movements in investments in associates are as follows:

<b>For the nine-month period ended 31 December 2014</b>	<b>Equity Method</b>	<b>Cost Method</b>
	<b>Unaudited Baht</b>	<b>Unaudited Baht</b>
Opening net book amount	601,562,344	57,176,689
Share of profit	116,277,400	-
Dividends received	(42,746,436)	-
Translation adjustments	(6,258,328)	-
Closing net book amount	<u>668,834,980</u>	<u>57,176,689</u>

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

<b>Name</b>	<b>Business activity</b>	<b>Paid-up share capital</b>	<b>% of holding</b>	<b>Equity Method</b>		<b>Cost Method</b>	
				<b>Unaudited 31 December 2014</b>	<b>Audited 31 March 2014</b>	<b>Unaudited 31 December 2014</b>	<b>Audited 31 March 2014</b>
				<b>Amount Baht</b>	<b>Dividend Baht</b>	<b>Amount Baht</b>	<b>Dividend Baht</b>
<b>Associates</b>							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	22,560,556	5,573,688	21,885,728	-
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	646,274,424	37,172,748	579,676,616	39,146,048
				<u>668,834,980</u>	<u>42,746,436</u>	<u>601,562,344</u>	<u>39,146,048</u>
<b>Associates</b>							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	3,132,500	5,573,688	3,132,500	-
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	54,044,189	37,172,748	54,044,189	39,146,048
				<u>57,176,689</u>	<u>42,746,436</u>	<u>57,176,689</u>	<u>39,146,048</u>

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the nine-month period ended 31 December 2014**

**10 Long-term investments, net**

Long-term investments, net as at 31 December 2014 and 31 March 2014 are as follows:

<b>As at 31 December 2014 (Unaudited)</b>	<b>Available- for-sale investments Baht</b>	<b>General investments Baht</b>	<b>Total Baht</b>
<b>Equity securities</b>			
- Related parties	5,920,000	104,921,215	110,841,215
- Other companies	-	27,178,523	27,178,523
Long-term investments, net	<u>5,920,000</u>	<u>132,099,738</u>	<u>138,019,738</u>
<b>As at 31 March 2014 (Audited)</b>	<b>Available- for-sale investments Baht</b>	<b>General investments Baht</b>	<b>Total Baht</b>
<b>Equity securities</b>			
- Related parties	5,840,000	104,921,215	110,761,215
- Other companies	-	27,178,523	27,178,523
Long-term investments, net	<u>5,840,000</u>	<u>132,099,738</u>	<u>137,939,738</u>

The details of long-term investments are as follows:

Name	Business activity	Paid-up share capital	% of holding	Unaudited		Audited	
				31 December 2014	31 March 2014	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	327,280
Change in fair value of investment				2,540,000	-	2,460,000	-
				<u>5,920,000</u>	<u>-</u>	<u>5,840,000</u>	<u>327,280</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	-	60,000,000	28,589,723
Sirivit Stanley Company Limited	Manufacture of electronic equipment and automotive lighting	Baht 21 million	15.0	3,000,000	-	3,000,000	-
Lumax Industries Limited	Manufacture of automotive lighting equipment and auto parts	RS 93.5 million	1.73	8,793,715	292,153	8,793,715	355,793
PT. Indonesia Stanley Electric	Manufacture of molds and automotive lighting	USD 7.5 million	10.0	33,127,500	8,607,966	33,127,500	10,792,757
				<u>104,921,215</u>	<u>8,900,119</u>	<u>104,921,215</u>	<u>39,738,273</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	1,700,400
Top Hitech (Thailand) Company Limited	Manufacture of plastic products and molds	Baht 35.9 million	13.9	5,000,000	-	5,000,000	-
Less 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>1,700,400</u>
<b>Total long-term investments, net</b>				<u>138,019,738</u>	<u>8,900,119</u>	<u>137,939,738</u>	<u>41,765,953</u>

**11 Property, plant and equipment, net**

<b>For the nine-month period ended 31 December 2014</b>	<b>Unaudited Baht</b>
Opening net book amount	5,975,283,867
Additions	712,145,369
Disposals/write - offs, net	(111,398,270)
<u>Less</u> Depreciation charge	<u>(733,213,737)</u>
Closing net book amount	<u>5,842,817,229</u>

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

The disposals during the period mainly compose of property, plant and equipment at Navanakorn Industrial Estate, Pathumthanee, with the carrying value of Baht 109 million. Formerly, the Company had used these assets to store inventories and equipment. The Company's management made a decision to discontinue using these assets and sold these assets at Baht 200 million on 27 October 2014.

As at 31 December 2014, the Company has capital commitments amount of Baht 137 million (31 March 2014: Baht 234 million). The capital commitment mainly comprises construction and machines for production expansion in the future.

**12 Intangible assets, net**

<b>For the nine-month period ended 31 December 2014</b>	<b>Unaudited Baht</b>
Opening net book amount	508,440,679
Additions	213,753,481
<u>Less</u> Amortisation charge	<u>(111,307,481)</u>
Closing net book amount	<u>610,886,679</u>

**13 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 (31 December 2014: 76,625,000 shares and 31 December 2013: 76,625,000 shares).

There are no dilutive ordinary shares in issue for the nine-month periods ended 31 December 2014 and 2013.

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the nine-month period ended 31 December 2014**

---

**14 Dividends paid**

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 4 July 2014, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2014 for 76,625,000 shares of Baht 6 per share, totalling Baht 459,750,000. There are 115,000 shares that were not entitled to receive the dividends, totalling Baht 690,000 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 459,060,000 in the financial statements. The Company paid the dividends to the shareholders on 30 July 2014.

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 5 July 2013, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2013 for 76,625,000 shares of Baht 6.75 per share, totalling Baht 517,218,750. There are 4,900 shares that were not entitled to receive the dividends, totalling Baht 33,075 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 517,185,675 in the financial statements. The Company paid the dividends to the shareholders on 31 July 2013.

**15 Commitments and contingent liabilities**

For the nine-month period ended 31 December 2014, there were no significant changes in commitments and contingent liabilities and other agreements from the year ended 31 March 2014, except the capital commitment as mentioned in Note 11 and the following items:

Forward exchange contracts

As at 31 December 2014 and 31 March 2014, the balances of financial assets net off with financial liabilities in respect of purchases and sales proceeds due in foreign currencies are as follows:

	<b>Unaudited 31 December 2014</b>	<b>Audited 31 March 2014</b>
- Net liabilities	Yen 180.77 million	Yen 52.13 million
- Net assets (liabilities)	USD (5.78) million	USD 5.56 million
Forward exchange contracts	Yen 30 million USD 0.5 million	- USD 1.5 million
Maturity of forward exchange contracts	1 month	1 - 3 months

**16 Business segment information**

The Company manufactures and sells auto bulbs, automotive lighting equipment, molds & dies and product designs and does not prepare segment information of mold & die and product design businesses, which are different from auto bulb and automotive lighting equipment businesses, because the Company operates at one establishment in Thailand and the revenues, assets and profits of mold & die and product design segments do not meet quantitative thresholds of reportable segment. In addition, the Company's management allocates resources and assesses the Company's performance as a whole.