

THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED

**INTERIM FINANCIAL INFORMATION
(UNAUDITED)**

30 JUNE 2019



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

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

I have reviewed the interim financial information of Thai Stanley Electric Public Company Limited, which comprises the statement of financial position in which the equity method is applied and the separate statement of financial position as at 30 June 2019, and the statement of income in which the equity method is applied and the separate statement of income, the statement of comprehensive income in which the equity method is applied and the separate statement of comprehensive income, the statement of changes in equity in which the equity method is applied and the separate statement of changes in equity, and the statement of cash flows in which the equity method is applied and the separate statement of cash flows for the three-month period then ended, and the condensed notes to the interim financial information in which the equity method is applied and the separate condensed notes to the interim financial information. 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 of interim financial information 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 accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

Varaporn Vorathitikul

Certified Public Accountant (Thailand) No. 4474
Bangkok
5 August 2019

Thai Stanley Electric Public Company Limited
 Statements of Financial Position
 As at 30 June 2019

	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited 30 June 2019 Baht	Audited 31 March 2019 Baht	Unaudited 30 June 2019 Baht	Audited 31 March 2019 Baht
Assets					
Current assets					
Cash and cash equivalents		2,146,501,961	1,671,996,877	2,146,501,961	1,671,996,877
Short-term investments held to maturity	7	2,600,000,000	3,625,000,000	2,600,000,000	3,625,000,000
Trade and other accounts receivable, net	8, 9	2,362,391,037	2,549,177,679	2,362,391,037	2,549,177,679
Inventories, net	10	1,280,118,877	1,099,780,589	1,280,118,877	1,099,780,589
Current portion of loans to employees		40,878,766	41,877,305	40,878,766	41,877,305
Other current assets		28,417,565	45,970,733	28,417,565	45,970,733
Total current assets		8,458,308,206	9,033,803,183	8,458,308,206	9,033,803,183
Non-current assets					
Loans to employees		25,393,159	34,920,939	25,393,159	34,920,939
Investment in an associate	11	1,292,889,893	1,357,930,009	54,044,189	54,044,189
Investment in a joint venture	11	24,538,698	22,165,315	3,132,500	3,132,500
Long-term investments, net		112,241,215	112,401,215	112,241,215	112,401,215
Property, plant and equipment, net	12	8,395,698,069	7,703,011,731	8,395,698,069	7,703,011,731
Intangible assets, net	13	1,016,975,505	974,757,302	1,016,975,505	974,757,302
Deferred tax assets, net		-	-	109,839,136	94,132,292
Other non-current assets, net		15,366,970	15,514,089	15,366,970	15,514,089
Total non-current assets		10,883,103,509	10,220,700,600	9,732,690,743	8,991,914,257
Total assets		19,341,411,715	19,254,503,783	18,190,998,949	18,025,717,440

Director


 (Mr. Koichi Nagano)



Director


 (Mr. Apichart Leeissaranukul)

Date

5 AUG 2019

The notes to the interim financial information on page 10 to 16 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited
 Statements of Financial Position
 As at 30 June 2019

	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited 30 June 2019 Baht	Audited 31 March 2019 Baht	Unaudited 30 June 2019 Baht	Audited 31 March 2019 Baht
Liabilities and equity					
Current liabilities					
Trade accounts payable - other companies		532,537,244	601,416,601	532,537,244	601,416,601
- related parties	9	562,241,442	549,860,146	562,241,442	549,860,146
Other accounts payable - other companies		706,263,972	1,004,252,283	706,263,972	1,004,252,283
- related parties	9	175,138,423	169,764,056	175,138,423	169,764,056
Accrued corporate income tax		315,115,216	218,376,783	315,115,216	218,376,783
Accrued expenses	14	327,345,593	339,438,086	327,345,593	339,438,086
Total current liabilities		2,618,641,890	2,883,107,955	2,618,641,890	2,883,107,955
Non-current liabilities					
Deferred tax liabilities, net		142,211,244	170,451,435	-	-
Provision for post-employment benefits		321,821,657	234,385,053	321,821,657	234,385,053
Total non-current liabilities		464,032,901	404,836,488	321,821,657	234,385,053
Total liabilities		3,082,674,791	3,287,944,443	2,940,463,547	3,117,493,008
Equity					
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, paid-up 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		15,563,842,460	15,229,792,248	14,321,695,902	13,979,256,932
Other components of equity		(230,793,036)	(188,920,408)	3,152,000	3,280,000
Total equity		16,258,736,924	15,966,559,340	15,250,535,402	14,908,224,432
Total liabilities and equity		19,341,411,715	19,254,503,783	18,190,998,949	18,025,717,440

The notes to the interim financial information on page 10 to 16 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited
Statements of Income
For the three-month period ended 30 June 2019

	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited	Unaudited	Unaudited	Unaudited
		2019	2018	2019	2018
		Baht	Baht	Baht	Baht
Revenues from sales and services		3,418,672,672	3,302,333,662	3,418,672,672	3,302,333,662
Costs of sales and services		(2,892,987,509)	(2,726,230,909)	(2,892,987,509)	(2,726,230,909)
Gross profit		525,685,163	576,102,753	525,685,163	576,102,753
Other income					
- Dividend income	9, 11	-	4,109,576	89,963,357	79,640,666
- Gain (Loss) on exchange rates, net		1,927,055	(2,865,965)	1,927,055	(2,865,965)
- Interest income		16,903,436	18,760,452	16,903,436	18,760,452
- Others		34,948,170	27,925,990	34,948,170	27,925,990
Profit before expenses		579,463,824	624,032,806	669,427,181	699,563,896
Selling expenses		(148,183,464)	(137,666,550)	(148,183,464)	(137,666,550)
Administrative expenses		(97,468,414)	(83,643,281)	(97,468,414)	(83,643,281)
Total expenses		(245,651,878)	(221,309,831)	(245,651,878)	(221,309,831)
Operating profit		333,811,946	402,722,975	423,775,303	478,254,065
Share of profit from investments in an associate and a joint venture	11	79,477,410	71,563,111	-	-
Profit before income tax		413,289,356	474,286,086	423,775,303	478,254,065
Income tax	15	(79,239,144)	(92,303,591)	(81,336,333)	(93,097,187)
Net profit for the period		334,050,212	381,982,495	342,438,970	385,156,878
Basic earnings per share					
Net profit for the period		4.36	4.99	4.47	5.03

The notes to the interim financial information on page 10 to 16 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited
 Statements of Comprehensive Income
 For the three-month period ended 30 June 2019

	Financial information in which the equity method is applied		Separate financial information	
	Unaudited	Unaudited	Unaudited	Unaudited
	2019	2018	2019	2018
	Baht	Baht	Baht	Baht
Net profit for the period	334,050,212	381,982,495	342,438,970	385,156,878
Other comprehensive income (expenses) for the period after tax:				
Items that will be reclassified subsequently to profit or loss				
Unrealised loss on change in fair value of available-for-sale investment	(128,000)	(160,000)	(128,000)	(160,000)
Exchange differences relating to investments in an associate and a joint venture	(41,744,628)	51,756,301	-	-
Other comprehensive income (expenses) for the period, net of tax	(41,872,628)	51,596,301	(128,000)	(160,000)
Total comprehensive income for the period	292,177,584	433,578,796	342,310,970	384,996,878

The notes to the interim financial information on page 10 to 16 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited
 Statements of Changes in Equity
 For the three-month period ended 30 June 2019

	Financial information in which the equity method is applied (Unaudited)							
	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		Other components of equity			Total equity Baht
			Legal reserve Baht	Unappropriated retained earnings Baht	Other comprehensive income (expenses)		Total other components of equity Baht	
					Unrealised gain (loss) on change in fair value of available-for-sale investment Baht	Exchange differences relating to investments in an associate and a joint venture Baht		
Opening balance as at 1 April 2019	383,125,000	504,250,000	38,312,500	15,229,792,248	3,280,000	(192,200,408)	(188,920,408)	15,966,559,340
Total comprehensive income for the period	-	-	-	334,050,212	(128,000)	(41,744,628)	(41,872,628)	292,177,584
Closing balance as at 30 June 2019	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>15,563,842,460</u>	<u>3,152,000</u>	<u>(233,945,036)</u>	<u>(230,793,036)</u>	<u>16,258,736,924</u>
Opening balance as at 1 April 2018	383,125,000	504,250,000	38,312,500	13,788,404,424	3,920,000	(186,632,343)	(182,712,343)	14,531,379,581
Total comprehensive income for the period	-	-	-	381,982,495	(160,000)	51,756,301	51,596,301	433,578,796
Closing balance as at 30 June 2018	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>14,170,386,919</u>	<u>3,760,000</u>	<u>(134,876,042)</u>	<u>(131,116,042)</u>	<u>14,964,958,377</u>

The notes to the interim financial information on page 10 to 16 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited
 Statements of Changes in Equity
 For the three-month period ended 30 June 2019

	Separate financial information (Unaudited)						
	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		Other components of equity		Total equity Baht
			Legal reserve Baht	Unappropriated retained earnings Baht	Unrealised gain (loss) on change in fair value of available-for-sale investment Baht	Total other components of equity Baht	
Opening balance as at 1 April 2019	383,125,000	504,250,000	38,312,500	13,979,256,932	3,280,000	3,280,000	14,908,224,432
Total comprehensive income for the period	-	-	-	342,438,970	(128,000)	(128,000)	342,310,970
Closing balance as at 30 June 2019	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>14,321,695,902</u>	<u>3,152,000</u>	<u>3,152,000</u>	<u>15,250,535,402</u>
Opening balance as at 1 April 2018	383,125,000	504,250,000	38,312,500	12,723,998,815	3,920,000	3,920,000	13,653,606,315
Total comprehensive income for the period	-	-	-	385,156,878	(160,000)	(160,000)	384,996,878
Closing balance as at 30 June 2018	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>13,109,155,693</u>	<u>3,760,000</u>	<u>3,760,000</u>	<u>14,038,603,193</u>

The notes to the interim financial information on page 10 to 16 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited
Statements of Cash Flows
For the three-month period ended 30 June 2019

	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited	Unaudited	Unaudited	Unaudited
		2019	2018	2019	2018
		Baht	Baht	Baht	Baht
Cash flows from operating activities:					
Profit before income tax for the period		413,289,356	474,286,086	423,775,303	478,254,065
Adjustments to reconcile profit before income tax to net cash provided by operations:					
- Depreciation	12	281,507,945	252,966,775	281,507,945	252,966,775
- Amortisation	13	59,774,147	57,678,770	59,774,147	57,678,770
- Interest income		(16,903,436)	(18,760,452)	(16,903,436)	(18,760,452)
- Share of profit from investments in an associate and a joint venture	11	(79,477,410)	(71,563,111)	-	-
- Dividend income					
- Investments in an associate and a joint venture	9, 11	-	-	(89,963,357)	(75,531,090)
- Long-term investments	9	-	(4,109,576)	-	(4,109,576)
- Gain on disposal of equipment		(5,472,014)	(664,039)	(5,472,014)	(664,039)
- Reversal of allowance for slow-moving inventories and net realisable value lower than cost of inventories		(25,626)	(5,640,200)	(25,626)	(5,640,200)
- Provision for post-employment benefits		89,427,855	7,211,019	89,427,855	7,211,019
- Unrealised (gain) loss on exchange rates		2,570,766	(6,079,679)	2,570,766	(6,079,679)
Cash flows before changes in operating assets and liabilities		744,691,583	685,325,593	744,691,583	685,325,593
Changes in operating assets and liabilities					
- Trade and other accounts receivable		186,098,298	(6,389,597)	186,098,298	(6,389,597)
- Inventories		(180,312,662)	(112,692,701)	(180,312,662)	(112,692,701)
- Other current assets		17,553,168	2,940,026	17,553,168	2,940,026
- Other non-current assets		147,119	954,629	147,119	954,629
- Trade accounts payable - other companies		(68,879,357)	78,649,233	(68,879,357)	78,649,233
- Trade accounts payable - related parties		12,381,296	104,212,499	12,381,296	104,212,499
- Other accounts payable - other companies		(53,566,706)	(31,148,896)	(53,566,706)	(31,148,896)
- Other accounts payable - related parties		19,329,814	2,611,202	19,329,814	2,611,202
- Accrued expenses		(12,092,493)	39,186,366	(12,092,493)	39,186,366
- Payment for post-employment benefits		(1,991,251)	(1,393,920)	(1,991,251)	(1,393,920)
Cash generated from operations		663,358,809	762,254,434	663,358,809	762,254,434
Interest received		5,005,514	5,900,960	5,005,514	5,900,960
Income tax paid		(272,744)	(1,295,304)	(272,744)	(1,295,304)
Net cash received from operating activities		668,091,579	766,860,090	668,091,579	766,860,090

The notes to the interim financial information on page 10 to 16 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited
Statements of Cash Flows
For the three-month period ended 30 June 2019

	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited 2019	Unaudited 2018	Unaudited 2019	Unaudited 2018
		Baht	Baht	Baht	Baht
Cash flows from investing activities:					
Loans made to employees		(460,000)	(88,609,935)	(460,000)	(88,609,935)
Loans repayments from employees		10,986,319	14,454,060	10,986,319	14,454,060
Purchases of property, plant and equipment		(1,231,171,472)	(625,729,620)	(1,231,171,472)	(625,729,620)
Proceeds from disposals of equipment		5,472,151	664,100	5,472,151	664,100
Interest received on short-term investments held to maturity		12,586,266	17,381,109	12,586,266	17,381,109
Dividends received from investments					
- Investments in an associate and a joint venture	9, 11	89,963,357	75,531,090	89,963,357	75,531,090
- Long-term investments	9	-	4,109,576	-	4,109,576
Purchases of intangible assets		(103,392,350)	(90,749,059)	(103,392,350)	(90,749,059)
Cash receipts from short-term investments held to maturity	7	2,036,000,000	2,631,000,000	2,036,000,000	2,631,000,000
Cash payments on short-term investments held to maturity	7	(1,011,000,000)	(3,492,316,647)	(1,011,000,000)	(3,492,316,647)
Net cash used in investing activities		(191,015,729)	(1,554,265,326)	(191,015,729)	(1,554,265,326)
Net increase (decrease) in cash and cash equivalents					
		477,075,850	(787,405,236)	477,075,850	(787,405,236)
Cash and cash equivalents at beginning of the period		1,671,996,877	2,012,032,313	1,671,996,877	2,012,032,313
Effects of exchange rate changes		(2,570,766)	6,079,679	(2,570,766)	6,079,679
Cash and cash equivalents at end of the period		<u>2,146,501,961</u>	<u>1,230,706,756</u>	<u>2,146,501,961</u>	<u>1,230,706,756</u>
Non-cash transactions:					
Outstanding liabilities arisen from purchase of plant and equipment and intangible assets		499,925,995	173,351,720	499,925,995	173,351,720

The notes to the interim financial information on page 10 to 16 are an integral part of this interim financial information.

1 General information

Thai Stanley Electric Public Company Limited ('the Company') is a public limited company which is listed on the Stock Exchange of Thailand and is incorporated and domiciled in Thailand. The address of the Company's registered office is as follows:

29/3 Moo 1 Bangpoon-Rungsit Road, Banklang, Amphur Muang, Pathumthanee, Thailand 12000.

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

The interim financial information is presented in Thai Baht, unless otherwise stated.

The interim financial information has been approved by the Company's Board of directors on 5 August 2019.

2 Basis of preparation

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting and other financial reporting requirements issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 March 2019.

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 2019.

The Company has not early adopted the new and amended Thai Financial Reporting Standards effective for annual periods beginning on or after 1 January 2020. The management is currently assessing the impact of adoption of these standards.

New and amended Thai Financial Reporting Standards effective for annual periods beginning on or after 1 January 2019 do not have a significant impact on the Company.

4 Change in accounting policies

The Company has adopted the new Thai Financial Reporting Standards (TFRS) no. 15, Revenue from contracts with customers from 1 April 2019 under the modified retrospective approach and the comparative figures have not been restated.

The adoption of TFRS 15 does not have a significant impact on the Company's accounting treatment.

5 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.

6 Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the board of directors who makes strategic decision.

Business segment

The Company manufactures and sells auto bulbs, automotive lighting equipment, molds & dies and product designs. The Company does not prepare segment information of molds & dies and product designs business because the Company's management considers that the revenues, assets and profit of molds & dies and product designs segment do not meet quantitative thresholds of reportable segment. The chief operating decision-maker reviews operating results in the same dimension as presented on the interim financial information.

7 Short-term investments held to maturity

Short-term investments held to maturity represent fixed deposits which have original maturities over 3 months but not over 12 months.

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

For the three-month period ended 30 June	2019 Baht
Opening balance	3,625,000,000
Additions during the period	1,011,000,000
Redemptions during the period	(2,036,000,000)
Closing balance	<u>2,600,000,000</u>

As at 30 June 2019, short-term investments held to maturity bore interest at the average rate of 1.30 % - 1.63 % per annum (31 March 2019 : 1.25 % - 1.63 % per annum).

8 Trade and other accounts receivable, net

Trade and other accounts receivable, net as at 30 June 2019 and 31 March 2019 are as follows:

	30 June 2019 Baht	31 March 2019 Baht
Trade accounts receivable - other companies	1,971,617,293	2,166,149,433
<u>Less</u> Allowance for doubtful account	<u>(20,446,001)</u>	<u>(20,446,001)</u>
Trade accounts receivable - other companies, net	1,951,171,292	2,145,703,432
Trade accounts receivable - related parties (Note 8)	190,104,921	233,322,287
Prepaid expenses	41,942,944	53,025,056
Accrued income, net	20,194,067	19,663,252
Value added tax receivable	113,505,874	64,601,020
Other receivables	18,875,460	32,862,632
Other receivable - a related party (Note 8)	26,596,479	-
	<u>2,362,391,037</u>	<u>2,549,177,679</u>

Thai Stanley Electric Public Company Limited
Unaudited Condensed Notes to the Interim Financial Information
For the three-month period ended 30 June 2019

Trade accounts receivable as at 30 June 2019 and 31 March 2019 can be analysed as follows:

	Trade accounts receivable- other companies		Trade accounts receivable- related parties	
	30 June 2019 Baht	31 March 2019 Baht	30 June 2019 Baht	31 March 2019 Baht
Current	1,941,813,980	2,122,815,979	189,940,477	174,739,248
Overdue				
- less than 3 months	9,151,934	24,556,963	143,694	58,583,039
- 3 - 6 months	1,588,751	1,380,000	20,750	-
- 6 - 12 months	1,032,307	280,081	-	-
- more than 1 year	18,030,321	17,116,410	-	-
	1,971,617,293	2,166,149,433	190,104,921	233,322,287

9 Related party transactions

The Company had the significant transactions with its major shareholder, Stanley Electric Company Limited, incorporated in Japan which holds 35.66% 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 29.09% 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:

For the three-month period ended 30 June

	2019 Baht	2018 Baht
Sales		
Stanley Electric Group companies	127,971,484	95,777,313
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	38,260,114	42,214,835
Associate	41,287,879	10,784,258
Joint venture	87,673,324	80,721,365
	295,192,801	229,497,771
Dividend income		
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	-	4,109,576
Associate	89,963,357	75,531,090
	89,963,357	79,640,666
Purchases of goods and services		
Stanley Electric Group companies	717,115,608	674,235,374
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	97,602,934	94,374,459
Associate	130,143,081	138,237,350
	944,861,623	906,847,183
Royalty fee		
Stanley Electric Group companies	75,905,678	76,931,308
Directors' and managements' remuneration		
Short-term benefits	11,088,509	10,816,372

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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 June 2019 and 31 March 2019 are as follows:

	30 June 2019 Baht	31 March 2019 Baht
Trade accounts receivable - related parties		
Stanley Electric Group companies	72,709,149	124,225,417
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	55,726,169	56,256,556
Associate	33,449,428	2,182,252
Joint venture	28,220,175	50,658,062
	<u>190,104,921</u>	<u>233,322,287</u>
Other receivable - a related party		
Stanley Electric Group companies	26,596,479	-
	<u>26,596,479</u>	<u>-</u>
	30 June 2019 Baht	31 March 2019 Baht
Trade accounts payable - related parties		
Stanley Electric Group companies	393,060,173	382,151,845
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	41,733,815	33,278,213
Associate	127,447,454	134,430,088
	<u>562,241,442</u>	<u>549,860,146</u>
Other accounts payable - related parties		
Stanley Electric Group companies	175,138,423	169,764,056
	<u>175,138,423</u>	<u>169,764,056</u>

10 Inventories, net

	30 June 2019 Baht	31 March 2019 Baht
Raw materials and packaging	255,476,178	249,139,873
Work in process	832,293,981	688,942,839
Finished goods	90,399,479	81,679,548
Goods in transit	107,390,107	89,484,823
	<u>1,285,559,745</u>	<u>1,105,247,083</u>
Less Allowance for net realisable value lower than cost and slow moving inventories		
- Raw materials and packaging	(758,586)	(240,999)
- Work in process	(4,571,262)	(5,152,015)
- Finished goods	(111,020)	(73,480)
	<u>(5,440,868)</u>	<u>(5,466,504)</u>
Inventories, net	<u>1,280,118,877</u>	<u>1,099,780,589</u>

11 Investments in an associate and a joint venture

- a) Movements in investments in an associate and a joint venture for the three-month period ended 30 June 2019 and 2018 are as follows:

	Equity Method		Cost Method	
	2019 Baht	2018 Baht	2019 Baht	2018 Baht
Opening net book amount	1,380,095,324	1,154,393,271	57,176,689	57,176,689
Share of profit	79,477,410	71,563,111	-	-
Dividends received	(89,963,357)	(75,531,090)	-	-
Translation adjustments	(52,180,786)	64,695,377	-	-
Closing net book amount	1,317,428,591	1,215,120,669	57,176,689	57,176,689

- b) The details of investments in an associate and a joint venture are as follows:

Name	Business activity	Paid-up share capital	% of holding	Equity Method			
				30 June 2019		31 March 2019	
				Amount Baht	Dividends Baht	Amount Baht	Dividends Baht
Associate							
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	1,292,889,893	89,963,357	1,357,930,009	75,531,090
Joint venture							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	24,538,698	-	22,165,315	7,986,309
				1,317,428,591	89,963,357	1,380,095,324	83,517,399
Cost Method							
Name	Business activity	Paid-up share capital	% of holding	Cost Method			
				30 June 2019		31 March 2019	
				Amount Baht	Dividends Baht	Amount Baht	Dividends Baht
Associate							
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	54,044,189	89,963,357	54,044,189	75,531,090
Joint venture							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	3,132,500	-	3,132,500	7,986,309
				57,176,689	89,963,357	57,176,689	83,517,399

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12 Property, plant and equipment, net

For the three-month period ended 30 June	2019 Baht
Opening net book amount	7,703,011,731
Additions	974,194,420
Disposals/write - offs, net	(137)
<u>Less</u> Depreciation charge	<u>(281,507,945)</u>
Closing net book amount	<u>8,395,698,069</u>

The additions during the period mainly compose of machinery under installation and construction in progress.

As at 30 June 2019, the Company has capital commitments not recorded in the financial information amounting of Baht 1,358 million (31 March 2019 : Baht 1,972 million).

13 Intangible assets, net

For the three-month period ended 30 June	2019 Baht
Opening net book amount	974,757,302
Additions	101,992,350
<u>Less</u> Amortisation charge	<u>(59,774,147)</u>
Closing net book amount	<u>1,016,975,505</u>

The additions during the period mainly compose of product designs.

14 Accrued expenses

	30 June 2019 Baht	31 March 2019 Baht
Accrued staff cost	156,101,911	242,453,382
Accrued electricity expense	31,242,737	32,179,796
Accrued rebate	103,531,149	24,000,000
Others	36,469,796	40,804,908
	<u>327,345,593</u>	<u>339,438,086</u>

15 Income tax

Income tax expense for the three-month periods ended 30 June 2019 and 2018 are as follows:

	Equity Method		Cost Method	
	2019 Baht	2018 Baht	2019 Baht	2018 Baht
Current income tax	97,011,178	94,865,984	97,011,178	94,865,984
Deferred income tax	(17,772,034)	(2,562,393)	(15,674,845)	(1,768,797)
	<u>79,239,144</u>	<u>92,303,591</u>	<u>81,336,333</u>	<u>93,097,187</u>

The interim income tax is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used is 19.19% and 19.17% for cost method and equity method, respectively. (For the three-month period ended 30 June 2018: 19.47% and 19.46% for cost method and equity method, respectively).

16 Commitments and contingent liabilities

For the three-month period ended 30 June 2019, there were no significant changes in commitments and contingent liabilities and other agreements from the year ended 31 March 2019, except the capital commitment as mentioned in Note 11 and the following item:

Forward exchange contracts

As at 30 June 2019 and 31 March 2019, the Company has the outstanding foreign currency forward contracts which the foreign currency contract amounts and settlement dates on the contracts are as follows:

	<u>30 June 2019</u>	<u>31 March 2019</u>
Forward exchange contracts	Yen 50 million USD 2 million	Yen 40 million USD 2 million
Maturity of forward exchange contracts	1-2 month	1-2 month

17 Subsequent event after reporting period

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 5 July 2019, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2019 for 76,625,000 shares of Baht 8.25 per share, totalling Baht 632,156,250. However, there are 65,174 shares that are not entitled to receive the dividends, totalling Baht 537,685 as the depository terms are not in compliance with practices of the Thailand Security Depository Co., Ltd. The Company paid the dividends amounting to Baht 631,618,565 to the shareholders on 26 July 2019.