

**THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED**

**INTERIM FINANCIAL INFORMATION  
(UNAUDITED)**

**30 SEPTEMBER 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 September 2019, 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 for the three-month and six-month periods then ended, and the related 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 six-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

11 November 2019

Thai Stanley Electric Public Company Limited  
Statement of Financial Position  
As at 30 September 2019

	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited 30 September 2019 Baht	Audited 31 March 2019 Baht	Unaudited 30 September 2019 Baht	Audited 31 March 2019 Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		1,248,845,412	1,671,996,877	1,248,845,412	1,671,996,877
Short-term investments held to maturity	7	2,287,000,000	3,625,000,000	2,287,000,000	3,625,000,000
Trade and other accounts receivable, net	8, 9	3,009,050,941	2,549,177,679	3,009,050,941	2,549,177,679
Inventories, net	10	1,171,042,191	1,099,780,589	1,171,042,191	1,099,780,589
Current portion of loans to employees		36,266,626	41,877,305	36,266,626	41,877,305
Other current assets		27,781,514	45,970,733	27,781,514	45,970,733
<b>Total current assets</b>		<b>7,779,986,684</b>	<b>9,033,803,183</b>	<b>7,779,986,684</b>	<b>9,033,803,183</b>
<b>Non-current assets</b>					
Loans to employees		19,210,215	34,920,939	19,210,215	34,920,939
Investment in an associate	11	1,358,638,218	1,357,930,009	54,044,189	54,044,189
Investment in a joint venture	11	25,793,981	22,165,315	3,132,500	3,132,500
Long-term investments, net		111,641,215	112,401,215	111,641,215	112,401,215
Property, plant and equipment, net	12	9,020,220,064	7,703,011,731	9,020,220,064	7,703,011,731
Intangible assets, net	13	1,041,674,235	974,757,302	1,041,674,235	974,757,302
Deferred tax assets, net		-	-	117,490,218	94,132,292
Other non-current assets, net		15,349,188	15,514,089	15,349,188	15,514,089
<b>Total non-current assets</b>		<b>11,592,527,116</b>	<b>10,220,700,600</b>	<b>10,382,761,824</b>	<b>8,991,914,257</b>
<b>Total assets</b>		<b>19,372,513,800</b>	<b>19,254,503,783</b>	<b>18,162,748,508</b>	<b>18,025,717,440</b>

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

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

Date \_\_\_\_\_

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statement of Financial Position**  
**As at 30 September 2019**

	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited 30 September 2019 Baht	Audited 31 March 2019 Baht	Unaudited 30 September 2019 Baht	Audited 31 March 2019 Baht
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Trade accounts payable - other companies		547,822,888	601,416,601	547,822,888	601,416,601
- related parties	9	602,421,833	549,860,146	602,421,833	549,860,146
Other accounts payable - other companies		659,437,228	1,004,252,283	659,437,228	1,004,252,283
- related parties	9	186,019,207	169,764,056	186,019,207	169,764,056
Accrued corporate income tax		190,796,372	218,376,783	190,796,372	218,376,783
Accrued expenses	14	474,750,588	339,438,086	474,750,588	339,438,086
<b>Total current liabilities</b>		<b>2,661,248,116</b>	<b>2,883,107,955</b>	<b>2,661,248,116</b>	<b>2,883,107,955</b>
<b>Non-current liabilities</b>					
Deferred tax liabilities, net		147,960,884	170,451,435	-	-
Provision for post-employment benefits	15	366,320,531	234,385,053	366,320,531	234,385,053
<b>Total non-current liabilities</b>		<b>514,281,415</b>	<b>404,836,488</b>	<b>366,320,531</b>	<b>234,385,053</b>
<b>Total liabilities</b>		<b>3,175,529,531</b>	<b>3,287,944,443</b>	<b>3,027,568,647</b>	<b>3,117,493,008</b>
<b>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, 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		15,531,700,238	15,229,792,248	14,235,441,677	13,979,256,932
Other components of equity		(260,403,469)	(188,920,408)	(25,949,316)	3,280,000
<b>Total equity</b>		<b>16,196,984,269</b>	<b>15,966,559,340</b>	<b>15,135,179,861</b>	<b>14,908,224,432</b>
<b>Total liabilities and equity</b>		<b>19,372,513,800</b>	<b>19,254,503,783</b>	<b>18,162,748,508</b>	<b>18,025,717,440</b>

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statement of Income**  
**For the three-month period ended 30 September 2019**

	Financial information in which the equity method is applied		Separate financial information	
	Unaudited 2019 Baht	Unaudited 2018 Baht	Unaudited 2019 Baht	Unaudited 2018 Baht
Revenues from sales and services	4,086,562,489	3,586,251,634	4,086,562,489	3,586,251,634
Costs of sales and services	(3,335,916,241)	(2,938,553,733)	(3,335,916,241)	(2,938,553,733)
<b>Gross profit</b>	<b>750,646,248</b>	<b>647,697,901</b>	<b>750,646,248</b>	<b>647,697,901</b>
Other income				
- Dividend income	84,758,008	67,511,156	84,758,008	67,511,156
- Gain on exchange rates, net	8,500,851	10,179,739	8,500,851	10,179,739
- Interest income	13,716,235	17,741,159	13,716,235	17,741,159
- Others	25,411,042	20,816,253	25,411,042	20,816,253
<b>Profit before expenses</b>	<b>883,032,384</b>	<b>763,946,208</b>	<b>883,032,384</b>	<b>763,946,208</b>
Selling expenses	(148,698,705)	(140,638,443)	(148,698,705)	(140,638,443)
Administrative expenses	(94,794,946)	(92,883,976)	(94,794,946)	(92,883,976)
<b>Total expenses</b>	<b>(243,493,651)</b>	<b>(233,522,419)</b>	<b>(243,493,651)</b>	<b>(233,522,419)</b>
<b>Operating profit</b>	<b>639,538,733</b>	<b>530,423,789</b>	<b>639,538,733</b>	<b>530,423,789</b>
Share of profit from investments in an associate and a joint venture	67,640,004	83,155,412	-	-
<b>Profit before income tax</b>	<b>707,178,737</b>	<b>613,579,201</b>	<b>639,538,733</b>	<b>530,423,789</b>
Income tax	(107,702,394)	(108,893,971)	(94,174,393)	(92,262,888)
<b>Net profit for the period</b>	<b>599,476,343</b>	<b>504,685,230</b>	<b>545,364,340</b>	<b>438,160,901</b>
<b>Basic earnings per share</b>				
Net profit for the period	7.82	6.59	7.12	5.72

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.

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

	Financial information in which the equity method is applied		Separate financial information	
	Unaudited	Unaudited	Unaudited	Unaudited
	2019 Baht	2018 Baht	2019 Baht	2018 Baht
<b>Net profit for the period</b>	599,476,343	504,685,230	545,364,340	438,160,901
<b>Other comprehensive income (expenses) for the period after tax:</b>				
<b>Item that will not be reclassified to profit or loss</b>				
Remeasurements of post-employment benefit obligations	(35,776,646)	-	(35,776,646)	-
Income tax on item that will not be reclassified to profit or loss	7,155,330	-	7,155,330	-
<b>Total item that will not be reclassified to profit or loss</b>	<b>(28,621,316)</b>	<b>-</b>	<b>(28,621,316)</b>	<b>-</b>
<b>Items that will be reclassified subsequently to profit or loss</b>				
Unrealised gain (loss) on change in fair value of available-for-sale investment	(600,000)	320,000	(600,000)	320,000
Exchange differences relating to investments in an associate and a joint venture	(636,396)	(51,367,772)	-	-
Income tax relating to items that will be reclassified to profit or loss	247,279	10,209,555	120,000	(64,000)
<b>Total items that will be reclassified subsequently to profit or loss</b>	<b>(989,117)</b>	<b>(40,838,217)</b>	<b>(480,000)</b>	<b>256,000</b>
<b>Other comprehensive income (expenses) for the period, net of tax</b>	<b>(29,610,433)</b>	<b>(40,838,217)</b>	<b>(29,101,316)</b>	<b>256,000</b>
<b>Total comprehensive income for the period</b>	<b>569,865,910</b>	<b>463,847,013</b>	<b>516,263,024</b>	<b>438,416,901</b>

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statement of Income**  
**For the six-month period ended 30 September 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		7,505,235,161	6,888,585,296	7,505,235,161	6,888,585,296
Costs of sales and services		(6,228,903,750)	(5,664,784,642)	(6,228,903,750)	(5,664,784,642)
<b>Gross profit</b>		<b>1,276,331,411</b>	<b>1,223,800,654</b>	<b>1,276,331,411</b>	<b>1,223,800,654</b>
Other income					
- Dividend income	9,11	84,758,008	71,620,732	174,721,365	147,151,822
- Gain on exchange rates, net		10,427,906	7,313,774	10,427,906	7,313,774
- Interest income		30,619,671	36,501,611	30,619,671	36,501,611
- Others		60,359,212	48,742,243	60,359,212	48,742,243
<b>Profit before expenses</b>		<b>1,462,496,208</b>	<b>1,387,979,014</b>	<b>1,552,459,565</b>	<b>1,463,510,104</b>
Selling expenses		(296,882,169)	(278,304,993)	(296,882,169)	(278,304,993)
Administrative expenses		(192,263,360)	(176,527,257)	(192,263,360)	(176,527,257)
<b>Total expenses</b>		<b>(489,145,529)</b>	<b>(454,832,250)</b>	<b>(489,145,529)</b>	<b>(454,832,250)</b>
<b>Operating profit</b>		<b>973,350,679</b>	<b>933,146,764</b>	<b>1,063,314,036</b>	<b>1,008,677,854</b>
Share of profit from investments in an associate and a joint venture	11	147,117,414	154,718,523	-	-
<b>Profit before income tax</b>		<b>1,120,468,093</b>	<b>1,087,865,287</b>	<b>1,063,314,036</b>	<b>1,008,677,854</b>
Income tax	16	(186,941,538)	(201,197,562)	(175,510,726)	(185,360,075)
<b>Net profit for the period</b>		<b>933,526,555</b>	<b>886,667,725</b>	<b>887,803,310</b>	<b>823,317,779</b>
<b>Basic earnings per share</b>					
Net profit for the period		12.18	11.57	11.59	10.74

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
Statement of Comprehensive Income  
For the six-month period ended 30 September 2019

	Financial information in which the equity method is applied		Separate financial information	
	Unaudited 2019 Baht	Unaudited 2018 Baht	Unaudited 2019 Baht	Unaudited 2018 Baht
<b>Net profit for the period</b>	933,526,555	886,667,725	887,803,310	823,317,779
<b>Other comprehensive income (expenses) for the period after tax:</b>				
<b>Item that will not be reclassified to profit or loss</b>				
Remeasurements of post-employment benefit obligations	(35,776,646)	-	(35,776,646)	-
Income tax on item that will not be reclassified to profit or loss	7,155,330	-	7,155,330	-
<b>Total item that will not be reclassified to profit or loss</b>	<b>(28,621,316)</b>	<b>-</b>	<b>(28,621,316)</b>	<b>-</b>
<b>Items that will be reclassified subsequently to profit or loss</b>				
Unrealised gain (loss) on change in fair value of available-for-sale investment	(760,000)	120,000	(760,000)	120,000
Exchange differences relating to investments in an associate and a joint venture	(52,817,182)	13,327,605	-	-
Income tax relating to items that will be reclassified to profit or loss	10,715,437	(2,689,521)	152,000	(24,000)
<b>Total items that will be reclassified subsequently to profit or loss</b>	<b>(42,861,745)</b>	<b>10,758,084</b>	<b>(608,000)</b>	<b>96,000</b>
<b>Other comprehensive income (expenses) for the period, net of tax</b>	<b>(71,483,061)</b>	<b>10,758,084</b>	<b>(29,229,316)</b>	<b>96,000</b>
<b>Total comprehensive income for the period</b>	<b>862,043,494</b>	<b>897,425,809</b>	<b>858,573,994</b>	<b>823,413,779</b>

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.



Thai Stanley Electric Public Company Limited  
Statement of Changes in Equity  
For the six-month period ended 30 September 2019

Financial information in which the equity method is applied (Unaudited)									
Other components of equity									
Other comprehensive income (expenses)									
Note	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		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	Remeasurements of post-employment benefit obligations Baht	Total other components of equity Baht	Total equity Baht
			Legal reserve Baht	Unappropriated retained earnings Baht					
<b>Opening balance as at 1 April 2019</b>	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	-	-	-	933,526,555	(608,000)	(42,253,745)	(28,621,316)	(71,483,061)	862,043,494
Dividends paid	17	-	-	(631,618,565)	-	-	-	-	(631,618,565)
<b>Closing balance as at 30 September 2019</b>	<b>383,125,000</b>	<b>504,250,000</b>	<b>38,312,500</b>	<b>15,531,700,238</b>	<b>2,672,000</b>	<b>(234,454,153)</b>	<b>(28,621,316)</b>	<b>(260,403,469)</b>	<b>16,196,984,269</b>
<b>Opening balance as at 1 April 2018</b>	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	-	-	-	886,667,725	96,000	10,662,084	-	10,758,084	897,425,809
Dividends paid	-	-	-	(536,374,300)	-	-	-	-	(536,374,300)
<b>Closing balance as at 30 September 2019</b>	<b>383,125,000</b>	<b>504,250,000</b>	<b>38,312,500</b>	<b>14,138,697,849</b>	<b>4,016,000</b>	<b>(175,970,259)</b>	<b>-</b>	<b>(171,954,259)</b>	<b>14,892,431,090</b>

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
Statement of Changes in Equity  
For the six-month period ended 30 September 2019

Separate financial information (Unaudited)

	Note	Other components of equity							Total equity Baht
		Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		Unrealised gain (loss) on change in fair value of available-for-sale investment Baht	Remeasurements of post-employment benefit obligations Baht	Total other components of equity Baht	
				Legal reserve	Unappropriated retained earnings				
				Baht	Baht				
<b>Opening balance as at 1 April 2019</b>		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		-	-	-	887,803,310	(608,000)	(28,621,316)	(29,229,316)	858,573,994
Dividends paid	17	-	-	-	(631,618,565)	-	-	-	(631,618,565)
<b>Closing balance as at 30 September 2019</b>		<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>14,235,441,677</u>	<u>2,672,000</u>	<u>(28,621,316)</u>	<u>(25,949,316)</u>	<u>15,135,179,861</u>
<b>Opening balance as at 1 April 2018</b>		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		-	-	-	823,317,779	96,000	-	96,000	823,413,779
Dividends paid		-	-	-	(536,374,300)	-	-	-	(536,374,300)
<b>Closing balance as at 30 September 2018</b>		<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>13,010,942,294</u>	<u>4,016,000</u>	<u>-</u>	<u>4,016,000</u>	<u>13,940,645,794</u>

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statement of Cash Flows (Unaudited)**  
**For the six-month period ended 30 September 2019**

	Notes	Financial information in which the equity method is applied		Separate financial information	
		2019 Baht	2018 Baht	2019 Baht	2018 Baht
<b>Cash flows from operating activities:</b>					
Profit before income tax for the period		1,120,468,093	1,087,865,287	1,063,314,036	1,008,677,854
Adjustments to reconcile profit before income tax to net cash provided by operations:					
- Depreciation	12	587,340,557	510,321,995	587,340,557	510,321,995
- Amortisation	13	122,701,631	114,404,582	122,701,631	114,404,582
- Interest income		(30,619,671)	(36,501,611)	(30,619,671)	(36,501,611)
- Share of profit from investments in associates	11	(147,117,414)	(154,718,523)	-	-
- Dividend income					
- Investment in an associate	11	-	-	(89,963,357)	(75,531,090)
- Long-term investments		(84,758,008)	(71,620,732)	(84,758,008)	(71,620,732)
- Gain on disposal of equipment		(5,765,882)	(2,195,591)	(5,765,882)	(2,195,591)
- Allowance for doubtful account		-	2,586,000	-	2,586,000
- Allowance for slow-moving inventories and net realisable value lower than cost of inventories		506,459	1,131,901	506,459	1,131,901
- Provision for post-employment benefits	15	99,845,567	14,422,038	99,845,567	14,422,038
- Unrealised loss (gain) on exchange rates		1,002,722	(204,055)	1,002,722	(204,055)
Cash flows before changes in operating assets and liabilities		1,663,604,054	1,465,491,291	1,663,604,054	1,465,491,291
Changes in operating assets and liabilities					
- Trade and other accounts receivable		(456,546,419)	(55,066,653)	(456,546,419)	(55,066,653)
- Inventories		(71,768,061)	(255,434,120)	(71,768,061)	(255,434,120)
- Other current assets		18,189,219	8,853,697	18,189,219	8,853,697
- Other non-current assets		164,901	2,790,676	164,901	2,790,676
- Trade accounts payable - other companies		(53,593,713)	23,059,266	(53,593,713)	23,059,266
- Trade accounts payable - related parties		52,561,687	32,849,353	52,561,687	32,849,353
- Other accounts payable - other companies		(11,789,580)	(3,470,596)	(11,789,580)	(3,470,596)
- Other accounts payable - related parties		29,357,660	53,069,617	29,357,660	53,069,617
- Accrued expenses		135,312,502	153,927,254	135,312,502	153,927,254
- Payment for post-employment benefits		(3,686,735)	(1,623,270)	(3,686,735)	(1,623,270)
Cash generated from operations		1,301,805,515	1,424,446,515	1,301,805,515	1,424,446,515
Interest received		12,510,666	9,537,480	12,510,666	9,537,480
Income tax paid		(219,141,733)	(184,883,291)	(219,141,733)	(184,883,291)
Net cash received from operating activities		1,095,174,448	1,249,100,704	1,095,174,448	1,249,100,704

The notes to the interim financial information on page 12 to 18 are an integral part of this interim financial information.

**Thai Stanley Electric Public Company Limited**  
**Statement of Cash Flows (Unaudited)**  
**For the six-month period ended 30 September 2019**

	Notes	Financial information in which the equity method is applied		Separate financial information	
		2019 Baht	2018 Baht	2019 Baht	2018 Baht
<b>Cash flows from investing activities:</b>					
Loans made to employees		(460,000)	(89,697,738)	(460,000)	(89,697,738)
Loans repayments from employees		21,781,403	26,464,910	21,781,403	26,464,910
Purchases of property, plant and equipment		(2,248,837,043)	(1,085,114,399)	(2,248,837,043)	(1,085,114,399)
Proceeds from disposals of equipment		5,766,051	2,206,100	5,766,051	2,206,100
Interest received on short-term investments held to maturity		14,782,162	28,660,381	14,782,162	28,660,381
Dividends received from investments					
- Investment in an associate	11	89,963,357	75,531,090	89,963,357	75,531,090
- Long-term investments		84,758,008	71,620,732	84,758,008	71,620,732
Purchases of intangible assets		(191,458,564)	(230,410,146)	(191,458,564)	(230,410,146)
Cash receipts from short-term investments held to maturity	7	2,649,000,000	5,310,000,000	2,649,000,000	5,310,000,000
Cash payments on short-term investments held to maturity	7	(1,311,000,000)	(5,843,549,783)	(1,311,000,000)	(5,843,549,783)
Net cash used in investing activities		(885,704,626)	(1,734,288,853)	(885,704,626)	(1,734,288,853)
<b>Cash flow from financing activity:</b>					
Dividends paid	17	(631,618,565)	(536,374,300)	(631,618,565)	(536,374,300)
Net cash used in financing activity		(631,618,565)	(536,374,300)	(631,618,565)	(536,374,300)
<b>Net decrease in cash and cash equivalents</b>		(422,148,743)	(1,021,562,449)	(422,148,743)	(1,021,562,449)
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		(1,002,722)	204,055	(1,002,722)	204,055
Cash and cash equivalents at end of the period		1,248,845,412	990,673,919	1,248,845,412	990,673,919
<b>Non-cash transactions:</b>					
Outstanding liabilities arisen from purchase of plant, equipment and intangible assets		411,322,125	89,818,404	411,322,125	89,818,404
Outstanding liabilities arisen from purchase of plant, equipment and intangible assets from related parties		852,938	10,535,401	852,938	10,535,401

The notes to the interim financial information on page 12 to 18 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 in which the equity method is applied and interim separate financial information is presented in Thai Baht, unless otherwise stated.

The interim financial information in which the equity method is applied and interim separate financial information has been approved by the Company's Board of directors on 11 November 2019.

## 2 Basis of preparation

The interim financial information in which the equity method is applied and interim separate 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 in which the equity method is applied and interim separate 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.

On 1 April 2019, the Company changed the estimated useful life of machinery from 10 years to 15 years because of a technological improvement of machinery that made extension of useful life. The change in estimation resulted to the decrease in depreciation expenses of machinery of Baht 29 million.

## 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:

<b>For the six-month period ended 30 September</b>	<b>2019 Baht</b>
Opening balance	3,625,000,000
Additions during the period	1,311,000,000
Redemptions during the period	(2,649,000,000)
Closing balance	<u>2,287,000,000</u>

As at 30 September 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 September 2019 and 31 March 2019 are as follows:

	<b>30 September 2019 Baht</b>	<b>31 March 2019 Baht</b>
Trade accounts receivable - other companies	2,673,303,592	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	2,652,857,591	2,145,703,432
Trade accounts receivable - related parties (Note 9)	113,443,868	233,322,287
Prepaid expenses	29,978,520	53,025,056
Accrued income, net	21,339,594	19,663,252
Value added tax receivable	171,373,823	64,601,020
Other receivables	20,057,545	32,862,632
	<u>3,009,050,941</u>	<u>2,549,177,679</u>

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

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

	Trade accounts receivable- other companies		Trade accounts receivable- related parties	
	30 September 2019 Baht	31 March 2019 Baht	30 September 2019 Baht	31 March 2019 Baht
Current	2,343,049,230	2,122,815,979	112,080,416	174,739,248
Overdue				
- less than 3 months	6,071,706	24,556,963	1,363,452	58,583,039
- 3 - 6 months	306,513,376	1,380,000	-	-
- 6 - 12 months	-	280,081	-	-
- more than 1 year	17,669,280	17,116,410	-	-
	2,673,303,592	2,166,149,433	113,443,868	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 six-month period ended 30 September

	2019 Baht	2018 Baht
<b>Sales</b>		
Stanley Electric Group companies	229,307,310	216,439,889
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	72,332,997	79,747,501
Associate	60,390,372	14,522,905
Joint venture	167,516,501	141,310,610
	529,547,180	452,050,905
<b>Dividend income</b>		
Stanley Electric Group companies	76,533,436	67,511,156
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	8,224,572	4,109,576
Associate	89,963,357	75,531,090
	174,721,365	147,151,822
<b>Purchases of goods and services</b>		
Stanley Electric Group companies	1,559,021,926	1,443,928,898
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	241,395,778	191,569,216
Associate	254,188,115	247,748,064
	2,054,605,819	1,883,246,178
<b>Royalty fee</b>		
Stanley Electric Group companies	167,118,698	158,409,654

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

For the six-month period ended 30 September

	<b>2019 Baht</b>	<b>2018 Baht</b>
<b>Design and development fee</b>		
Stanley Electric Group companies	75,496,335	127,785,174
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	2,152,276	243,833
Associates	17,443	17,509
	<b>77,666,054</b>	<b>128,046,516</b>
<b>Directors' and managements' remuneration</b>		
Short-term benefits	24,135,697	24,506,544

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 2019 and 31 March 2019 are as follows:

	<b>30 September 2019 Baht</b>	<b>31 March 2019 Baht</b>
<b>Trade accounts receivable - related parties</b>		
Stanley Electric Group companies	34,995,797	124,225,417
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	37,088,765	56,256,556
Associate	7,620,485	2,182,252
Joint venture	33,738,821	50,658,062
	<b>113,443,868</b>	<b>233,322,287</b>
<b>Trade accounts payable - related parties</b>		
Stanley Electric Group companies	450,238,880	382,151,845
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	47,562,223	33,278,213
Associate	104,620,730	134,430,088
	<b>602,421,833</b>	<b>549,860,146</b>
<b>Other accounts payable - related parties</b>		
Stanley Electric Group companies	186,019,207	169,764,056

## 10 Inventories, net

	<b>30 September 2019 Baht</b>	<b>31 March 2019 Baht</b>
Raw materials and packaging	247,118,858	249,139,873
Work in process	755,354,422	688,942,839
Finished goods	84,547,484	81,679,548
Goods in transit	89,994,380	85,484,823
	<b>1,177,015,144</b>	<b>1,105,247,083</b>
<b>Less</b> Allowance for net realisable value lower than cost and slow moving inventories		
- Raw materials and packaging	(1,007,908)	(240,999)
- Work in process	(4,679,008)	(5,152,015)
- Finished goods	(286,037)	(73,480)
Inventories, net	<b>1,171,042,191</b>	<b>1,099,780,589</b>



**11 Investments in an associate and a joint venture**

- a) **Movements in investments in an associate and a joint venture for the six-month period ended 30 September 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	147,117,414	154,718,523	-	-
Dividends received	(89,963,357)	(75,531,090)	-	-
Translation adjustments	(52,817,182)	13,327,605	-	-
Closing net book amount	1,384,432,199	1,246,908,309	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	30 September 2019		Equity Method 31 March 2019	
				Amount Baht	Dividends Baht	Amount Baht	Dividends Baht
<b>Associate</b>							
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	1,358,638,218	89,963,357	1,357,930,009	75,531,090
<b>Joint venture</b>							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	25,793,981	-	22,165,315	7,986,309
				1,384,432,199	89,963,357	1,380,095,324	83,517,399
Name	Business activity	Paid-up share capital	% of holding	30 September 2019		Cost Method 31 March 2019	
				Amount Baht	Dividends Baht	Amount Baht	Dividends Baht
<b>Associate</b>							
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
<b>Joint venture</b>							
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

## 12 Property, plant and equipment, net

For the six-month period ended 30 September

	<b>2019 Baht</b>
Opening net book amount	7,703,011,731
Additions	1,904,549,059
Disposals/write - offs, net	(169)
<u>Less</u> Depreciation charge	<u>(587,340,557)</u>
Closing net book amount	<u>9,020,220,064</u>

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

As at 30 September 2019, the Company has capital commitments not recorded in the financial information amounting of Baht 741 million (31 March 2019 : Baht 1,972 million).

## 13 Intangible assets, net

For the six-month period ended 30 September

	<b>2019 Baht</b>
Opening net book amount	974,757,302
Additions	189,618,564
<u>Less</u> Amortisation charge	<u>(122,701,631)</u>
Closing net book amount	<u>1,041,674,235</u>

The additions during the period mainly compose of product designs.

## 14 Accrued expenses

	<b>30 September 2019 Baht</b>	<b>31 March 2019 Baht</b>
Accrued staff cost	239,885,695	242,453,382
Accrued electricity expense	29,815,396	32,179,796
Accrued rebate	159,972,379	24,000,000
Others	45,077,118	40,804,908
	<u>474,750,588</u>	<u>339,438,086</u>

## 15 Provision for post-employment benefits

	<b>30 September 2019 Baht</b>	<b>31 March 2019 Baht</b>
Statement of financial position: Retirement benefits	<u>366,320,531</u>	<u>234,385,053</u>
<b>For the six-month period ended 30 September</b>	<b>2019 Baht</b>	<b>2018 Baht</b>
(Profit) loss charge included in operating profit for: Retirement benefits	<u>99,845,567</u>	<u>14,422,038</u>
Remeasurement in other comprehensive (income) expense	<u>35,776,646</u>	<u>-</u>

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

On 5 April 2019, an amendment bill to the Labour Protection Law was published in the Government Gazette. The amended law became effective 30 days after its publication. The main amendment is that the compensation for employees who have retired and have more than or equal to 20 years of service has changed from 300 day's pay to 400 day's pay. The effects of the amendment on the interim financial information in which the equity method is applied and interim separate financial information are Baht 80 million.

During the six-month period ended 30 September 2019, the discount rate which was the principal actuarial assumption for employee benefit obligations decreased due to significant change in interest rate on government bond and resulted to increase in the employee benefit obligations in the interim financial information in which the equity method is applied and interim separate financial information as at 30 September 2019 by Baht 36 million.

## 16 Income tax

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

	Equity Method		Cost Method	
	2019 Baht	2018 Baht	2019 Baht	2018 Baht
Current income tax	191,561,323	191,341,148	191,561,323	191,341,148
Deferred income tax	(4,619,785)	9,856,414	(16,050,597)	(5,981,073)
	186,941,538	201,197,562	175,510,726	185,360,075

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 16.51% and 16.68% for cost method and equity method, respectively. (For the six-month period ended 30 September 2018: 18.38% and 18.49% for cost method and equity method, respectively).

## 17 Dividends paid

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.

## 18 Commitments and contingent liabilities

For the six-month period ended 30 September 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 12 and the following item:

### Forward exchange contracts

As at 30 September 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:

	30 September 2019	31 March 2019
Forward exchange contracts	Yen 60 million USD 2 million	Yen 40 million USD 2 million
Maturity of forward exchange contracts	1-2 month	1-2 month