

THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED

**INTERIM FINANCIAL INFORMATION IN WHICH THE EQUITY
METHOD IS APPLIED AND SEPARATE FINANCIAL INFORMATION
(UNAUDITED)**

30 JUNE 2021

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 in which the equity method is applied of Thai Stanley Electric Public Company Limited, and the interim separate financial information of Thai Stanley Electric Public Company Limited. These comprise the statement of financial position in which the equity method is applied and the separate statement of financial position as at 30 June 2021, 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. Management is responsible for the preparation and presentation of this interim financial information in which the equity method is applied and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information in which the equity method is applied and separate 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 in which the equity method is applied and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

Vichien Khingmontri

Certified Public Accountant (Thailand) No. 3977

Bangkok

30 July 2021

Thai Stanley Electric Public Company Limited
Statement of Financial Position
As at 30 June 2021

	Notes	Equity method financial information		Separate financial information	
		Unaudited 30 June 2021 Baht	Audited 31 March 2021 Baht	Unaudited 30 June 2021 Baht	Audited 31 March 2021 Baht
Assets					
Current assets					
Cash and cash equivalents		2,332,226,957	2,663,330,410	2,332,226,957	2,663,330,410
Short-term investments	6	3,322,000,000	2,258,000,000	3,322,000,000	2,258,000,000
Trade and other accounts receivable, net	7	2,127,934,715	2,550,248,111	2,127,934,715	2,550,248,111
Inventories, net	9	607,208,476	476,679,563	607,208,476	476,679,563
Current portion of loans to employees	10	66,545,567	44,380,610	66,545,567	44,380,610
Other current assets		10,038,402	7,524,762	10,038,402	7,524,762
Total current assets		8,465,954,117	8,000,163,456	8,465,954,117	8,000,163,456
Non-current assets					
Loans to employees	10	76,315,902	18,738,098	76,315,902	18,738,098
Financial assets measured at fair value through other comprehensive income	5	1,378,907,962	1,336,747,660	1,378,907,962	1,336,747,660
Investment in an associate	11	1,614,627,527	1,710,120,028	54,044,189	54,044,189
Investment in a joint venture	11	25,353,192	23,267,369	3,132,500	3,132,500
Property, plant and equipment, net	12	9,243,945,995	9,402,862,077	9,243,945,995	9,402,862,077
Intangible assets, net		1,016,052,524	1,027,622,470	1,016,052,524	1,027,622,470
Other non-current assets, net		27,975,850	23,089,165	27,975,850	23,089,165
Total non-current assets		13,383,178,952	13,542,446,867	11,800,374,922	11,866,236,159
Total assets		21,849,133,069	21,542,610,323	20,266,329,039	19,866,399,615

Director _____
(Mr. Koichi Nagano)

Director _____
(Mr. Apichart Leeissaranukul)

The notes to the interim financial information are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited
Statement of Financial Position
As at 30 June 2021

	Notes	Equity method		Separate financial information	
		Unaudited 30 June 2021 Baht	Audited 31 March 2021 Baht	Unaudited 30 June 2021 Baht	Audited 31 March 2021 Baht
Liabilities and equity					
Current liabilities					
Trade accounts payable - other companies		447,154,042	498,067,977	447,154,042	498,067,977
- related parties	8	483,366,301	538,340,036	483,366,301	538,340,036
Other accounts payable - other companies		168,222,017	177,455,506	168,222,017	177,455,506
- related parties	8	144,175,955	253,230,209	144,175,955	253,230,209
Derivatives liabilities	5	42,538	239,190	42,538	239,190
Accrued corporate income tax		267,029,931	153,387,880	267,029,931	153,387,880
Accrued expenses	13	309,278,760	346,716,922	309,278,760	346,716,922
Total current liabilities		1,819,269,544	1,967,437,720	1,819,269,544	1,967,437,720
Non-current liabilities					
Deferred tax liabilities, net		469,583,420	472,244,504	153,022,614	137,002,362
Employee benefit obligations		393,310,091	385,147,496	393,310,091	385,147,496
Total non-current liabilities		862,893,511	857,392,000	546,332,705	522,149,858
Total liabilities		2,682,163,055	2,824,829,720	2,365,602,249	2,489,587,578
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		17,408,340,518	17,024,855,642	15,975,048,306	15,484,861,795
Other components of equity		832,941,996	767,237,461	999,990,984	966,262,742
Total equity		19,166,970,014	18,717,780,603	17,900,726,790	17,376,812,037
Total liabilities and equity		21,849,133,069	21,542,610,323	20,266,329,039	19,866,399,615

The notes to the interim financial information 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 2021

	Notes	Equity method			
		financial information		Separate financial information	
		Unaudited 2021 Baht	Unaudited 2020 Baht	Unaudited 2021 Baht	Unaudited 2020 Baht
Revenues from sales and services		3,218,766,323	1,718,642,381	3,218,766,323	1,718,642,381
Costs of sales and services		(2,597,340,850)	(1,793,100,126)	(2,597,340,850)	(1,793,100,126)
Gross profit (loss)		621,425,473	(74,457,745)	621,425,473	(74,457,745)
Other income					
- Dividend income	8, 11	-	-	205,056,486	94,579,667
- Gain on exchange rates, net		8,041,304	4,734,020	8,041,304	4,734,020
- Interest income		4,729,338	7,805,279	4,729,338	7,805,279
- Others		15,467,671	9,026,073	15,467,671	9,026,073
Profit (loss) before expenses		649,663,786	(52,892,373)	854,720,272	41,687,294
Selling expenses		(162,092,328)	(82,213,296)	(162,092,328)	(82,213,296)
Administrative expenses		(79,914,276)	(78,831,761)	(79,914,276)	(78,831,761)
Total expenses		(242,006,604)	(161,045,057)	(242,006,604)	(161,045,057)
Operating profit (loss)		407,657,182	(213,937,430)	612,713,668	(119,357,763)
Share of profit from investments in an associate and a joint venture	11	71,679,442	20,145,274	-	-
Profit (loss) before income tax		479,336,624	(193,792,156)	612,713,668	(119,357,763)
Income tax	14	(95,851,748)	9,741,142	(122,527,157)	(5,145,736)
Net profit (loss) for the period		383,484,876	(184,051,014)	490,186,511	(124,503,499)
Earnings (loss) per share					
Basic earnings (loss) per share		5.00	(2.40)	6.40	(1.62)

The notes to the interim financial information 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 2021

	Equity method		Separate financial information	
	financial information		financial information	
	Unaudited	Unaudited	Unaudited	Unaudited
	2021	2020	2021	2020
	Baht	Baht	Baht	Baht
Net profit (loss) for the period	383,484,876	(184,051,014)	490,186,511	(124,503,499)
Other comprehensive income (expenses) for the period after tax:				
Items that will not be reclassified subsequently to profit or loss				
Changes in fair value of investments in equity instruments through other comprehensive income	42,160,302	11,823,959	42,160,302	11,823,959
Income tax on items that will not be reclassified to profit or loss	(8,432,060)	(2,364,792)	(8,432,060)	(2,364,792)
Total items that will not be reclassified subsequently to profit or loss	33,728,242	9,459,167	33,728,242	9,459,167
Items that will be reclassified subsequently to profit or loss				
Exchange differences relating to investments in an associate and a joint venture	39,970,366	(58,628,970)	-	-
Income tax on items that will be reclassified to profit or loss	(7,994,073)	11,725,794	-	-
Total items that will be reclassified subsequently to profit or loss	31,976,293	(46,903,176)	-	-
Other comprehensive income (expenses) for the period, net of tax	65,704,535	(37,444,009)	33,728,242	9,459,167
Total comprehensive income (expenses) for the period	449,189,411	(221,495,023)	523,914,753	(115,044,332)

The notes to the interim financial information 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 2021

Equity method financial information (Unaudited)										
				Other components of equity						
				Other comprehensive income (expenses)						
Retained earnings				Measurement of		Exchange		Remeasurements		Total
Issued and	Premium	Appropriated -	Unappropriated	of available-for-	through other	investments in	investments in	of post-employment	other	Total
paid-up	on share	Legal	retained	sale investment	comprehensive	at fair value	an associate and	benefit obligations	components	equity
share capital	capital	reserve	earnings	Baht	income	relating to	a joint venture	Baht	of equity	Baht
Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Opening balance as at 1 April 2020										
- as reported	383,125,000	504,250,000	38,312,500	16,595,671,038	448,000	-	(176,791,192)	(23,200,047)	(199,543,239)	17,321,815,299
Impact of first-time adoption of new financial reporting standards	-	-	-	-	(448,000)	952,053,219	-	-	951,605,219	951,605,219
Opening balance as at 1 April 2020 - restated										
	383,125,000	504,250,000	38,312,500	16,595,671,038	-	952,053,219	(176,791,192)	(23,200,047)	752,061,980	18,273,420,518
Total comprehensive income (expenses) for the period	-	-	-	(184,051,014)	-	9,459,167	(46,903,176)	-	(37,444,009)	(221,495,023)
Closing balance as at 30 June 2020										
	383,125,000	504,250,000	38,312,500	16,411,620,024	-	961,512,386	(223,694,368)	(23,200,047)	714,617,971	18,051,925,495
Opening balance as at 1 April 2021										
	383,125,000	504,250,000	38,312,500	17,024,855,642	-	969,173,204	(199,025,281)	(2,910,462)	767,237,461	18,717,780,603
Total comprehensive income for the period	-	-	-	383,484,876	-	33,728,242	31,976,293	-	65,704,535	449,189,411
Closing balance as at 30 June 2021										
	383,125,000	504,250,000	38,312,500	17,408,340,518	-	1,002,901,446	(167,048,988)	(2,910,462)	832,941,996	19,166,970,014

The notes to the interim financial information 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 2021

Separate financial information (Unaudited)									
				Other components of equity					
				Other comprehensive income (expenses)					
				Measurement of investments in equity instruments at fair value					
Retained earnings									
Issued and paid-up share capital	Premium on share capital	Appropriated - Legal reserve	Unappropriated retained earnings	Measurement of available-for-sale investment	through other comprehensive income	Remeasurements of post-employment benefit obligations	Total other components of equity	Total equity	
Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Opening balance as at 1 April 2020									
- as reported	383,125,000	504,250,000	38,312,500	15,168,253,176	448,000	-	(23,200,047)	(22,752,047)	16,071,188,629
Impact of first-time adoption of new financial reporting standards	-	-	-	-	(448,000)	952,053,219	-	951,605,219	951,605,219
Opening balance as at 1 April 2020 - restated									
	383,125,000	504,250,000	38,312,500	15,168,253,176	-	952,053,219	(23,200,047)	928,853,172	17,022,793,848
Total comprehensive income (expenses) for the period	-	-	-	(124,503,499)	-	9,459,167	-	9,459,167	(115,044,332)
Closing balance as at 30 June 2020									
	383,125,000	504,250,000	38,312,500	15,043,749,677	-	961,512,386	(23,200,047)	938,312,339	16,907,749,516
Opening balance as at 1 April 2021									
	383,125,000	504,250,000	38,312,500	15,484,861,795	-	969,173,204	(2,910,462)	966,262,742	17,376,812,037
Total comprehensive income for the period	-	-	-	490,186,511	-	33,728,242	-	33,728,242	523,914,753
Closing balance as at 30 June 2021									
	383,125,000	504,250,000	38,312,500	15,975,048,306	-	1,002,901,446	(2,910,462)	999,990,984	17,900,726,790

The notes to the interim financial information 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 2021

	Notes	Equity method financial information		Separate financial information	
		Unaudited 2021	Unaudited 2020	Unaudited 2021	Unaudited 2020
		Baht	Baht	Baht	Baht
Cash flows from operating activities:					
Profit (loss) before income tax for the period		479,336,624	(193,792,156)	612,713,668	(119,357,763)
Adjustments to reconcile profit (loss) before income tax to net cash provided by operations:					
- Depreciation	12	310,509,748	303,276,915	310,509,748	303,276,915
- Amortisation		70,977,071	63,094,373	70,977,071	63,094,373
- Interest income		(4,729,338)	(7,805,279)	(4,729,338)	(7,805,279)
- Share of profit from investments in an associate and a joint venture	11	(71,679,442)	(20,145,274)	-	-
- Dividend income					
- Investments in an associate	8, 11	-	-	(205,056,486)	(94,579,667)
- Gain on disposal of equipment		(67,824)	(83,591)	(67,824)	(83,591)
- (Gain) loss from changes in fair value of derivatives		(196,652)	2,059,055	(196,652)	2,059,055
- Allowance for obsolete and slow moving inventories		190,560	510,745	190,560	510,745
- Reversal of allowance for net realisable value lower than cost of inventories		-	(78,060)	-	(78,060)
- Employee benefit obligations		10,676,933	17,672,512	10,676,933	17,672,512
- Unrealised (gain) loss on exchange rates		(4,391,866)	1,185,676	(4,391,866)	1,185,676
Cash flows before changes in operating assets and liabilities		790,625,814	165,894,916	790,625,814	165,894,916
Changes in operating assets and liabilities					
- Trade and other accounts receivable		423,798,855	1,220,945,519	423,798,855	1,220,945,519
- Inventories		(130,719,473)	40,733,120	(130,719,473)	40,733,120
- Other current assets		(2,513,640)	23,328,044	(2,513,640)	23,328,044
- Other non-current assets		(4,886,685)	333,387	(4,886,685)	333,387
- Trade accounts payable - other companies		(50,913,935)	(288,115,840)	(50,913,935)	(288,115,840)
- Trade accounts payable - related parties		(54,973,735)	(215,008,989)	(54,973,735)	(215,008,989)
- Other accounts payable - other companies		(30,271,973)	(20,977,854)	(30,271,973)	(20,977,854)
- Other accounts payable - related parties		(109,615,073)	(61,682,686)	(109,615,073)	(61,682,686)
- Accrued expenses		(37,438,162)	(109,660,169)	(37,438,162)	(109,660,169)
- Payment for employee benefit obligations		(2,514,338)	(21,246,395)	(2,514,338)	(21,246,395)
Cash generated from operations		790,577,655	734,543,053	790,577,655	734,543,053

The notes to the interim financial information 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 2021

	Notes	Equity method financial information		Separate financial information	
		Unaudited 2021	Unaudited 2020	Unaudited 2021	Unaudited 2020
		Baht	Baht	Baht	Baht
Cash generated from operations		790,577,655	734,543,053	790,577,655	734,543,053
- Interest received		2,128,964	3,503,675	2,128,964	3,503,675
- Income tax paid		(1,296,914)	(468,618)	(1,296,914)	(468,618)
Net cash received from operating activities		791,409,705	737,578,110	791,409,705	737,578,110
Cash flows from investing activities:					
Loans made to employees	10	(90,678,048)	(48,146,889)	(90,678,048)	(48,146,889)
Loans repayments from employees	10	10,935,287	49,556,249	10,935,287	49,556,249
Purchases of property, plant and equipment		(141,388,789)	(777,491,525)	(141,388,789)	(777,491,525)
Proceeds from disposals of equipment		67,850	83,600	67,850	83,600
Interest received on short-term investments		1,114,915	2,282,082	1,114,915	2,282,082
Purchase of long-term investments					
Dividends received from investments					
- Investments in an associate	8, 11	205,056,486	94,579,667	205,056,486	94,579,667
Purchases of intangible assets		(48,012,725)	(38,335,356)	(48,012,725)	(38,335,356)
Cash receipts from short-term investments	6	892,000,000	190,000,000	892,000,000	190,000,000
Cash payments on short-term investments	6	(1,956,000,000)	-	(1,956,000,000)	-
Net cash used in investing activities		(1,126,905,024)	(527,472,172)	(1,126,905,024)	(527,472,172)
Cash flows from financing activities		-	-	-	-
Net increase (decrease) in cash and cash equivalents		(335,495,319)	210,105,938	(335,495,319)	210,105,938
Cash and cash equivalents at beginning of the period		2,663,330,410	3,177,436,049	2,663,330,410	3,177,436,049
Effects of exchange rate changes		4,391,866	(1,185,676)	4,391,866	(1,185,676)
Cash and cash equivalents at end of the period		2,332,226,957	3,386,356,311	2,332,226,957	3,386,356,311
Non-cash transactions:					
Outstanding liabilities arisen from purchase of plant and equipment and intangible assets		50,295,450	156,303,556	50,295,450	156,303,556

The notes to the interim financial information are an integral part of this interim financial information.

1 Significant events during the current period

The outbreak of Coronavirus Disease 2019 (“COVID-19 outbreak”) in early 2020 has adverse effects on the Company’s operating results both the demand and supply of manufacturing chain. The Company’s management is now paying close attention to the development of the COVID-19 situation, evaluating its impact on the operation while strategizing effective solutions which result in an increase in the revenues from sales and services Baht 1,500 million or 87% from the same period of the last year. However the Company is still closely evaluating the impact on the operation.

2 Basis of preparation

The interim financial information in which the equity method is applied and interim separate financial information have 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 2021.

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 2021.

New and amended Thai Financial Reporting Standards effective for the accounting periods beginning from 1 January 2021 do not have material impact on the Company.

4 Segment information

The Company’s strategic steering committee, consisting of board of directors, examines the Company’s performance from a product group perspective.

Business segment

The Company manufactures and sells auto bulbs, automotive lighting equipment, molds & dies and product designs. The chief operating decision-maker reviews operating results in the same dimension as presented on the interim financial information.

For the period ended 30 June 2021, total revenue from sales and services has timing of revenue recognition as point in time.

Revenues by product group

During the three-month period ended 30 June 2021 and 2020, the revenues by product group are as follows:

	2021	2020
	Baht	Baht
Auto bulbs and automotive lighting equipment	3,180,313,928	1,508,451,639
Molds & dies and product designs	38,452,395	210,190,742
	3,218,766,323	1,718,642,381

Thai Stanley Electric Public Company Limited
Unaudited Condensed Notes to the Interim Financial Information
For the three-month period ended 30 June 2021

Revenues by geographic region

During the three-month period ended 30 June 2021 and 2020, the revenues by geographic region are as follows:

	2021	2020
	Baht	Baht
Domestic	2,034,350,578	1,199,807,406
Export	1,184,415,745	518,834,975
	3,218,766,323	1,718,642,381

Major customers

During the three-month period ended 30 June 2021, the Company has revenues from 3 major customer groups which each of them contributed equal or over 10% of the Company's total revenues (2020: 3 customer groups).

	2021	2020
	Million Baht	Million Baht
Customer group no.1	1,186	658
Customer group no.2	914	346
Customer group no.3	369	240
	2,469	1,244

The customer group means the customers under common control.

5 Fair value

The following table presents financial assets and liabilities that are measured at fair value, excluding where its fair value is approximating the carrying amount.

	Equity method and separate financial information							
	Level 1		Level 2		Level 3		Total	
	30 June	31 March	30 June	31 March	30 June	31 March	30 June	31 March
	2021	2021	2021	2021	2021	2021	2021	2021
Assets								
Financial assets measured at fair value through other comprehensive income								
Investments in equity instruments	106,978,121	111,530,569	-	-	1,271,929,841	1,225,217,091	1,378,907,962	1,336,747,660
Total assets	106,978,121	111,530,569	-	-	1,271,929,841	1,225,217,091	1,378,907,962	1,336,747,660
Liabilities								
Financial liabilities measured at fair value through profit or loss								
Derivatives liabilities								
- Foreign exchange forward contracts	-	-	42,538	239,190	-	-	42,538	239,190
Total liabilities	-	-	42,538	239,190	-	-	42,538	239,190

Valuation techniques used to measure fair value level 1

The fair value of financial instruments in level one is based on the closing price by reference to the Stock Exchange.

Valuation techniques used to measure fair value level 2

Fair value of foreign exchange forward contracts is determined using forward exchange rate that are quoted in an active market. The effects of discounting are generally insignificant for level 2 derivatives.

Thai Stanley Electric Public Company Limited
Unaudited Condensed Notes to the Interim Financial Information
For the three-month period ended 30 June 2021

Valuation techniques used to measure fair value level 3

Non-listed equity investments were appraised for its fair value using valuation techniques of input from unobservable market data (Level 3). The management also made adjustments to reflect the risk and nature of the equity instruments.

Changes in level 3 financial instruments for the three-month period ended 30 June 2021 is as follows:

	Non-listed equity investments
	Unaudited
	Baht
Opening balance as at 1 April 2021	1,225,217,091
Gains recognised in other comprehensive income	46,712,750
Closing balance as at 30 June 2021	1,271,929,841

The Company's valuation processes

Chief Financial Officer (CFO), Audit Committee (AC) and a valuation team discuss valuation processes and results at least every quarter.

Significant unobservable input of fair value hierarchy level 3 is Discount for Lack of Marketability. The Company estimates by using the mid-range of information and referred to International Valuation standards.

6 Short-term investments

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

Movement in short-term investments is as follows:

For the three-month period ended 30 June	2021
	Baht
Opening balance	2,258,000,000
Additions during the period	1,956,000,000
Redemptions during the period	(892,000,000)
Closing balance	3,322,000,000

As at 30 June 2021, short-term investments bore interest at the rates of 0.25% - 0.63% per annum (31 March 2021 : 0.21% - 0.63% per annum).

7 Trade and other accounts receivable, net

Trade and other accounts receivable, net as at 30 June 2021 and 31 March 2021 are as follows:

	30 June	31 March
	2021	2021
	Baht	Baht
Trade accounts receivable - other companies	1,859,341,064	2,119,220,891
<u>Less</u> Allowance for doubtful account	(20,446,001)	(20,446,001)
Trade accounts receivable - other companies, net	1,838,895,063	2,098,774,890
Trade accounts receivable - related parties (Note 8)	182,178,648	296,457,727
Other accounts receivable - related party (Note 8)	13,342,990	39,163,203
Prepaid expenses	46,132,880	56,389,044
Value added tax receivable	25,947,840	14,976,949
Other receivables	21,427,294	44,486,298
	2,127,934,715	2,550,248,111

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Trade accounts receivable as at 30 June 2021 and 31 March 2021 can be analysed as follows:

	Trade accounts receivable- other companies		Trade accounts receivable- related parties	
	30 June 2021 Baht	31 March 2021 Baht	30 June 2021 Baht	31 March 2021 Baht
Current	1,822,774,719	2,095,505,182	180,896,035	292,676,858
Overdue				
- less than 3 months	16,120,344	3,241,708	1,155,919	3,780,869
- 3 - 6 months	-	28,000	126,694	-
- 6 - 12 months	-	-	-	-
- more than 1 year	20,446,001	20,446,001	-	-
	1,859,341,064	2,119,220,891	182,178,648	296,457,727

8 Related party transactions

The Company had the significant transactions with its major shareholder, Stanley Electric Group, 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 29.57% 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 periods ended 30 June

	2021 Baht	2020 Baht
Sales		
Stanley Electric Group companies	146,840,669	188,387,579
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	33,084,458	30,304,017
Associate	82,995,576	16,042,519
Joint venture	63,436,903	26,102,142
	326,357,606	260,836,257
Other income		
Stanley Electric Group companies	155,159	252,282
Dividend income		
Associate	205,056,486	94,579,667
Royalty income		
Stanley Electric Group companies	937,930	-
Purchases of goods and services		
Stanley Electric Group companies	828,025,533	373,445,863
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	105,983,406	51,730,887
Associate	9,538,996	81,634,600
	943,547,935	506,811,350
Royalty fee		
Stanley Electric Group companies	72,687,219	39,502,421
Design and development fee		
Stanley Electric Group companies	6,352,224	17,289,218
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	13,933	-
Associate	-	372,794
	6,366,157	17,662,012

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For the three-month periods ended 30 June

	2021 Baht	2020 Baht
Commission		
Stanley Electric Group companies	31,696,816	6,232,199
Directors' and managements' remuneration		
Short-term benefits	10,343,959	10,815,108

The outstanding balances as at 30 June 2021 and 31 March 2021 are as follows:

	30 June 2021 Baht	31 March 2021 Baht
Trade accounts receivable - related parties		
Stanley Electric Group companies	52,829,738	159,786,768
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	38,193,505	35,187,083
Associate	55,725,602	51,677,957
Joint venture	35,429,803	49,805,919
	182,178,648	296,457,727
Other accounts receivable - related party		
Stanley Electric Group company	13,342,990	39,163,203
Trade accounts payable - related parties		
Stanley Electric Group companies	436,361,424	479,505,986
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	37,235,304	43,576,418
Associate	9,769,573	15,257,632
	483,366,301	538,340,036
Other accounts payable - related parties		
Stanley Electric Group companies	144,175,955	253,230,209

9 Inventories, net

	30 June 2021 Baht	31 March 2021 Baht
Raw materials and packaging	293,102,457	239,155,015
Work in process	142,732,731	84,138,194
Finished goods	94,550,457	88,634,062
Goods in transit	79,172,288	66,911,189
	609,557,933	478,838,460
<u>Less</u> Allowance for obsolete and slow-moving inventories		
- Raw materials and packaging	(1,985,597)	(1,865,897)
- Work in process	(211,790)	(185,171)
- Finished goods	(152,070)	(107,829)
Inventories, net	607,208,476	476,679,563

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10 Loans to employees

Movements in loans to employees during the period are as follows:

	2021 Baht
Opening balance	63,118,708
Additions	90,678,048
Received during the year	(10,935,287)
Closing balance	142,861,469

Loans to employees bear interest rate at 0.99% - 1.00% per annum (31 March 2021: 0.99% - 1.70% per annum). The repayment periods are between 2 month - 3 years (31 March 2021: 1 month - 2 years).

The analysis of loans to employees is as follows:

	30 June 2021 Baht	31 March 2021 Baht
Current portion of loans to employees	66,545,567	44,380,610
Non-current portion of loans to employees	76,315,902	18,738,098
	142,861,469	63,118,708

The Company has no reconciliations of loss allowance for loans to employees for the period ended 30 June 2021 and 31 March 2021.

11 Investments in an associate and a joint venture

a) **The details of investments in an associate and a joint venture as at 30 June 2021 and 31 March 2021 are as follows:**

	Name	Business activity	Paid-up share capital	% of holding	Equity Method		Cost Method	
					30 June 2021	31 March 2021	30 June 2021	31 March 2021
					Amount Baht	Amount Baht	Amount Baht	Amount Baht
Associate								
	Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	1,614,627,527	1,710,120,028	54,044,189	54,044,189
Joint venture								
	Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	25,353,192	23,267,369	3,132,500	3,132,500
					1,639,980,719	1,733,387,397	57,176,689	57,176,689

b) Movements in investments in an associate and a joint venture for the three-month periods ended 30 June 2021 are as follows:

	Equity Method Baht	Cost Method Baht
Opening net book amount	1,733,387,397	57,176,689
Share of profit	71,679,442	-
Dividends received	(205,056,486)	-
Translation adjustments	39,970,366	-
Closing net book amount	<u>1,639,980,719</u>	<u>57,176,689</u>

12 Property, plant and equipment, net

For the three-month period ended 30 June

	2021 Baht
Opening net book amount	9,402,862,077
Additions	151,593,692
Disposals/write - offs, net	(26)
<u>Less</u> Depreciation charge	<u>(310,509,748)</u>
Closing net book amount	<u>9,243,945,995</u>

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

As at 30 June 2021, the Company has capital commitments not recognised in the financial information amounting of Baht 201 million (31 March 2021: Baht 110 million).

13 Accrued expenses

	30 June 2021 Baht	31 March 2021 Baht
Accrued staff cost	129,410,522	221,403,575
Accrued electricity expense	29,557,176	34,096,640
Accrued rebate	121,174,790	57,280,000
Others	29,136,272	33,936,707
	<u>309,278,760</u>	<u>346,716,922</u>

14 Income tax

Income tax expense for the three-month periods ended 30 June 2021 and 2020 are as follows:

	Equity method financial information		Separate financial information	
	2021 Baht	2020 Baht	2021 Baht	2020 Baht
Current income tax	114,938,965	-	114,938,965	-
Deferred income tax	(19,087,217)	(9,741,142)	7,588,192	5,145,736
	95,851,748	(9,741,142)	122,527,157	5,145,736

The interim income tax expense is recognised based on management's estimate of the weighted average effective annual income tax rate expected for the full financial year. The estimated average annual tax rate used for the period to 30 June 2021 is 20.00% and 20.00% for cost method and equity method, respectively, compared to 4.31% and (5.03)% respectively, for the three months ended 30 June 2020. The tax rate was lower in 2020 due to the Company occurred loss from operation which bear no income tax expense.

15 Commitments and contingent liabilities

For the three-month period ended 30 June 2021, there were no significant changes in commitments and contingent liabilities and other agreements from the year ended 31 March 2021, except the capital commitment as mentioned in Note 12.

16 Bank guarantees

As at 30 June 2021, the Company has bank guarantees of Baht 20 million (31 March 2021: Baht 20 million) with respect to electricity supply.

17 Events occurring after the reporting date

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 2 July 2021, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2021 for 76,625,000 shares of Baht 5.50 per share, totalling Baht 421,437,500. However, there are 100 shares that are not entitled to receive the dividends, totalling Baht 550 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 421,436,950 to the shareholders on 29 July 2021.

18 Authorisation of financial information

The interim financial information in which the equity method is applied and interim separate financial information were authorised by the Company's Board of Directors on 30 July 2021.