

**THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED**

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

**30 JUNE 2022**

## **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 2022, 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  
5 August 2022

**Thai Stanley Electric Public Company Limited**  
**Statement of Financial Position**  
**As at 30 June 2022**

	Notes	Equity method		Separate financial information	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		30 June	31 March	30 June	31 March
		2022	2022	2022	2022
		Baht	Baht	Baht	Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		2,434,712,324	2,655,943,140	2,434,712,324	2,655,943,140
Short-term investments	7	4,511,000,000	3,483,000,000	4,511,000,000	3,483,000,000
Trade and other accounts receivable, net	8	2,109,898,509	2,617,502,108	2,109,898,509	2,617,502,108
Inventories, net	10	799,093,124	717,823,866	799,093,124	717,823,866
Current portion of loans to employees	11	47,711,923	54,958,494	47,711,923	54,958,494
Other current assets		9,124,047	9,913,992	9,124,047	9,913,992
<b>Total current assets</b>		<b>9,911,539,927</b>	<b>9,539,141,600</b>	<b>9,911,539,927</b>	<b>9,539,141,600</b>
<b>Non-current assets</b>					
Loans to employees	11	32,719,319	41,490,171	32,719,319	41,490,171
Financial assets measured at fair value through other comprehensive income	6	1,573,551,979	1,485,400,982	1,573,551,979	1,485,400,982
Investment in an associate	12	1,838,802,817	1,885,457,013	54,044,189	54,044,189
Investment in a joint venture	12	22,941,402	23,446,570	3,132,500	3,132,500
Property, plant and equipment, net	13	8,897,934,096	9,076,819,631	8,897,934,096	9,076,819,631
Intangible assets, net		974,399,389	988,701,728	974,399,389	988,701,728
Other non-current assets, net		16,471,157	16,197,777	16,471,157	16,197,777
<b>Total non-current assets</b>		<b>13,356,820,159</b>	<b>13,517,513,872</b>	<b>11,552,252,629</b>	<b>11,665,786,978</b>
<b>Total assets</b>		<b>23,268,360,086</b>	<b>23,056,655,472</b>	<b>21,463,792,556</b>	<b>21,204,928,578</b>

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 2022**

	Notes	Equity method		Separate financial information	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		30 June	31 March	30 June	31 March
		2022	2022	2022	2022
		Baht	Baht	Baht	Baht
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Trade accounts payable - other companies		419,629,175	558,504,822	419,629,175	558,504,822
- related parties	9	458,784,612	495,951,982	458,784,612	495,951,982
Other accounts payable - other companies		176,119,530	248,353,113	176,119,530	248,353,113
- related parties	9	163,695,727	173,557,965	163,695,727	173,557,965
Derivatives liabilities	6	146,487	780,983	146,487	780,983
Accrued corporate income tax		274,344,304	177,386,425	274,344,304	177,386,425
Accrued expenses	14	316,886,559	410,699,808	316,886,559	410,699,808
<b>Total current liabilities</b>		<b>1,809,606,394</b>	<b>2,065,235,098</b>	<b>1,809,606,394</b>	<b>2,065,235,098</b>
<b>Non-current liabilities</b>					
Deferred tax liabilities, net		567,271,079	555,038,867	206,357,573	184,693,488
Employee benefit obligations		419,637,157	409,603,994	419,637,157	409,603,994
<b>Total non-current liabilities</b>		<b>986,908,236</b>	<b>964,642,861</b>	<b>625,994,730</b>	<b>594,297,482</b>
<b>Total liabilities</b>		<b>2,796,514,630</b>	<b>3,029,877,959</b>	<b>2,435,601,124</b>	<b>2,659,532,580</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		18,441,625,825	18,124,222,521	16,939,962,619	16,527,687,983
Other components of equity		1,104,532,131	976,867,492	1,162,541,313	1,092,020,515
<b>Total equity</b>		<b>20,471,845,456</b>	<b>20,026,777,513</b>	<b>19,028,191,432</b>	<b>18,545,395,998</b>
<b>Total liabilities and equity</b>		<b>23,268,360,086</b>	<b>23,056,655,472</b>	<b>21,463,792,556</b>	<b>21,204,928,578</b>

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 2022**

	Notes	Equity method financial information		Separate financial information	
		Unaudited 2022	Unaudited 2021	Unaudited 2022	Unaudited 2021
		Baht	Baht	Baht	Baht
Revenues from sales and services		3,283,076,462	3,218,766,323	3,283,076,462	3,218,766,323
Costs of sales and services		(2,734,182,371)	(2,597,340,850)	(2,734,182,371)	(2,597,340,850)
<b>Gross profit</b>		548,894,091	621,425,473	548,894,091	621,425,473
Other income					
- Dividend income	9, 12	-	-	195,333,138	205,056,486
- Gain on exchange rates, net		13,416,190	8,041,304	13,416,190	8,041,304
- Interest income		5,221,028	4,729,338	5,221,028	4,729,338
- Others		22,462,583	15,467,671	22,462,583	15,467,671
<b>Profit before expenses</b>		589,993,892	649,663,786	785,327,030	854,720,272
Selling expenses		(175,775,610)	(162,092,328)	(175,775,610)	(162,092,328)
Administrative expenses		(94,414,222)	(79,914,276)	(94,414,222)	(79,914,276)
<b>Total expenses</b>		(270,189,832)	(242,006,604)	(270,189,832)	(242,006,604)
<b>Operating profit</b>		319,804,060	407,657,182	515,137,198	612,713,668
Share of profit from investments in an associate and a joint venture	12	76,743,973	71,679,442	-	-
<b>Profit before income tax</b>		396,548,033	479,336,624	515,137,198	612,713,668
Income tax	15	(79,144,729)	(95,851,748)	(102,862,562)	(122,527,157)
<b>Net profit for the period</b>		317,403,304	383,484,876	412,274,636	490,186,511
<b>Earnings per share</b>					
Basic earnings per share		4.14	5.00	5.38	6.40

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 2022

	Notes	Equity method		Separate financial information	
		financial information		financial information	
		Unaudited 2022 Baht	Unaudited 2021 Baht	Unaudited 2022 Baht	Unaudited 2021 Baht
<b>Net profit for the period</b>		317,403,304	383,484,876	412,274,636	490,186,511
<b>Other comprehensive income (expenses)</b> <b>for the period after tax:</b>					
<b>Items that will not be reclassified</b> <b>subsequently to profit or loss</b>					
Changes in fair value of investments in equity instruments through other comprehensive income		88,150,997	42,160,302	88,150,997	42,160,302
Income tax on items that will not be reclassified to profit or loss		(17,630,199)	(8,432,060)	(17,630,199)	(8,432,060)
<b>Total items that will not be reclassified</b> <b>subsequently to profit or loss</b>		70,520,798	33,728,242	70,520,798	33,728,242
<b>Items that will be reclassified subsequently</b> <b>to profit or loss</b>					
Exchange differences relating to investments in an associate and a joint venture	12	71,429,801	39,970,366	-	-
Income tax on items that will be reclassified to profit or loss		(14,285,960)	(7,994,073)	-	-
<b>Total items that will be reclassified</b> <b>subsequently to profit or loss</b>		57,143,841	31,976,293	-	-
<b>Other comprehensive income</b> <b>for the period, net of tax</b>		127,664,639	65,704,535	70,520,798	33,728,242
<b>Total comprehensive income</b> <b>for the period</b>		445,067,943	449,189,411	482,795,434	523,914,753

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 2022

	Equity method financial information (Unaudited)									
					Other components of equity					Total equity
					Other comprehensive income (expenses)					
	Issued and paid-up share capital	Premium on share capital	Retained earnings		Measurement of investments in equity instruments at fair value through other comprehensive income	Exchange differences relating to investments in an associate and a joint venture	Remeasurements of post-employment benefit obligations	Total other components of equity		
			Appropriated - Legal reserve	Unappropriated						
Baht			Baht	Baht						Baht
<b>Opening balance as at 1 April 2021</b>	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	
<b>Closing balance as at 30 June 2021</b>	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>17,408,340,518</u>	<u>1,002,901,446</u>	<u>(167,048,988)</u>	<u>(2,910,462)</u>	<u>832,941,996</u>	<u>19,166,970,014</u>	
<b>Opening balance as at 1 April 2022</b>	383,125,000	504,250,000	38,312,500	18,124,222,521	1,088,095,862	(115,153,023)	3,924,653	976,867,492	20,026,777,513	
Total comprehensive income for the period	-	-	-	317,403,304	70,520,798	57,143,841	-	127,664,639	445,067,943	
<b>Closing balance as at 30 June 2022</b>	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>18,441,625,825</u>	<u>1,158,616,660</u>	<u>(58,009,182)</u>	<u>3,924,653</u>	<u>1,104,532,131</u>	<u>20,471,845,456</u>	

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 2022

Separate financial information (Unaudited)								
				Other components of equity				
				Other comprehensive income (expenses)				
				Measurement of investments in equity instruments at fair value	Remeasurements of post-employment benefit obligations	Total other components of equity	Total equity	
Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings Appropriated - Legal reserve Baht	Unappropriated Baht	through other comprehensive income Baht	Baht	Baht	Baht	
<b>Opening balance as at 1 April 2021</b>	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
<b>Closing balance as at 30 June 2021</b>	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>15,975,048,306</u>	<u>1,002,901,446</u>	<u>(2,910,462)</u>	<u>999,990,984</u>	<u>17,900,726,790</u>
<b>Opening balance as at 1 April 2022</b>	383,125,000	504,250,000	38,312,500	16,527,687,983	1,088,095,862	3,924,653	1,092,020,515	18,545,395,998
Total comprehensive income for the period	-	-	-	412,274,636	70,520,798	-	70,520,798	482,795,434
<b>Closing balance as at 30 June 2022</b>	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>16,939,962,619</u>	<u>1,158,616,660</u>	<u>3,924,653</u>	<u>1,162,541,313</u>	<u>19,028,191,432</u>

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 2022**

	Notes	Equity method financial information		Separate financial information	
		Unaudited 2022	Unaudited 2021	Unaudited 2022	Unaudited 2021
		Baht	Baht	Baht	Baht
<b>Cash flows from operating activities:</b>					
Profit before income tax for the period		396,548,033	479,336,624	515,137,198	612,713,668
Adjustments to reconcile profit before income tax to net cash provided by operations:					
- Depreciation	13	324,157,349	310,509,748	324,157,349	310,509,748
- Amortisation		65,166,603	70,977,071	65,166,603	70,977,071
- Interest income		(5,221,028)	(4,729,338)	(5,221,028)	(4,729,338)
- Share of profit from investments in an associate and a joint venture	12	(76,743,973)	(71,679,442)	-	-
- Dividend income					
- Investments in an associate	9, 12	-	-	(195,333,138)	(205,056,486)
- Gain on disposal of equipment		(6,494)	(67,824)	(6,494)	(67,824)
- Gain from changes in fair value of derivatives		(634,496)	(196,652)	(634,496)	(196,652)
- (Reversal of) Allowance for obsolete and slow moving inventories		(480,963)	190,560	(480,963)	190,560
- (Reversal of) Allowance for net realisable value lower than cost of inventories		(2,850,875)	-	(2,850,875)	-
- Employee benefit obligations		10,776,630	10,676,933	10,776,630	10,676,933
- Unrealised gain on exchange rates		(1,980,740)	(4,391,866)	(1,980,740)	(4,391,866)
Cash flows before changes in operating assets and liabilities		708,730,046	790,625,814	708,730,046	790,625,814
Changes in operating assets and liabilities					
- Trade and other accounts receivable		509,988,012	423,798,855	509,988,012	423,798,855
- Inventories		(77,937,420)	(130,719,473)	(77,937,420)	(130,719,473)
- Other current assets		789,945	(2,513,640)	789,945	(2,513,640)
- Other non-current assets		(273,380)	(4,886,685)	(273,380)	(4,886,685)
- Trade accounts payable - other companies		(138,875,647)	(50,913,935)	(138,875,647)	(50,913,935)
- Trade accounts payable - related parties		(37,167,370)	(54,973,735)	(37,167,370)	(54,973,735)
- Other accounts payable - other companies		(11,480,698)	(30,271,973)	(11,480,698)	(30,271,973)
- Other accounts payable - related parties		(10,196,612)	(109,615,073)	(10,196,612)	(109,615,073)
- Accrued expenses		(93,813,249)	(37,438,162)	(93,813,249)	(37,438,162)
- Payment for employee benefit obligations		(743,467)	(2,514,338)	(743,467)	(2,514,338)
Cash generated from operations		849,020,160	790,577,655	849,020,160	790,577,655

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 2022**

	Notes	Equity method financial information		Separate financial information	
		Unaudited 2022	Unaudited 2021	Unaudited 2022	Unaudited 2021
		Baht	Baht	Baht	Baht
Cash generated from operations		849,020,160	790,577,655	849,020,160	790,577,655
- Interest received		2,111,816	2,128,964	2,111,816	2,128,964
- Income tax paid		(1,870,797)	(1,296,914)	(1,870,797)	(1,296,914)
Net cash received from operating activities		849,261,179	791,409,705	849,261,179	791,409,705
<b>Cash flows from investing activities:</b>					
Loans made to employees	11	(429,482)	(90,678,048)	(429,482)	(90,678,048)
Loans repayments from employees	11	16,446,905	10,935,287	16,446,905	10,935,287
Purchases of property, plant and equipment		(192,666,871)	(141,388,789)	(192,666,871)	(141,388,789)
Proceeds from disposals of equipment		6,500	67,850	6,500	67,850
Interest received on short-term investments		724,799	1,114,915	724,799	1,114,915
Dividends received					
- Investments in an associate	9, 12	195,333,138	205,056,486	195,333,138	205,056,486
Purchases of intangible assets		(63,887,724)	(48,012,725)	(63,887,724)	(48,012,725)
Cash receipts from short-term investments	7	881,000,000	892,000,000	881,000,000	892,000,000
Cash payments on short-term investments	7	(1,909,000,000)	(1,956,000,000)	(1,909,000,000)	(1,956,000,000)
Net cash used in investing activities		(1,072,472,735)	(1,126,905,024)	(1,072,472,735)	(1,126,905,024)
<b>Cash flow from financing activity</b>		-	-	-	-
<b>Net decrease in cash and cash equivalents</b>		(223,211,556)	(335,495,319)	(223,211,556)	(335,495,319)
Cash and cash equivalents at beginning of the period		2,655,943,140	2,663,330,410	2,655,943,140	2,663,330,410
Effects of exchange rate changes		1,980,740	4,391,866	1,980,740	4,391,866
Cash and cash equivalents at end of the period		2,434,712,324	2,332,226,957	2,434,712,324	2,332,226,957
<b>Non-cash transactions:</b>					
Outstanding liabilities arisen from purchase of plant and equipment and intangible assets		23,778,821	50,295,450	23,778,821	50,295,450
Outstanding liabilities arisen from purchases of plant and equipment from related parties		538,732	-	538,732	-

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”) in 2022 has still effected the world economic including automotive business. The Company is now paying close attention to the development of the COVID-19 situation, evaluating its impact on the operation while strategising effective solutions.

## 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 2022.

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 2022.

New and amended Thai Financial Reporting Standards effective for the accounting period beginning from 1 January 2022 do not have material impact on the Company.

## 4 Estimates

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

## 5 Segment information

The Company’s strategic steering committee, consisting of board of directors who are the chief operating decision-maker, examines the Company’s performance from a product group and geographic region perspective in the same dimension as presented on the interim financial information.

### Revenues from sales and services by product group

The Company manufactures and sells auto bulbs, automotive lighting equipment, molds & dies and product designs. During the three-month period ended 30 June 2022 and 2021, the revenues by product group were as follows:

	<b>2022</b>	<b>2021</b>
	<b>Baht</b>	<b>Baht</b>
Auto bulbs and automotive lighting equipment	3,270,640,696	3,180,313,928
Molds & dies and product designs	12,435,766	38,452,395
	<u>3,283,076,462</u>	<u>3,218,766,323</u>

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the three-month period ended 30 June 2022**

**Revenues from sales and services by geographic region**

During the three-month period ended 30 June 2022 and 2021, the revenues by geographic region were as follows:

	<b>2022</b>	<b>2021</b>
	<b>Baht</b>	<b>Baht</b>
Domestic	2,109,002,765	2,034,350,578
Export	1,174,073,697	1,184,415,745
	<b>3,283,076,462</b>	<b>3,218,766,323</b>

During the three-month period ended 30 June 2022, the revenues from sales and services were recognised at point in time.

**Major customers**

During the three-month period ended 30 June 2022, the Company had revenues from 3 major customer groups which each of them contributed equal or over 10% of the Company's total revenues (30 June 2021 : 3 customer groups).

	<b>2022</b>	<b>2021</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Customer group no.1	1,287	1,186
Customer group no.2	807	914
Customer group no.3	335	369
	<b>2,429</b>	<b>2,469</b>

The customers under common control are considered as one customer and referred to as the customer group.

**6 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.

	<b>Equity method and separate financial information</b>							
	<b>Level 1</b>		<b>Level 2</b>		<b>Level 3</b>		<b>Total</b>	
	<b>30 June</b>	<b>31 March</b>	<b>30 June</b>	<b>31 March</b>	<b>30 June</b>	<b>31 March</b>	<b>30 June</b>	<b>31 March</b>
	<b>2022</b>	<b>2022</b>	<b>2022</b>	<b>2022</b>	<b>2022</b>	<b>2022</b>	<b>2022</b>	<b>2022</b>
<b>Assets</b>								
<b>Financial assets measured at fair value through other comprehensive income</b>								
Investments in equity instruments	93,264,153	65,276,231	-	-	1,480,287,826	1,420,124,751	1,573,551,979	1,485,400,982
<b>Total assets</b>	<b>93,264,153</b>	<b>65,276,231</b>	<b>-</b>	<b>-</b>	<b>1,480,287,826</b>	<b>1,420,124,751</b>	<b>1,573,551,979</b>	<b>1,485,400,982</b>
<b>Liabilities</b>								
<b>Financial liabilities measured at fair value through profit or loss</b>								
Trading derivatives								
- Foreign currencies forwards	-	-	146,487	780,983	-	-	146,487	780,983
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>146,487</b>	<b>780,983</b>	<b>-</b>	<b>-</b>	<b>146,487</b>	<b>780,983</b>

**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.

**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 2022 was as follows:

	<b>Non-listed equity investments</b>
	<b>Unaudited</b>
	<b>Baht</b>
Opening balance as at 1 April 2022	1,420,124,751
Gains recognised in other comprehensive income	60,163,075
Closing balance as at 30 June 2022	<b>1,480,287,826</b>

*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.

**7 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:

<b>For the three-month period ended 30 June</b>	<b>2022</b>
	<b>Baht</b>
Opening balance	3,483,000,000
Additions during the period	1,909,000,000
Redemptions during the period	(881,000,000)
Closing balance	4,511,000,000

As at 30 June 2022, short-term investments bear interest at the rates of 0.25% - 0.45% per annum (31 March 2022 : 0.25% - 0.45% per annum).

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

Trade and other accounts receivable, net as at 30 June 2022 and 31 March 2022 were as follows:

	<b>30 June 2022 Baht</b>	<b>31 March 2022 Baht</b>
Trade accounts receivable - other companies	1,842,096,774	2,263,419,871
<u>Less</u> Loss allowance	(20,446,001)	(20,446,001)
Trade accounts receivable - other companies, net	1,821,650,773	2,242,973,870
Trade accounts receivable - related parties (Note 9)	193,858,678	232,530,954
Other accounts receivable - related party (Note 9)	9,829,002	9,978,976
Prepaid expenses	46,970,366	62,659,796
Accrued income, net	11,641,766	7,833,957
Value added tax receivable	20,333,831	43,281,726
Other receivables	5,614,093	18,242,829
	<b>2,109,898,509</b>	<b>2,617,502,108</b>

Trade accounts receivable as at 30 June 2022 and 31 March 2022 can be analysed as follows:

	<b>Trade accounts receivable- other companies</b>		<b>Trade accounts receivable- related parties</b>	
	<b>30 June 2022 Baht</b>	<b>31 March 2022 Baht</b>	<b>30 June 2022 Baht</b>	<b>31 March 2022 Baht</b>
Current	1,791,469,551	2,227,404,315	190,016,182	230,956,211
Overdue				
- less than 3 months	29,940,324	15,110,907	3,842,496	1,574,743
- 3 - 6 months	240,898	-	-	-
- 6 - 12 months	-	458,648	-	-
- more than 1 year	20,446,001	20,446,001	-	-
	<b>1,842,096,774</b>	<b>2,263,419,871</b>	<b>193,858,678</b>	<b>232,530,954</b>

**9 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 period ended 30 June**

	<b>2022 Baht</b>	<b>2021 Baht</b>
<b>Sales</b>		
Stanley Electric Group companies	122,609,407	146,840,669
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	29,761,398	33,084,458
Associate	50,837,635	82,995,576
Joint venture	124,970,927	63,436,903
	<u>328,179,367</u>	<u>326,357,606</u>
<b>Other income</b>		
Stanley Electric Group companies	45,902	155,159
Joint venture	9,176	-
	<u>55,078</u>	<u>155,159</u>
<b>Dividend income</b>		
Associate	195,333,138	205,056,486
<b>Royalty income</b>		
Stanley Electric Group companies	-	937,930
<b>Purchases of goods and services</b>		
Stanley Electric Group companies	822,291,128	828,025,533
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	109,621,620	105,983,406
Associate	14,577,506	9,538,996
	<u>946,490,254</u>	<u>943,547,935</u>
<b>Royalty fee</b>		
Stanley Electric Group companies	74,524,679	72,687,219
<b>Design and development fee</b>		
Stanley Electric Group companies	6,603,859	6,352,224
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	4,371	13,933
	<u>6,608,230</u>	<u>6,366,157</u>
<b>Technical assistance fee</b>		
Stanley Electric Group companies	72,278	-
<b>Training fee</b>		
Stanley Electric Group companies	820,299	-
<b>Commission</b>		
Stanley Electric Group companies	37,117,478	31,696,816
<b>Directors' and managements' remuneration</b>		
Short-term benefits	10,116,564	10,343,959

**Thai Stanley Electric Public Company Limited**  
**Unaudited Condensed Notes to the Interim Financial Information**  
**For the three-month period ended 30 June 2022**

The outstanding balances as at 30 June 2022 and 31 March 2022 were as follows:

	<b>30 June 2022 Baht</b>	<b>31 March 2022 Baht</b>
<b>Trade accounts receivable - related parties (Note 8)</b>		
Stanley Electric Group companies	70,454,729	101,213,025
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	34,360,883	32,017,423
Associate	29,257,137	38,247,953
Joint venture	59,785,929	61,052,553
	<u>193,858,678</u>	<u>232,530,954</u>
<b>Other accounts receivable - related party (Note 8)</b>		
Stanley Electric Group company	9,829,002	9,978,976
<b>Trade accounts payable - related parties</b>		
Stanley Electric Group companies	407,222,737	433,498,541
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	36,815,687	54,252,284
Associate	14,746,188	8,201,157
	<u>458,784,612</u>	<u>495,951,982</u>
<b>Other accounts payable - related parties</b>		
Stanley Electric Group companies	163,695,727	173,557,965

**10 Inventories, net**

	<b>30 June 2022 Baht</b>	<b>31 March 2022 Baht</b>
Raw materials and packaging	349,289,237	284,915,647
Work in process	307,683,520	292,594,890
Finished goods	92,112,212	100,697,506
Goods in transit	67,196,501	60,136,007
	<u>816,281,470</u>	<u>738,344,050</u>
<u>Less</u> Allowance for net realisable value lower than cost		
- Work in process	(14,049,125)	(16,900,000)
<u>Less</u> Allowance for obsolete and slow-moving inventories		
- Raw materials and packaging	(2,773,645)	(3,022,421)
- Work in process	(314,908)	(243,935)
- Finished goods	(50,668)	(353,828)
	<u>799,093,124</u>	<u>717,823,866</u>
Inventories, net		



## 11 Loans to employees

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

	<b>2022 Baht</b>
Opening balance	96,448,665
Additions	429,482
Received during the year	<u>(16,446,905)</u>
Closing balance	<u>80,431,242</u>

Loans to employees bear interest rate at 0.99% - 1.00% per annum (31 March 2022 : 0.99% - 1.00% per annum). The repayment periods are between 1 month - 3 years (31 March 2022 : 1 month - 3 years).

The analysis of loans to employees is as follows:

	<b>30 June 2022 Baht</b>	<b>31 March 2022 Baht</b>
Current portion of loans to employees	47,711,923	54,958,494
Non-current portion of loans to employees	32,719,319	41,490,171
	<u>80,431,242</u>	<u>96,448,665</u>

The Company had no loss allowance for loans to employees for the period ended 30 June 2022 and 31 March 2022.

## 12 Investments in an associate and a joint venture

a) **The details of investments in an associate and a joint venture as at 30 June 2022 and 31 March 2022 were as follows:**

Name	Business activity	Paid-up share capital	% of holding	Equity Method		Cost Method	
				30 June 2022	31 March 2022	30 June 2022	31 March 2022
				Amount Baht	Amount Baht	Amount Baht	Amount Baht
<b>Associate</b>							
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	1,838,802,817	1,885,457,013	54,044,189	54,044,189
<b>Joint venture</b>							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	22,941,402	23,446,570	3,132,500	3,132,500
				<u>1,861,744,219</u>	<u>1,908,903,583</u>	<u>57,176,689</u>	<u>57,176,689</u>

b) **Movements in investments in an associate and a joint venture for the three-month period ended 30 June 2022 were as follows:**

	<b>Equity Method Baht</b>	<b>Cost Method Baht</b>
Opening net book amount	1,908,903,583	57,176,689
Share of profit	76,743,973	-
Dividends received	(195,333,138)	-
Translation adjustments	71,429,801	-
Closing net book amount	<u>1,861,744,219</u>	<u>57,176,689</u>

### 13 Property, plant and equipment, net

For the three-month period ended 30 June

	<b>2022</b> <b>Baht</b>
Opening net book amount	9,076,819,631
Additions	145,271,820
Disposals/write - offs, net	(6)
<u>Less</u> Depreciation charge	<u>(324,157,349)</u>
Closing net book amount	8,897,934,096

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

As at 30 June 2022, the Company had capital commitments not recognised in the financial information amounting of Baht 76 million (31 March 2022 : Baht 90 million).

### 14 Accrued expenses

	<b>30 June</b> <b>2022</b> <b>Baht</b>	<b>31 March</b> <b>2022</b> <b>Baht</b>
Accrued staff cost	158,002,670	232,636,026
Accrued electricity expense	33,098,791	36,997,532
Accrued rebate	63,253,002	64,298,000
Provision for product warranty	41,780,171	43,390,718
Others	20,751,925	33,377,532
	<u>316,886,559</u>	<u>410,699,808</u>

### 15 Income tax

Income tax expenses for the three-month periods ended 30 June 2022 and 2021 were as follows:

	<b>Equity method financial information</b>		<b>Separate financial information</b>	
	<b>2022</b> <b>Baht</b>	<b>2021</b> <b>Baht</b>	<b>2022</b> <b>Baht</b>	<b>2021</b> <b>Baht</b>
Current income tax	98,828,676	114,938,965	98,828,676	114,938,965
Deferred income tax	(19,683,947)	(19,087,217)	4,033,886	7,588,192
	<u>79,144,729</u>	<u>95,851,748</u>	<u>102,862,562</u>	<u>122,527,157</u>

### 16 Commitments and contingent liabilities

For the three-month period ended 30 June 2022, there were no significant changes in commitments and contingent liabilities and other agreements from the year ended 31 March 2022, except the capital commitment as mentioned in Note 13.

### 17 Bank guarantees

As at 30 June 2022, the Company had bank guarantees of Baht 20 million with respect to electricity supply (31 March 2022 : Baht 20 million).

#### 18 Events occurring after the reporting date

- 18.1) At the annual general shareholders' meeting of Thai Stanley Electric Public Company Limited held on 1 July 2022, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2022 for 76,625,000 shares of Baht 8.50 per share, totalling Baht 651,312,500. However, there are 200 shares that are not entitled to receive the dividends, totalling Baht 1,700 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 651,310,800 to the shareholders on 27 July 2022.
- 18.2) The annual general shareholders' meeting of Asian Stanley International Company Limited (general investment in a related company) held on 1 July 2022 unanimously approved a dividend payment of Baht 505,540,035 from the operating results for the year ended 31 March 2022. According to the Company's 15% holding, dividends amounting to Baht 75,831,005 were paid to the Company on 14 July 2022.

#### 19 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 5 August 2022.