

THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED

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

30 SEPTEMBER 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 September 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 for the three-month and six-month periods then ended, 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 six-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
28 October 2022

Thai Stanley Electric Public Company Limited

Statement of Financial Position

As at 30 September 2022

	Notes	Equity method financial information		Separate financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 March	30 September	31 March
		2022	2022	2022	2022
		Baht	Baht	Baht	Baht
Assets					
Current assets					
Cash and cash equivalents		2,035,437,781	2,655,943,140	2,035,437,781	2,655,943,140
Short-term investments	6	4,891,000,000	3,483,000,000	4,891,000,000	3,483,000,000
Trade and other accounts receivable, net	7	2,213,976,154	2,617,502,108	2,213,976,154	2,617,502,108
Inventories, net	9	748,601,171	717,823,866	748,601,171	717,823,866
Current portion of loans to employees	10	40,197,701	54,958,494	40,197,701	54,958,494
Other current assets		8,494,609	9,913,992	8,494,609	9,913,992
Total current assets		9,937,707,416	9,539,141,600	9,937,707,416	9,539,141,600
Non-current assets					
Other financial asset measured at amortised cost	11	18,983,191	-	18,983,191	-
Loans to employees	10	24,486,779	41,490,171	24,486,779	41,490,171
Financial assets measured at fair value through other comprehensive income	5	1,620,987,447	1,485,400,982	1,620,987,447	1,485,400,982
Investment in an associate	12	2,047,993,978	1,885,457,013	54,044,189	54,044,189
Investment in a joint venture	12	27,355,828	23,446,570	3,132,500	3,132,500
Property, plant and equipment, net	13	8,678,787,048	9,076,819,631	8,678,787,048	9,076,819,631
Intangible assets, net		946,546,434	988,701,728	946,546,434	988,701,728
Other non-current assets, net		16,191,520	16,197,777	16,191,520	16,197,777
Total non-current assets		13,381,332,225	13,517,513,872	11,363,159,108	11,665,786,978
Total assets		23,319,039,641	23,056,655,472	21,300,866,524	21,204,928,578

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 September 2022

	Notes	Equity method		Separate financial information	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 March	30 September	31 March
		2022	2022	2022	2022
		Baht	Baht	Baht	Baht
Liabilities and equity					
Current liabilities					
Trade accounts payable - other companies		475,971,235	558,504,822	475,971,235	558,504,822
- related parties	8	431,697,213	495,951,982	431,697,213	495,951,982
Other accounts payable - other companies		117,185,437	248,353,113	117,185,437	248,353,113
- related parties	8	170,769,775	173,557,965	170,769,775	173,557,965
Derivatives liabilities	5	123,870	780,983	123,870	780,983
Accrued corporate income tax		165,944,438	177,386,425	165,944,438	177,386,425
Accrued expenses	14	485,178,242	410,699,808	485,178,242	410,699,808
Total current liabilities		1,846,870,210	2,065,235,098	1,846,870,210	2,065,235,098
Non-current liabilities					
Deferred tax liabilities, net		622,653,894	555,038,867	219,019,271	184,693,488
Employee benefit obligations		430,413,787	409,603,994	430,413,787	409,603,994
Total non-current liabilities		1,053,067,681	964,642,861	649,433,058	594,297,482
Total liabilities		2,899,937,891	3,029,877,959	2,496,303,268	2,659,532,580
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		18,277,018,895	18,124,222,521	16,678,386,069	16,527,687,983
Other components of equity		1,216,395,355	976,867,492	1,200,489,687	1,092,020,515
Total equity		20,419,101,750	20,026,777,513	18,804,563,256	18,545,395,998
Total liabilities and equity		23,319,039,641	23,056,655,472	21,300,866,524	21,204,928,578

The notes to the interim financial information 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 2022

	Equity method		Separate financial information	
	financial information		financial information	
	Unaudited 2022 Baht	Unaudited 2021 Baht	Unaudited 2022 Baht	Unaudited 2021 Baht
Revenues from sales and services	3,551,207,525	3,017,624,995	3,551,207,525	3,017,624,995
Costs of sales and services	(2,949,120,689)	(2,535,996,273)	(2,949,120,689)	(2,535,996,273)
Gross profit	602,086,836	481,628,722	602,086,836	481,628,722
Other income				
- Dividend income	102,240,484	23,946,190	102,240,484	23,946,190
- Gain on exchange rates, net	9,015,547	2,075,431	9,015,547	2,075,431
- Interest income	6,363,038	5,938,271	6,363,038	5,938,271
- Others	26,471,334	17,270,735	26,471,334	17,270,735
Profit before expenses	746,177,239	530,859,349	746,177,239	530,859,349
Selling expenses	(188,881,434)	(155,642,507)	(188,881,434)	(155,642,507)
Administrative expenses	(89,286,258)	(90,476,955)	(89,286,258)	(90,476,955)
Total expenses	(278,167,692)	(246,119,462)	(278,167,692)	(246,119,462)
Operating profit	468,009,547	284,739,887	468,009,547	284,739,887
Share of profit from investments in an associate and a joint venture	121,212,024	40,967,868	-	-
Profit before income tax	589,221,571	325,707,755	468,009,547	284,739,887
Income tax	(102,517,701)	(58,559,706)	(78,275,297)	(50,366,133)
Net profit for the period	486,703,870	267,148,049	389,734,250	234,373,754
Earnings per share				
Basic earnings per share	6.35	3.49	5.09	3.06

The notes to the interim financial information 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 2022

	Equity method		Separate financial information	
	financial information		financial information	
	Unaudited 2022 Baht	Unaudited 2021 Baht	Unaudited 2022 Baht	Unaudited 2021 Baht
Net profit for the period	486,703,870	267,148,049	389,734,250	234,373,754
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	47,435,468	68,424,329	47,435,468	68,424,329
Income tax on items that will not be reclassified to profit or loss	(9,487,094)	(13,684,866)	(9,487,094)	(13,684,866)
Total items that will not be reclassified subsequently to profit or loss	37,948,374	54,739,463	37,948,374	54,739,463
Items that will be reclassified subsequently to profit or loss				
Exchange differences relating to investments in an associate and a joint venture	92,393,563	114,893,343	-	-
Income tax on items that will be reclassified to profit or loss	(18,478,713)	(22,978,669)	-	-
Total items that will be reclassified subsequently to profit or loss	73,914,850	91,914,674	-	-
Other comprehensive income for the period, net of tax	111,863,224	146,654,137	37,948,374	54,739,463
Total comprehensive income for the period	598,567,094	413,802,186	427,682,624	289,113,217

The notes to the interim financial information 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 2022

	Notes	Equity method		Separate financial information	
		financial information		financial information	
		Unaudited 2022 Baht	Unaudited 2021 Baht	Unaudited 2022 Baht	Unaudited 2021 Baht
Revenues from sales and services		6,834,283,987	6,236,391,318	6,834,283,987	6,236,391,318
Costs of sales and services		(5,683,303,060)	(5,133,337,123)	(5,683,303,060)	(5,133,337,123)
Gross profit		1,150,980,927	1,103,054,195	1,150,980,927	1,103,054,195
Other income					
- Dividend income	8	102,240,484	23,946,190	297,573,622	229,002,676
- Gain on exchange rates, net		22,431,737	10,116,735	22,431,737	10,116,735
- Interest income		11,584,066	10,667,609	11,584,066	10,667,609
- Others		48,933,917	32,738,406	48,933,917	32,738,406
Profit before expenses		1,336,171,131	1,180,523,135	1,531,504,269	1,385,579,621
Selling expenses		(364,657,044)	(317,734,835)	(364,657,044)	(317,734,835)
Administrative expenses		(183,700,480)	(170,391,231)	(183,700,480)	(170,391,231)
Total expenses		(548,357,524)	(488,126,066)	(548,357,524)	(488,126,066)
Operating profit		787,813,607	692,397,069	983,146,745	897,453,555
Share of profit from investments in an associate and a joint venture	12	197,955,997	112,647,310	-	-
Profit before income tax		985,769,604	805,044,379	983,146,745	897,453,555
Income tax	15	(181,662,430)	(154,411,454)	(181,137,859)	(172,893,290)
Net profit for the period		804,107,174	650,632,925	802,008,886	724,560,265
Earnings per share					
Basic earnings per share		10.49	8.49	10.47	9.46

The notes to the interim financial information 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 2022

	Note	Equity method		Separate financial information	
		financial information		financial information	
		Unaudited 2022 Baht	Unaudited 2021 Baht	Unaudited 2022 Baht	Unaudited 2021 Baht
Net profit for the period		804,107,174	650,632,925	802,008,886	724,560,265
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		135,586,465	110,584,631	135,586,465	110,584,631
Income tax on items that will not be reclassified to profit or loss		(27,117,293)	(22,116,926)	(27,117,293)	(22,116,926)
Total items that will not be reclassified subsequently to profit or loss		<u>108,469,172</u>	<u>88,467,705</u>	<u>108,469,172</u>	<u>88,467,705</u>
Items that will be reclassified subsequently to profit or loss					
Exchange differences relating to investments in an associate and a joint venture	12	163,823,364	154,863,709	-	-
Income tax on items that will be reclassified to profit or loss		(32,764,673)	(30,972,742)	-	-
Total items that will be reclassified subsequently to profit or loss		<u>131,058,691</u>	<u>123,890,967</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period, net of tax		<u>239,527,863</u>	<u>212,358,672</u>	<u>108,469,172</u>	<u>88,467,705</u>
Total comprehensive income for the period		<u><u>1,043,635,037</u></u>	<u><u>862,991,597</u></u>	<u><u>910,478,058</u></u>	<u><u>813,027,970</u></u>

The notes to the interim financial information 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 2022

	Equity method financial information (Unaudited)									
					Other components of equity					Total equity Baht
					Other comprehensive income (expenses)			Total other components of equity Baht		
	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		Measurement of investments in equity instruments at fair value through other comprehensive income Baht	Exchange differences relating to investments in an associate and a joint venture Baht	Remeasurements of post-employment benefit obligations Baht			
Appropriated - Legal reserve Baht			Unappropriated Baht							
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	-	-	-	650,632,925	88,467,705	123,890,967	-	212,358,672	862,991,597	
Dividends paid	-	-	-	(421,436,950)	-	-	-	-	(421,436,950)	
Closing balance as at 30 September 2021	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>17,254,051,617</u>	<u>1,057,640,909</u>	<u>(75,134,314)</u>	<u>(2,910,462)</u>	<u>979,596,133</u>	<u>19,159,335,250</u>	
Opening balance as at 1 April 2022	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	-	-	-	804,107,174	108,469,172	131,058,691	-	239,527,863	1,043,635,037	
Dividends paid (Note 16)	-	-	-	(651,310,800)	-	-	-	-	(651,310,800)	
Closing balance as at 30 September 2022	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>18,277,018,895</u>	<u>1,196,565,034</u>	<u>15,905,668</u>	<u>3,924,653</u>	<u>1,216,395,355</u>	<u>20,419,101,750</u>	

The notes to the interim financial information 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 2022

	Separate financial information (Unaudited)							
	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		Other components of equity		Total other components of equity Baht	Total equity Baht
			Appropriated -		Other comprehensive income (expenses)			
			Legal reserve Baht	Unappropriated	Measurement of investments in equity instruments at fair value	Remeasurements of post-employment benefit obligations Baht		
			Baht	Baht	through other comprehensive income Baht			
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	-	-	-	724,560,265	88,467,705	-	88,467,705	813,027,970
Dividends paid	-	-	-	(421,436,950)	-	-	-	(421,436,950)
Closing balance as at 30 September 2021	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>15,787,985,110</u>	<u>1,057,640,909</u>	<u>(2,910,462)</u>	<u>1,054,730,447</u>	<u>17,768,403,057</u>
Opening balance as at 1 April 2022	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	-	-	-	802,008,886	108,469,172	-	108,469,172	910,478,058
Dividends paid (Note 16)	-	-	-	(651,310,800)	-	-	-	(651,310,800)
Closing balance as at 30 September 2022	<u>383,125,000</u>	<u>504,250,000</u>	<u>38,312,500</u>	<u>16,678,386,069</u>	<u>1,196,565,034</u>	<u>3,924,653</u>	<u>1,200,489,687</u>	<u>18,804,563,256</u>

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

Thai Stanley Electric Public Company Limited
Statement of Cash Flows
For the six-month period ended 30 September 2022

	Notes	Equity method		Separate financial information	
		financial information		financial information	
		Unaudited 2022 Baht	Unaudited 2021 Baht	Unaudited 2022 Baht	Unaudited 2021 Baht
Cash flows from operating activities:					
Profit before income tax for the period		985,769,604	805,044,379	983,146,745	897,453,555
Adjustments to reconcile profit before income tax to net cash provided by operations:					
- Depreciation	13	644,416,490	633,285,629	644,416,490	633,285,629
- Amortisation		133,479,920	141,386,872	133,479,920	141,386,872
- Interest income		(11,584,066)	(10,667,609)	(11,584,066)	(10,667,609)
- Share of profit from investments in an associate and a joint venture	12	(197,955,997)	(112,647,310)	-	-
- Dividend income					
- Investments in equity instruments measured at fair value through other comprehensive income	8	(102,240,484)	(23,946,190)	(102,240,484)	(23,946,190)
- Investments in an associate	8, 12	-	-	(195,333,138)	(205,056,486)
- Gain on disposal of equipment		(106,428)	(693,071)	(106,428)	(693,071)
- Gain from changes in fair value of derivatives		(657,113)	(527,436)	(657,113)	(527,436)
- (Reversal of) Allowance for obsolete and slow moving inventories		(578,998)	828,792	(578,998)	828,792
- (Reversal of) Allowance for net realisable value lower than cost of inventories		(16,900,000)	-	(16,900,000)	-
- Employee benefit obligations		21,553,260	21,353,866	21,553,260	21,353,866
- Unrealised gain on exchange rates		(5,342,292)	(4,726,820)	(5,342,292)	(4,726,820)
Cash flows before changes in operating assets and liabilities		1,449,853,896	1,448,691,102	1,449,853,896	1,448,691,102
Changes in operating assets and liabilities					
- Trade and other accounts receivable		406,299,665	382,773,643	406,299,665	382,773,643
- Inventories		(13,298,307)	(290,124,980)	(13,298,307)	(290,124,980)
- Other current assets		1,419,383	(1,425,004)	1,419,383	(1,425,004)
- Other non-current assets		6,257	3,846,774	6,257	3,846,774
- Trade accounts payable - other companies		(82,533,587)	(56,268,875)	(82,533,587)	(56,268,875)
- Trade accounts payable - related parties		(64,254,769)	(90,299,566)	(64,254,769)	(90,299,566)
- Other accounts payable - other companies		(62,860,215)	(29,628,099)	(62,860,215)	(29,628,099)
- Other accounts payable - related parties		(2,583,832)	(115,509,665)	(2,583,832)	(115,509,665)
- Accrued expenses		74,478,434	30,570,123	74,478,434	30,570,123
- Payment for employee benefit obligations		(743,467)	(3,361,004)	(743,467)	(3,361,004)
Cash generated from operations		1,705,783,458	1,279,264,449	1,705,783,458	1,279,264,449

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

Thai Stanley Electric Public Company Limited
Statement of Cash Flows
For the six-month period ended 30 September 2022

	Notes	Equity method			
		financial information		Separate financial information	
		Unaudited 2022 Baht	Unaudited 2021 Baht	Unaudited 2022 Baht	Unaudited 2021 Baht
Cash generated from operations		1,705,783,458	1,279,264,449	1,705,783,458	1,279,264,449
- Interest received		4,037,791	4,612,416	4,037,791	4,612,416
- Income tax paid		(185,371,356)	(158,938,324)	(185,371,356)	(158,938,324)
Net cash received from operating activities		1,524,449,893	1,124,938,541	1,524,449,893	1,124,938,541
Cash flows from investing activities:					
Purchase of other financial asset measured at amortised cost	11	(18,983,538)	-	(18,983,538)	-
Loans made to employees	10	(429,482)	(93,035,578)	(429,482)	(93,035,578)
Loans repayments from employees	10	32,193,667	25,463,705	32,193,667	25,463,705
Purchases of property, plant and equipment		(301,872,308)	(354,096,092)	(301,872,308)	(354,096,092)
Proceeds from disposals of equipment		106,470	693,200	106,470	693,200
Interest received on short-term investments		4,772,911	4,295,870	4,772,911	4,295,870
Dividends received					
- Investments in equity instruments measured at fair value through other comprehensive income	8	102,240,484	23,946,190	102,240,484	23,946,190
- Investments in an associate	8, 12	195,333,138	205,056,486	195,333,138	205,056,486
Purchases of intangible assets		(104,348,086)	(106,447,407)	(104,348,086)	(106,447,407)
Cash receipts from short-term investments	6	3,705,000,000	2,781,000,000	3,705,000,000	2,781,000,000
Cash payments on short-term investments	6	(5,113,000,000)	(3,855,000,000)	(5,113,000,000)	(3,855,000,000)
Net cash used in investing activities		(1,498,986,744)	(1,368,123,626)	(1,498,986,744)	(1,368,123,626)
Cash flow from financing activity					
Dividends paid	16	(651,310,800)	(421,436,950)	(651,310,800)	(421,436,950)
Net cash used in financing activity		(651,310,800)	(421,436,950)	(651,310,800)	(421,436,950)
Net decrease in cash and cash equivalents					
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		5,342,292	4,726,820	5,342,292	4,726,820
Cash and cash equivalents at end of the period		2,035,437,781	2,003,435,195	2,035,437,781	2,003,435,195
Non-cash transactions:					
Outstanding liabilities arisen from purchase of plant and equipment		16,224,245	55,254,365	16,224,245	55,254,365

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

1 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.

2 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.

3 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.

4 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 six-month period ended 30 September 2022 and 2021, the revenues by product group were as follows:

	Unaudited 2022 Baht	Unaudited 2021 Baht
Auto bulbs and automotive lighting equipment	6,758,486,288	6,179,253,921
Molds & dies and product designs	75,797,699	57,137,397
	6,834,283,987	6,236,391,318

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

Revenues from sales and services by geographic region

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

	Unaudited 2022 Baht	Unaudited 2021 Baht
Domestic	4,498,801,334	3,727,986,761
Export	2,335,482,653	2,508,404,557
	6,834,283,987	6,236,391,318

During the six-month period ended 30 September 2022 and 2021, the revenues from sales and services were recognised at point in time.

Major customers

During the six-month period ended 30 September 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 September 2021 : 3 customer groups).

	Unaudited 2022 Million Baht	Unaudited 2021 Million Baht
Customer group no.1	2,743	2,107
Customer group no.2	1,639	1,850
Customer group no.3	824	739
	5,206	4,696

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

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	
	Unaudited 30 September 2022	Audited 31 March 2022	Unaudited 30 September 2022	Audited 31 March 2022	Unaudited 30 September 2022	Audited 31 March 2022	Unaudited 30 September 2022	Audited 31 March 2022
Assets								
Financial assets measured at fair value through other comprehensive income								
Investments in equity instruments	121,009,984	65,276,231	-	-	1,499,977,463	1,420,124,751	1,620,987,447	1,485,400,982
Total assets	121,009,984	65,276,231	-	-	1,499,977,463	1,420,124,751	1,620,987,447	1,485,400,982
Liabilities								
Financial liabilities measured at fair value through profit or loss								
Trading derivatives - Foreign currencies forwards	-	-	123,870	780,983	-	-	123,870	780,983
Total liabilities	-	-	123,870	780,983	-	-	123,870	780,983

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 six-month period ended 30 September 2022 was as follows:

	Non-listed equity investments
	2022
	Baht
Opening balance as at 1 April 2022 (audited)	1,420,124,751
Additions during the period	-
Effect from effective interest rate method calculation	-
Gains recognised in other comprehensive income	79,852,712
Closing balance as at 30 September 2022 (unaudited)	1,499,977,463

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 six-month period ended 30 September	2022
	Baht
Opening balance (audited)	3,483,000,000
Additions during the period	5,113,000,000
Redemptions during the period	(3,705,000,000)
Closing balance (unaudited)	4,891,000,000

As at 30 September 2022, short-term investments bear interest at the rates of 0.26% - 0.87% per annum (31 March 2022 : 0.25% - 0.45% per annum).

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

7 Trade and other accounts receivable, net

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

	Unaudited 30 September 2022 Baht	Audited 31 March 2022 Baht
Trade accounts receivable - other companies	2,010,912,953	2,263,419,871
<u>Less</u> Loss allowance	(20,446,001)	(20,446,001)
Trade accounts receivable - other companies, net	1,990,466,952	2,242,973,870
Trade accounts receivable - related parties (Note 8)	138,383,736	232,530,954
Other accounts receivable - related party (Note 8)	10,375,943	9,978,976
Prepaid expenses	34,870,793	62,659,796
Accrued income, net	11,316,839	7,833,957
Value added tax receivable	2,226,857	43,281,726
Other receivables	26,335,034	18,242,829
	2,213,976,154	2,617,502,108

As at 30 September 2022, other receivables included cashier's cheque for Baht 20 million with respect to electricity supply of Baht 20 million, instead of the redeemed bank guarantees.

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

	Trade accounts receivable- other companies		Trade accounts receivable- related parties	
	Unaudited 30 September 2022 Baht	Audited 31 March 2022 Baht	Unaudited 30 September 2022 Baht	Audited 31 March 2022 Baht
Current	1,940,059,227	2,227,404,315	137,976,312	230,956,211
Overdue				
- less than 3 months	50,163,052	15,110,907	407,424	1,574,743
- 3 - 6 months	3,775	-	-	-
- 6 - 12 months	240,898	458,648	-	-
- more than 1 year	20,446,001	20,446,001	-	-
	2,010,912,953	2,263,419,871	138,383,736	232,530,954

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

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 six-month period ended 30 September	Unaudited 2022 Baht	Unaudited 2021 Baht
Sales and services		
Stanley Electric Group companies	218,595,134	265,772,201
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	50,458,602	62,643,546
Associate	108,567,183	142,067,564
Joint venture	256,796,753	160,109,182
	634,417,672	630,592,493
Other income		
Stanley Electric Group companies	505,251	465,711
Associate	-	7,842
Joint venture	235,880	24,600
	741,131	498,153
Dividend income		
Stanley Electric Group companies	102,240,484	23,946,190
Associate	195,333,138	205,056,486
	297,573,622	229,002,676
Royalty income		
Stanley Electric Group companies	-	937,930
Joint venture	294,838	247,695
	294,838	1,185,625
Purchases of goods and services		
Stanley Electric Group companies	1,632,094,813	1,613,548,304
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	216,887,991	226,427,244
Associate	21,293,593	19,581,687
	1,870,276,397	1,859,557,235
Royalty fee		
Stanley Electric Group companies	155,341,069	139,735,690
Design and development fee		
Stanley Electric Group companies	14,365,042	13,983,836
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	7,419	24,094
Associate	28,932	3,863
	14,401,393	14,011,793
Technical assistance fee		
Stanley Electric Group companies	404,199	-
Training fee		
Stanley Electric Group companies	4,310,985	-
Commission		
Stanley Electric Group companies	75,435,054	63,745,709
Directors' and managements' remuneration		
Short-term benefits	21,421,956	23,879,923

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

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

	Unaudited 30 September 2022 Baht	Audited 31 March 2022 Baht
Trade accounts receivable - related parties (Note 7)		
Stanley Electric Group companies	47,033,694	101,213,025
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	23,028,968	32,017,423
Associate	30,599,027	38,247,953
Joint venture	37,722,047	61,052,553
	<u>138,383,736</u>	<u>232,530,954</u>
Other accounts receivable - related party (Note 7)		
Stanley Electric Group company	10,375,943	9,978,976
Trade accounts payable - related parties		
Stanley Electric Group companies	386,740,634	433,498,541
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	38,105,218	54,252,284
Associate	6,851,361	8,201,157
	<u>431,697,213</u>	<u>495,951,982</u>
Other accounts payable - related parties		
Stanley Electric Group companies	170,769,775	173,557,965

9 Inventories, net

	Unaudited 30 September 2022 Baht	Audited 31 March 2022 Baht
Raw materials and packaging	342,593,176	284,915,647
Work in process	258,001,542	292,594,890
Finished goods	101,286,080	100,697,506
Goods in transit	49,761,559	60,136,007
	<u>751,642,357</u>	<u>738,344,050</u>
<u>Less</u> Allowance for net realisable value lower than cost		
- Work in process	-	(16,900,000)
<u>Less</u> Allowance for obsolete and slow-moving inventories		
- Raw materials and packaging	(2,289,764)	(3,022,421)
- Work in process	(626,419)	(243,935)
- Finished goods	(125,003)	(353,828)
	<u>748,601,171</u>	<u>717,823,866</u>

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

10 Loans to employees

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

	2022 Baht
Opening balance (audited)	96,448,665
Additions	429,482
Received during the year	(32,193,667)
Closing balance (unaudited)	<u>64,684,480</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:

	Unaudited 30 September 2022 Baht	Audited 31 March 2022 Baht
Current portion of loans to employees	40,197,701	54,958,494
Non-current portion of loans to employees	24,486,779	41,490,171
	<u>64,684,480</u>	<u>96,448,665</u>

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

11 Other financial asset measured at amortised cost

The details of fair values of other financial assets measured at amortised cost as at 30 September 2022 and 31 March 2022 calculated by using the discounted cash flow based on a discount rate are as follows:

	Equity method and separate financial information			
	Book value		Fair value	
	Unaudited 30 September 2022	Audited 31 March 2022	Unaudited 30 September 2022	Audited 31 March 2022
Other financial asset measured at amortised cost	18,983,191	-	18,625,457	-

Other financial asset measured at amortised cost is a government bond at 20,000 units in par value of Baht 1,000 per unit aggregating to Baht 20 million that carry an interest rate of 1% per annum and mature on 17 June 2027. The fair value of other financial assets measured at amortised cost, which is based on the amortised cost method using a discount rate in the market, is classified as level 3 of the fair value hierarchy.

12 Investments in an associate and a joint venture

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

Name	Business activity	Paid-up share capital	% of holding	Equity Method		Cost Method	
				Unaudited 30 September 2022 Amount Baht	Audited 31 March 2022 Amount Baht	Unaudited 30 September 2022 Amount Baht	Audited 31 March 2022 Amount Baht
Associate							
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	2,047,993,978	1,885,457,013	54,044,189	54,044,189
Joint venture							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	27,355,828	23,446,570	3,132,500	3,132,500
				2,075,349,806	1,908,903,583	57,176,689	57,176,689

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

	Equity Method Baht	Cost Method Baht
Opening net book amount (audited)	1,908,903,583	57,176,689
Share of profit	197,955,997	-
Dividends received	(195,333,138)	-
Translation adjustments	163,823,364	-
Closing net book amount (unaudited)	2,075,349,806	57,176,689

13 Property, plant and equipment, net

For the six-month period ended 30 September

	2022 Baht
Opening net book amount (audited)	9,076,819,631
Additions	246,383,949
Disposals/ write - offs, net	(42)
<u>Less</u> Depreciation charge	(644,416,490)
Closing net book amount (unaudited)	8,678,787,048

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

As at 30 September 2022, the Company had capital commitments not recognised in the financial information amounting of Baht 81 million (31 March 2022 : Baht 90 million).

14 Accrued expenses

	Unaudited 30 September 2022 Baht	Audited 31 March 2022 Baht
Accrued staff cost	236,726,454	232,636,026
Accrued electricity expense	40,852,085	36,997,532
Accrued rebate	141,050,148	64,298,000
Provision for product warranty	39,173,166	43,390,718
Others	27,376,389	33,377,532
	485,178,242	410,699,808

15 Income tax

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

	Equity method financial information		Separate financial information	
	Unaudited 2022 Baht	Unaudited 2021 Baht	Unaudited 2022 Baht	Unaudited 2021 Baht
Current income tax	173,929,369	159,376,906	173,929,369	159,376,906
Deferred income tax	7,733,061	(4,965,452)	7,208,490	13,516,384
	181,662,430	154,411,454	181,137,859	172,893,290

16 Dividends paid

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.

17 Commitments and contingent liabilities

For the six-month period ended 30 September 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.

18 Bank guarantees

As at 31 March 2022, the Company had bank guarantees of Baht 20 million with respect to electricity supply. As at 30 September 2022, the Company revoked such bank guarantees by putting up a Baht 20 million cashier's cheque issued by the bank, as mentioned in Note 7, as a collateral instead.

19 Events occurring after the reporting date

As of 10 October 2022, the Company had pledged the other financial asset measured at amortised cost, a government bond, at 20,000 units in par value of Baht 1,000 per unit aggregating to Baht 20 million, as mentioned in Note 11, with respect to electricity supply.

20 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 28 October 2022.