

THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

31 DECEMBER 2017

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

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

I have reviewed the interim financial information of Thai Stanley Electric Public Company Limited, which comprises the statement of financial position in which the equity method is applied and the separate statement of financial position as at 31 December 2017, and the statement of income in which the equity method is applied and the separate statement of income, the statement of comprehensive income in which the equity method is applied and the separate statement of comprehensive income for the three-month and nine-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 nine-month period then ended, and the condensed notes to the interim financial information in which the equity method is applied and the separate condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

Varaporn Vorathitikul

Certified Public Accountant (Thailand) No. 4474

Bangkok

2 February 2018

Thai Stanley Electric Public Company Limited
 Statements of Financial Position
 As at 31 December 2017

	Notes	Financial information in which the equity method is applied		Separate finan
		Unaudited 31 December 2017 Baht	Audited 31 March 2017 Baht	Unaudited 31 December 2017 Baht
Assets				
Current assets				
Cash and cash equivalents		1,417,482,772	1,085,634,900	1,417,482,772
Short-term investments held to maturity	4	4,249,000,000	3,836,983,912	4,249,000,000
Trade and other accounts receivable, net	5, 6	2,295,556,722	2,052,024,750	2,295,556,722
Inventories, net	7	723,677,476	721,737,217	723,677,476
Current portion of loans to employees		29,216,047	33,874,533	29,216,047
Other current assets		8,003,670	7,813,081	8,003,670
Total current assets		8,722,936,687	7,738,068,393	8,722,936,687
Non-current assets				
Loans to employees		15,017,865	36,891,950	15,017,865
Corporate income tax refundable		-	35,804,368	-
Investments in associates	8	1,117,359,054	1,048,232,284	57,176,689
Long-term investments, net	9	114,441,215	114,161,215	114,441,215
Property, plant and equipment, net	10	5,306,805,857	5,460,123,334	5,306,805,857
Intangible assets, net	11	750,036,212	720,008,805	750,036,212
Deferred tax assets, net		-	-	85,419,077
Other non-current assets, net		29,888,225	32,541,430	29,888,225
Total non-current assets		7,333,548,428	7,447,763,386	6,358,785,140
Total assets		16,056,485,115	15,185,831,779	15,081,721,827

Director _____
 (Mr. Koichi Nagano)

Director _____
 (Mr. Apichart Leeissara)

Date _____

The notes to the interim financial information on page 12 to 21 are an integral part of this interim financial info

Thai Stanley Electric Public Company Limited
Statements of Financial Position
As at 31 December 2017

	Notes	Financial information in which the equity method is applied		Separate finan
		Unaudited 31 December 2017 Baht	Audited 31 March 2017 Baht	Unaudited 31 December 2017 Baht
Liabilities and equity				
Current liabilities				
Trade accounts payable - other companies		479,520,506	457,449,854	479,520,506
Trade accounts payable - related parties	6	481,482,470	423,590,332	481,482,470
Other accounts payable - other companies		184,847,912	151,035,576	184,847,912
Other accounts payable - related parties	6	130,670,218	129,660,328	130,670,218
Accrued corporate income tax		62,358,768	126,654,342	62,358,768
Accrued expenses	12	379,620,815	259,845,713	379,620,815
Total current liabilities		1,718,500,689	1,548,236,145	1,718,500,689
Non-current liabilities				
Deferred tax liabilities, net		126,617,396	111,786,943	-
Provision for post-employment benefits		202,450,472	184,330,737	202,450,472
Total non-current liabilities		329,067,868	296,117,680	202,450,472
Total liabilities		2,047,568,557	1,844,353,825	1,920,951,161
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
Issued and paid-up share capital				
76,625,000 ordinary shares, paid-up value of Baht 5 each		383,125,000	383,125,000	383,125,000
Premium on share capital		504,250,000	504,250,000	504,250,000
Retained earnings				
Appropriated				
- Legal reserve		38,312,500	38,312,500	38,312,500
Unappropriated		13,233,284,162	12,512,867,321	12,230,171,166
Other components of equity		(150,055,104)	(97,076,867)	4,912,000
Total equity		14,008,916,558	13,341,477,954	13,160,770,666
Total liabilities and equity		16,056,485,115	15,185,831,779	15,081,721,827

The notes to the interim financial information on page 12 to 21 are an integral part of this interim financial infc

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Audited

31 March

2017

Baht

1,085,634,900

3,836,983,912

2,052,024,750

721,737,217

33,874,533

7,813,081

7,738,068,393

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Audited

31 March

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Baht

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1 General information

Thai Stanley Electric Public Company Limited (“the Company”) is a public limited company, incorporated in Thailand. The address of its registered office is 29/3 Moo 1 Bangpoo-Rungsit Road, Banklang, Amphur Muang, Pathumthanee, Thailand 12000. The Company is listed on the Stock Exchange of Thailand.

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

This interim financial information has been approved by the Company’s Board of directors on 2 February 2018.

This interim financial information has been reviewed, not audited.

2 Accounting policies

2.1 Basis of preparation

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information (statement of financial position, statement of income, statement of comprehensive income, statement of changes in equity and statement of cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. The notes to the interim financial information are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission 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 2017.

An English version of the interim financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

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 2017.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations

2.2.1 Revised financial reporting standards are effective for annual periods beginning on or after 1 January 2017 which have significant changes and are relevant to the Company:

TAS 1 (revised 2016)	Presentation of financial statements
TAS 16 (revised 2016)	Property, plant and equipment
TAS 27 (revised 2016)	Separate financial statements
TAS 38 (revised 2016)	Intangible assets

TAS 1 (revised 2016), the amendments provide clarifications on a number of issues, including:

- Materiality - an entity should not aggregate or disaggregate information in a manner that obscures useful information. Where items are material, sufficient information must be provided to explain the impact on the financial position or performance.
- Disaggregation and subtotals - line items specified in TAS 1 may need to be disaggregated where this is relevant to an understanding of the entity's financial position or performance. There is also new guidance on the use of subtotals.
- Notes - confirmation that the notes do not need to be presented in a particular order.
- OCI arising from investments accounted for under the equity method - the share of OCI arising from equity-accounted investments is grouped based on whether the items will or will not subsequently be reclassified to profit or loss. Each group should then be presented as a single line item in the statement of other comprehensive income.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations (Cont'd)

2.2.1 Revised financial reporting standards are effective for annual periods beginning on or after 1 January 2017 which have significant changes and are relevant to the Company: (Cont'd)

TAS 16 (revised 2016), key amendments are 1) The amendments clarify that depreciation of an item of property, plant and equipment based on revenue generated by using the asset is not appropriate and 2) The amendments include bearer plants in scope of TAS 16.

TAS 27 (revised 2016), the amendments allow an entity a policy choice to account for investments in subsidiaries, joint ventures and associates in its separate financial statements using the equity method as described in TAS 28. While current TAS 27 allows entities to measure their investments in subsidiaries, joint ventures and associates either at cost or at fair value (when announced). The election can be made independently for each category of investment (subsidiaries, joint ventures and associates). Entities wishing to change to the equity method must do so retrospectively.

TAS 38 (revised 2016), the amendments include a rebuttable presumption that the amortisation of intangible assets based on revenue is inappropriate. This presumption can be overcome if either the intangible asset is expressed as a measure of revenue (i.e. where a measure of revenue is the limiting factor on the value that can be derived from the asset), or it can be shown that revenue and the consumption of economic benefits generated by the asset are highly correlated.

The management has assessed and considered that the above revised standards do not have significant impact on the Company.

2.2.2 Revised financial reporting standards are effective for annual periods beginning on or after 1 January 2018 which have significant changes and are relevant to the Company. The Company has not yet adopted these revised standards.

TAS 7 (revised 2017)	Statement of cash flows
TAS 12 (revised 2017)	Income taxes
TFRS 12 (revised 2017)	Disclosure of interests in other entities

TAS 7 (revised 2017), the amendments require additional disclosure of changes in liabilities arising from financing activities. This includes changes arising from cash and non-cash.

TAS 12 (revised 2017), the amendments clarify the accounting for deferred tax where an asset is measured at fair value and that fair value is below the asset's tax base. Specifically, the amendments confirm that:

- A temporary difference exists whenever the carrying amount of an asset is less than its tax base at the end of the reporting period.
- An entity can assume that it will recover an amount higher than the carrying amount of an asset to estimate its future taxable profit.
- Where the tax law restricts the source of taxable profits against which particular types of deferred tax assets can be recovered, the recoverability of the deferred tax assets can only be assessed in combination with other deferred tax assets of the same type.
- Tax deductions resulting from the reversal of deferred tax assets are excluded from the estimated future taxable profit.

TFRS 12 (revised 2017), the amendments clarify that the disclosure requirements of TFRS 12 apply to interests in entities that are classified as held for sale according to TFRS 5 (revised 2017), except for the summarised financial information.

The management has assessed and considered that the above revised standards will not have a significant 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.

In preparing this interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 March 2017.

4 Short-term investments held to maturity

Short-term investments held to maturity represent bills of exchange and fixed deposits which have original maturities between 3 and 12 months.

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

For the nine-month period ended 31 December 2017	Unaudited Baht
Opening balance	3,836,983,912
Additions during the period	6,860,016,088
Redemptions during the period	<u>(6,448,000,000)</u>
Closing balance	<u>4,249,000,000</u>

As at 31 December 2017, short-term investments held to maturity bore interest at the average rate of 1.10% - 1.60% per annum (31 March 2017 : 1.23% - 1.65% per annum).

5 Trade and other accounts receivable, net

Trade and other accounts receivable, net as at 31 December 2017 and 31 March 2017 are as follows:

	Unaudited 31 December 2017 Baht	Audited 31 March 2017 Baht
Trade accounts receivable - other companies	1,974,581,795	1,767,680,327
<u>Less</u> Allowance for doubtful account	<u>(23,859,076)</u>	<u>(24,259,403)</u>
Trade accounts receivable - other companies, net	1,950,722,719	1,743,420,924
Trade accounts receivable - related parties (Note 6)	262,672,133	219,476,915
Prepaid expenses	33,200,466	47,525,692
Accrued income	29,308,821	25,669,254
Value added tax receivable	12,054,652	9,417,726
Other receivables	7,597,931	6,514,239
	<u>2,295,556,722</u>	<u>2,052,024,750</u>

Trade accounts receivable as at 31 December 2017 and 31 March 2017 can be analysed as follows:

	Trade accounts receivable - other companies		Trade accounts receivable - related parties	
	Unaudited 31 December 2017 Baht	Audited 31 March 2017 Baht	Unaudited 31 December 2017 Baht	Audited 31 March 2017 Baht
Current	1,925,350,876	1,734,347,477	230,936,425	217,547,362
Overdue				
- less than 3 months	19,474,240	7,806,621	1,580,221	1,655,383
- 3 - 6 months	4,473,261	9,070	23,777,470	253,485
- 6 - 12 months	2,656,833	-	6,378,017	20,685
- more than 1 year	22,626,585	25,517,159	-	-
	<u>1,974,581,795</u>	<u>1,767,680,327</u>	<u>262,672,133</u>	<u>219,476,915</u>

Thai Stanley Electric Public Company Limited
Unaudited Condensed Notes to the Interim Financial Information
For the nine-month period ended 31 December 2017

6 Related party transactions

The Company had the significant transactions with its major shareholder, Stanley Electric Company Limited, incorporated in Japan which holds 33.88% 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 29.08% 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:

	Unaudited			
	For the three-month period ended 31 December		For the nine-month period ended 31 December	
	2017 Baht	2016 Baht	2017 Baht	2016 Baht
Sales				
Stanley Electric Group companies	160,793,986	116,899,253	432,597,720	476,150,436
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	39,099,790	39,212,773	116,741,967	133,104,448
Associates	123,066,314	115,591,485	268,795,880	271,350,260
	<u>322,960,090</u>	<u>271,703,511</u>	<u>818,135,567</u>	<u>880,605,144</u>
Dividend income				
Stanley Electric Group companies	-	-	8,385,555	20,218,179
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	-	-	1,578,571	2,788,586
Associates	-	-	76,596,000	62,270,370
	<u>-</u>	<u>-</u>	<u>86,560,126</u>	<u>85,277,135</u>
Purchases of goods and services				
Stanley Electric Group companies	599,017,168	471,630,860	1,846,868,968	1,345,880,632
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	98,948,697	86,144,341	299,516,843	268,434,417
Associates	71,544,810	64,217,886	225,960,687	196,387,832
	<u>769,510,675</u>	<u>621,993,087</u>	<u>2,372,346,498</u>	<u>1,810,702,881</u>
Royalty fee				
Stanley Electric Group companies	79,681,483	65,171,160	220,116,205	194,300,053
Design and development fee				
Stanley Electric Group companies	29,074,629	4,871,750	92,387,896	44,877,623
Technical fee				
Stanley Electric Group companies	1,648,215	1,253,220	5,842,979	5,546,322
Training fee				
Stanley Electric Group companies	3,250,000	5,058,704	8,117,700	12,724,357
Commission				
Stanley Electric Group companies	-	1,449,285	20,000,000	20,031,672
Directors' and managements' remuneration				
Short-term benefits	14,801,453	12,934,974	37,481,369	37,467,455

Thai Stanley Electric Public Company Limited
Unaudited Condensed Notes to the Interim Financial Information
For the nine-month period ended 31 December 2017

6 Related party transactions (Cont'd)

The amounts due to/from related parties are mainly denominated in foreign currencies and relate to purchases and sales transactions. The outstanding balances as at 31 December 2017 and 31 March 2017 are as follows:

	Unaudited 31 December 2017 Baht	Audited 31 March 2017 Baht
Trade accounts receivable - related parties		
Stanley Electric Group companies	124,297,357	88,612,128
Companies related by way of the Company's management and directors as shareholders, or by way of common directors Associates	40,185,713 98,189,063	45,641,910 85,222,877
	<u>262,672,133</u>	<u>219,476,915</u>
Trade accounts payable - related parties		
Stanley Electric Group companies	377,507,299	310,060,361
Companies related by way of the Company's management and directors as shareholders, or by way of common directors Associates	32,823,793 71,151,378	36,112,969 77,417,002
	<u>481,482,470</u>	<u>423,590,332</u>
Other accounts payable - related parties		
Stanley Electric Group companies	<u>130,670,218</u>	<u>129,660,328</u>

7 Inventories, net

	Unaudited 31 December 2017 Baht	Audited 31 March 2017 Baht
Raw materials and packaging	269,516,542	259,443,568
Work in process	287,279,363	316,283,260
Finished goods	72,836,369	81,741,447
Goods in transit	102,856,297	94,086,378
	732,488,571	751,554,653
<u>Less</u> Allowance for net realisable value lower than cost and slow moving inventories		
- Raw materials and packaging	(4,850,683)	(19,702,705)
- Work in process	(2,273,457)	(3,169,432)
- Finished goods	(1,686,955)	(6,945,299)
Inventories, net	<u>723,677,476</u>	<u>721,737,217</u>

Thai Stanley Electric Public Company Limited
Unaudited Condensed Notes to the Interim Financial Information
For the nine-month period ended 31 December 2017

8 Investments in associates

a) Movements in investments in associates are as follows:

For the nine-month period ended 31 December 2017	Equity Method Unaudited Baht	Cost Method Unaudited Baht
Opening net book amount	1,048,232,284	57,176,689
Share of profit	212,225,567	-
Dividends received	(76,596,000)	-
Translation adjustments	(66,502,797)	-
Closing net book amount	<u>1,117,359,054</u>	<u>57,176,689</u>

b) The details of investments in associates are as follows:

Name	Business activity	Paid-up share capital	% of holding	Unaudited 31 December 2017		Equity Method Audited 31 March 2017	
				Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
Associates							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	24,316,747	-	20,501,287	7,194,886
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	1,093,042,307	76,596,000	1,027,730,997	62,270,370
				<u>1,117,359,054</u>	<u>76,596,000</u>	<u>1,048,232,284</u>	<u>69,465,256</u>
Cost Method							
Name	Business activity	Paid-up share capital	% of holding	Unaudited 31 December 2017		Audited 31 March 2017	
				Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
Associates							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	3,132,500	-	3,132,500	7,194,886
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	54,044,189	76,596,000	54,044,189	62,270,370
				<u>57,176,689</u>	<u>76,596,000</u>	<u>57,176,689</u>	<u>69,465,256</u>

Thai Stanley Electric Public Company Limited
Unaudited Condensed Notes to the Interim Financial Information
For the nine-month period ended 31 December 2017

9 Long-term investments, net

Long-term investments, net as at 31 December 2017 and 31 March 2017 are as follows:

As at 31 December 2017 (Unaudited)

	Available- for-sale investments Baht	General investments Baht	Total Baht
Equity securities	9,520,000	104,921,215	114,441,215
- Related parties			
- Other companies	-	-	-
Long-term investments, net	<u>9,520,000</u>	<u>104,921,215</u>	<u>114,441,215</u>

As at 31 March 2017 (Audited)

	Available- for-sale investments Baht	General investments Baht	Total Baht
Equity securities	9,240,000	104,921,215	114,161,215
- Related parties			
- Other companies	-	-	-
Long-term investments, net	<u>9,240,000</u>	<u>104,921,215</u>	<u>114,161,215</u>

The available-for-sale investments are carried at fair value which is based on the quoted bid price by reference to Stock Exchange of Thailand (Level 1).

The details of long-term investments, net are as follows:

Name	Business activity	Paid-up share capital	% of holding	Unaudited 31 December 2017		Audited 31 March 2017	
				Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
Related party - available for sale							
Inoue Rubber (Thailand) Public Company Limited	Manufacture of tyre	Baht 200 million	0.2	3,380,000	-	3,380,000	410,920
Change in fair value of investment				<u>6,140,000</u>	<u>-</u>	<u>5,860,000</u>	<u>-</u>
				<u>9,520,000</u>	<u>-</u>	<u>9,240,000</u>	<u>410,920</u>
Related parties - general investments (at cost)							
Asian Stanley International Company Limited	Manufacture of small bulbs, LED and electronic components	Baht 400 million	15.0	60,000,000	-	60,000,000	16,183,642
Sirivit Stanley Company Limited	Manufacture of electronic equipment and automotive lighting	Baht 21 million	15.0	3,000,000	1,578,571	3,000,000	2,788,586
Lumax Industries Limited	Manufacture of automotive lighting equipment and auto parts	RS 93.5 million	1.73	8,793,715	1,144,090	8,793,715	-
PT. Indonesia Stanley Electric	Manufacture of molds and automotive lighting	USD 7.5 million	10.0	<u>33,127,500</u>	<u>7,241,465</u>	<u>33,127,500</u>	<u>4,034,537</u>
				<u>104,921,215</u>	<u>9,964,126</u>	<u>104,921,215</u>	<u>23,006,765</u>
Other companies - general investments (at cost)							
Top Hitech (Thailand) Company Limited	Manufacture of plastic products and molds	Baht 35.9 million	13.9	5,000,000	-	5,000,000	-
Less Impairment of investment				<u>(5,000,000)</u>	<u>-</u>	<u>(5,000,000)</u>	<u>-</u>
				<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total long-term investments, net				<u>114,441,215</u>	<u>9,964,126</u>	<u>114,161,215</u>	<u>23,417,685</u>

Thai Stanley Electric Public Company Limited
Unaudited Condensed Notes to the Interim Financial Information
For the nine-month period ended 31 December 2017

10 Property, plant and equipment, net

For the nine-month period ended 31 December 2017	Unaudited Baht
Opening net book amount	5,460,123,334
Additions	648,222,871
Disposals/write - offs, net	(151,481)
<u>Less</u> Depreciation charge	<u>(801,388,867)</u>
Closing net book amount	<u>5,306,805,857</u>

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

As at 31 December 2017, the Company has capital commitments amount of Baht 249 million (31 March 2017 : Baht 79 million).

11 Intangible assets, net

For the nine-month period ended 31 December 2017	Unaudited Baht
Opening net book amount	720,008,805
Additions	189,571,388
<u>Less</u> Amortisation charge	<u>(159,543,981)</u>
Closing net book amount	<u>750,036,212</u>

The additions during the period mainly compose of product designs.

12 Accrued expenses

	Unaudited 31 December 2017 Baht	Audited 31 March 2017 Baht
Accrued staff costs	171,755,716	189,255,369
Accrued electricity expense	23,999,857	26,660,971
Accrued rebate	153,345,071	12,660,000
Others	30,520,171	31,269,373
	<u>379,620,815</u>	<u>259,845,713</u>

13 Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to shareholders by the weighted average number of common shares in issue during the period (31 December 2017 : 76,625,000 shares and 31 December 2016 : 76,625,000 shares).

There are no dilutive ordinary shares in issue for the three-month and nine-month periods ended 31 December 2017 and 2016.

14 Dividends paid

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 7 July 2017, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2017 for 76,625,000 shares of Baht 5 per share, totalling Baht 383,125,000. However, there were 100 shares that were not entitled to receive the dividends, totalling Baht 500 as the depository terms were not in compliance with practices of the Thailand Security Depository Co., Ltd. The Company paid the dividends amounting to Baht 383,124,500 to the shareholders on 27 July 2017.

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 8 July 2016, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2016 for 76,625,000 shares of Baht 5 per share, totalling Baht 383,125,000. There were 52,474 shares that were not entitled to receive the dividends, totalling Baht 262,370 as the depository terms were not in compliance with practices of the Thailand Security Depository Co., Ltd. The Company recorded actual dividends paid amounting to Baht 382,862,630 in the financial statements. The Company paid the dividends to the shareholders on 29 July 2016.

15 Commitments and contingent liabilities

For the nine-month period ended 31 December 2017, there were no significant changes in commitments and contingent liabilities and other agreements from the year ended 31 March 2017, except the capital commitment as mentioned in Note 10 and the following item:

Forward exchange contracts

As at 31 December 2017 and 31 March 2017, the Company has the outstanding foreign currency forward contracts which the foreign currency contract amount and settlement dates on the contracts are as follows:

	Unaudited 31 December 2017	Audited 31 March 2017
Forward exchange contracts	Yen 60 million USD 1 million	Yen 50 million USD 1 million
Maturity of forward exchange contracts	1 - 2 month	1 - 2 month

16 Contingent liability

In 2015, the Company received a ruling letter from the Revenue Department stating that the Company had paid income tax for the accounting periods from 1 February 2003 to 31 January 2004, 1 April 2004 - 31 March 2005, 1 April 2005 - 31 March 2006, 1 April 2008 - 31 March 2009 and 1 April 2009 - 31 March 2010 incorrectly for the total amount of approximately Baht 18 million. The reason given was that the Company didn't average out the Company's net profit between BOI and non-BOI businesses before applying the income tax rate at 25% for the first portion of net profit of Baht 300 million, which is in accordance with the Royal Decree no. 387 B.E. 2544 and no. 475 B.E. 2551. However, the Company objected to this letter and submitted the appeal to the Central Tax Court of Thailand. The Company has asked the bank to issue a letter of guarantee for this tax amount.

In 2016, the Central Tax Court of Thailand judged to dismiss the Company's appeal. The outcome of the judgment means the Company is liable to pay the additional tax to the Revenue Department. However, the Company has requested the Revenue Department to temporarily suspend the liability for the additional tax payment until a final judgment is issued. The Company has submitted an appeal against the Court's judgment to the Court of Appeal for Specialized Cases - Tax Case Division. The case is now under the consideration of the Court of Appeal for Specialized Cases - Tax Case Division.

The Company did not record liabilities in this interim financial information.

17 Segment information

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

Business segment

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