

**THAI STANLEY ELECTRIC PUBLIC COMPANY LIMITED**

**INTERIM FINANCIAL INFORMATION**

**31 DECEMBER 2018**

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## 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 2018, 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 related statement of changes in equity in which the equity method is applied and the separate statement of changes in equity, and the statement of cash flows in which the equity method is applied and the separate statement of cash flows for the 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.

A handwritten signature in blue ink, appearing to read "Varaporn Vorathitikul", is written over a light blue horizontal line.

**Varaporn Vorathitikul**  
Certified Public Accountant (Thailand) No. 4474  
Bangkok  
1 February 2019

Thai Stanley Electric Public Company Limited  
 Statements of Financial Position  
 As at 31 December 2018


	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited	Audited	Unaudited	Audited
		31 December 2018 Baht	31 March 2018 Baht	31 December 2018 Baht	31 March 2018 Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		714,436,520	2,012,032,313	714,436,520	2,012,032,313
Short-term investments held to maturity	4	4,594,000,000	4,212,450,217	4,594,000,000	4,212,450,217
Trade and other accounts receivable, net	5, 6	2,702,834,194	2,347,804,952	2,702,834,194	2,347,804,952
Inventories, net	7	1,001,146,136	674,727,701	1,001,146,136	674,727,701
Current portion of loans to employees		43,182,916	25,348,038	43,182,916	25,348,038
Other current assets		11,179,697	17,692,303	11,179,697	17,692,303
<b>Total current assets</b>		<b>9,066,779,463</b>	<b>9,290,055,524</b>	<b>9,066,779,463</b>	<b>9,290,055,524</b>
<b>Non-current assets</b>					
Loans to employees		44,839,127	10,806,651	44,839,127	10,806,651
Investments in associates	8	1,342,538,228	1,154,393,271	57,176,689	57,176,689
Long-term investments, net	9	113,161,215	113,201,215	113,161,215	113,201,215
Property, plant and equipment, net	10	6,627,938,928	5,564,806,688	6,627,938,928	5,564,806,688
Intangible assets, net	11	938,715,909	775,113,671	938,715,909	775,113,671
Deferred tax assets, net		-	-	93,997,801	87,036,833
Other non-current assets, net		15,709,026	30,394,712	15,709,026	30,394,712
<b>Total non-current assets</b>		<b>9,082,902,433</b>	<b>7,648,716,208</b>	<b>7,891,538,695</b>	<b>6,638,536,459</b>
<b>Total assets</b>		<b>18,149,681,896</b>	<b>16,938,771,732</b>	<b>16,958,318,158</b>	<b>15,928,591,983</b>

Director

  
 ( Mr. Koichi Nagano )



Director

  
 ( Mr. Apichart Leeissaranukul )

Date

01 FEB 2019

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
 Statements of Financial Position  
 As at 31 December 2018

	Notes	Financial information in which the equity method is applied		Separate financial information	
		Unaudited	Audited	Unaudited	Audited
		31 December 2018 Baht	31 March 2018 Baht	31 December 2018 Baht	31 March 2018 Baht
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Trade accounts payable - other companies		603,029,791	514,745,721	603,029,791	514,745,721
- related parties	6	539,240,965	498,282,289	539,240,965	498,282,289
Other accounts payable - other companies		371,415,243	322,204,024	371,415,243	322,204,024
- related parties	6	244,816,185	223,210,120	244,816,185	223,210,120
Accrued corporate income tax		106,670,969	181,649,546	106,670,969	181,649,546
Accrued expenses	12	446,497,995	326,088,616	446,497,995	326,088,616
<b>Total current liabilities</b>		<b>2,311,671,148</b>	<b>2,066,180,316</b>	<b>2,311,671,148</b>	<b>2,066,180,316</b>
<b>Non-current liabilities</b>					
Deferred tax liabilities, net		163,074,507	132,406,483	-	-
Provision for post-employment benefits		228,336,539	208,805,352	228,336,539	208,805,352
<b>Total non-current liabilities</b>		<b>391,411,046</b>	<b>341,211,835</b>	<b>228,336,539</b>	<b>208,805,352</b>
<b>Total liabilities</b>		<b>2,703,082,194</b>	<b>2,407,392,151</b>	<b>2,540,007,687</b>	<b>2,274,985,668</b>
<b>Equity</b>					
<b>Share capital</b>					
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		14,688,214,212	13,788,404,424	13,488,734,971	12,723,998,815
Other components of equity		(167,302,010)	(182,712,343)	3,888,000	3,920,000
<b>Total equity</b>		<b>15,446,599,702</b>	<b>14,531,379,581</b>	<b>14,418,310,471</b>	<b>13,653,606,315</b>
<b>Total liabilities and equity</b>		<b>18,149,681,896</b>	<b>16,938,771,732</b>	<b>16,958,318,158</b>	<b>15,928,591,983</b>

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
 Statements of Income (Unaudited)  
 For the three-month period ended 31 December 2018

	Note	Financial information in which the equity method is applied		Separate financial information	
		2018 Baht	2017 Baht	2018 Baht	2017 Baht
Revenues from sales and services		3,948,793,489	3,392,976,337	3,948,793,489	3,392,976,337
Costs of sales and services		(3,171,135,751)	(2,777,050,732)	(3,171,135,751)	(2,777,050,732)
<b>Gross profit</b>		<b>777,657,738</b>	<b>615,925,605</b>	<b>777,657,738</b>	<b>615,925,605</b>
Other income					
- Gain on exchange rates, net		3,842,276	5,598,621	3,842,276	5,598,621
- Interest income		17,565,980	17,935,378	17,565,980	17,935,378
- Others		28,947,433	31,044,869	28,947,433	31,044,869
<b>Profit before expenses</b>		<b>828,013,427</b>	<b>670,504,473</b>	<b>828,013,427</b>	<b>670,504,473</b>
Selling expenses		(153,377,237)	(143,314,027)	(153,377,237)	(143,314,027)
Administrative expenses		(89,892,092)	(84,163,519)	(89,892,092)	(84,163,519)
<b>Total expenses</b>		<b>(243,269,329)</b>	<b>(227,477,546)</b>	<b>(243,269,329)</b>	<b>(227,477,546)</b>
<b>Operating profit</b>		<b>584,744,098</b>	<b>443,026,927</b>	<b>584,744,098</b>	<b>443,026,927</b>
Share of profit from investments in associates		89,654,608	73,250,510	-	-
<b>Profit before income tax</b>		<b>674,398,706</b>	<b>516,277,437</b>	<b>584,744,098</b>	<b>443,026,927</b>
Income tax		(124,882,343)	(90,398,125)	(106,951,421)	(75,748,023)
<b>Net profit for the period</b>		<b>549,516,363</b>	<b>425,879,312</b>	<b>477,792,677</b>	<b>367,278,904</b>
<b>Basic earnings per share</b>	13				
Net profit for the period		7.17	5.56	6.24	4.79

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
 Statements of Comprehensive Income (Unaudited)  
 For the three-month period ended 31 December 2018

	Financial information in which the equity method is applied		Separate financial information	
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Net profit for the period	549,516,363	425,879,312	477,792,677	367,278,904
Other comprehensive income (expenses) for the period after tax:				
Items that will be reclassified subsequently to profit or loss				
Unrealised gain (loss) on change in fair value of available-for-sale investment	(128,000)	64,000	(128,000)	64,000
Exchange differences relating to investments in associates	4,780,249	(61,059,856)	-	-
Other comprehensive income (expenses) for the period, net of tax	4,652,249	(60,995,856)	(128,000)	64,000
Total comprehensive income for the period	<u>554,168,612</u>	<u>364,883,456</u>	<u>477,664,677</u>	<u>367,342,904</u>

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Thai Stanley Electric Public Company Limited  
 Statements of Income (Unaudited)  
 For the nine-month period ended 31 December 2018

	Notes	Financial information in which the equity method is applied		Separate financial information	
		2018 Baht	2017 Baht	2018 Baht	2017 Baht
Revenues from sales and services		10,837,378,785	9,581,864,077	10,837,378,785	9,581,864,077
Costs of sales and services		(8,835,920,393)	(7,931,110,323)	(8,835,920,393)	(7,931,110,323)
<b>Gross profit</b>		<b>2,001,458,392</b>	<b>1,650,753,754</b>	<b>2,001,458,392</b>	<b>1,650,753,754</b>
Other income					
- Dividend income	6, 8, 9	71,620,732	9,964,126	147,151,822	86,560,126
- Gain on exchange rates, net		11,156,050	16,109,816	11,156,050	16,109,816
- Interest income		54,067,591	52,190,004	54,067,591	52,190,004
- Others		77,689,676	73,214,144	77,689,676	73,214,144
<b>Profit before expenses</b>		<b>2,215,992,441</b>	<b>1,802,231,844</b>	<b>2,291,523,531</b>	<b>1,878,827,844</b>
Selling expenses		(431,682,230)	(398,934,242)	(431,682,230)	(398,934,242)
Administrative expenses		(266,419,349)	(257,362,527)	(266,419,349)	(257,362,527)
<b>Total expenses</b>		<b>(698,101,579)</b>	<b>(656,296,769)</b>	<b>(698,101,579)</b>	<b>(656,296,769)</b>
<b>Operating profit</b>		<b>1,517,890,862</b>	<b>1,145,935,075</b>	<b>1,593,421,952</b>	<b>1,222,531,075</b>
Share of profit from investments in associates	8	244,373,131	212,225,567	-	-
<b>Profit before income tax</b>		<b>1,762,263,993</b>	<b>1,358,160,642</b>	<b>1,593,421,952</b>	<b>1,222,531,075</b>
Income tax		(326,079,905)	(254,619,301)	(292,311,496)	(227,493,387)
<b>Net profit for the period</b>		<b>1,436,184,088</b>	<b>1,103,541,341</b>	<b>1,301,110,456</b>	<b>995,037,688</b>
<b>Basic earnings per share</b>	13				
Net profit for the period		18.74	14.40	16.98	12.99

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
 Statements of Comprehensive Income (Unaudited)  
 For the nine-month period ended 31 December 2018

	Financial information in which the equity method is applied		Separate financial information	
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Net profit for the period	1,436,184,088	1,103,541,341	1,301,110,456	995,037,688
Other comprehensive income (expenses) for the period after tax:				
Items that will be reclassified subsequently to profit or loss				
Unrealised gain (loss) on change in fair value of available-for-sale investment	(32,000)	224,000	(32,000)	224,000
Exchange differences relating to investments in associates	15,442,333	(53,202,237)	-	-
Other comprehensive income (expenses) for the period, net of tax	15,410,333	(52,978,237)	(32,000)	224,000
Total comprehensive income for the period	<u>1,451,594,421</u>	<u>1,050,563,104</u>	<u>1,301,078,456</u>	<u>995,261,688</u>

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.



Thai Stanley Electric Public Company Limited  
 Statements of Changes in Equity (Unaudited)  
 For the nine-month period ended 31 December 2018

Financial information in which the equity method is applied											
	Note	Issued and paid-up share capital Baht		Premium on share capital Baht		Retained earnings		Other components of equity		Total equity Baht	
						Legal reserve Baht	Unappropriated retained earnings Baht	Other comprehensive income (expenses)			Total other components of equity Baht
								Unrealised gain (loss) on change in fair value of available-for-sale investment Baht	Cumulative exchange differences relating to investments in associates Baht		
Opening balance as at 1 April 2018		383,125,000	504,250,000	38,312,500	13,788,404,424	3,920,000	(186,632,343)	(182,712,343)	14,531,379,581		
Total comprehensive income for the period		-	-	-	1,436,184,088	(32,000)	15,442,333	15,410,333	1,451,594,421		
Dividends paid	14	-	-	-	(536,374,300)	-	-	-	(536,374,300)		
<b>Closing balance as at 31 December 2018</b>		<b>383,125,000</b>	<b>504,250,000</b>	<b>38,312,500</b>	<b>14,688,214,212</b>	<b>3,888,000</b>	<b>(171,190,010)</b>	<b>(167,302,010)</b>	<b>15,446,599,702</b>		
Opening balance as at 1 April 2017		383,125,000	504,250,000	38,312,500	12,512,867,321	4,688,000	(101,764,867)	(97,076,867)	13,341,477,954		
Total comprehensive income for the period		-	-	-	1,103,541,341	224,000	(53,202,237)	(52,978,237)	1,050,563,104		
Dividends paid	14	-	-	-	(383,124,500)	-	-	-	(383,124,500)		
<b>Closing balance as at 31 December 2017</b>		<b>383,125,000</b>	<b>504,250,000</b>	<b>38,312,500</b>	<b>13,233,284,162</b>	<b>4,912,000</b>	<b>(154,967,104)</b>	<b>(150,055,104)</b>	<b>14,008,916,558</b>		

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
 Statements of Changes in Equity (Unaudited)  
 For the nine-month period ended 31 December 2018

	Separate financial information							Total equity Baht
	Note	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		Other components of equity		
				Legal reserve Baht	Unappropriated retained earnings Baht	Other comprehensive income (expenses)		
						Unrealised gain (loss) on change in fair value of available-for-sale investment Baht	Total other components of equity Baht	
Opening balance as at 1 April 2018	383,125,000	504,250,000	38,312,500	12,723,998,815	3,920,000			3,920,000
Total comprehensive income for the period	-	-	-	1,301,110,456	(32,000)	(32,000)	1,301,078,456	
Dividends paid	14	-	-	(536,374,300)	-	-	(536,374,300)	
<b>Closing balance as at 31 December 2018</b>		<b>383,125,000</b>	<b>504,250,000</b>	<b>38,312,500</b>	<b>13,488,734,971</b>	<b>3,888,000</b>	<b>3,888,000</b>	<b>14,418,310,471</b>
Opening balance as at 1 April 2017	383,125,000	504,250,000	38,312,500	11,618,257,978	4,688,000	4,688,000	12,548,633,478	
Total comprehensive income for the period	-	-	-	995,037,688	224,000	224,000	995,261,688	
Dividends paid	14	-	-	(383,124,500)	-	-	(383,124,500)	
<b>Closing balance as at 31 December 2017</b>		<b>383,125,000</b>	<b>504,250,000</b>	<b>38,312,500</b>	<b>12,230,171,166</b>	<b>4,912,000</b>	<b>4,912,000</b>	<b>13,160,770,666</b>

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
 Statements of Cash Flows (Unaudited)  
 For the nine-month period ended 31 December 2018

	Notes	Financial information in which the equity method is applied		Separate financial information	
		2018 Baht	2017 Baht	2018 Baht	2017 Baht
<b>Cash flows from operating activities:</b>					
Profit before income tax for the period		1,762,263,993	1,358,160,642	1,593,421,952	1,222,531,075
Adjustments to reconcile profit before income tax to net cash provided by operations:					
- Depreciation	10	757,685,928	801,388,867	757,685,928	801,388,867
- Amortisation	11	172,090,504	159,543,981	172,090,504	159,543,981
- Interest income		(54,067,591)	(52,190,004)	(54,067,591)	(52,190,004)
- Share of profit from investments in associates	8	(244,373,131)	(212,225,567)	-	-
- Dividend income					
- Investments in associates	8	-	-	(75,531,090)	(76,596,000)
- Long-term investments	9	(71,620,732)	(9,964,126)	(71,620,732)	(9,964,126)
- (Gain) loss on disposal of equipment		(3,987,252)	(1,914,430)	(3,987,252)	(1,914,430)
- (Reversal of) allowance for doubtful account		1,130,895	(400,327)	1,130,895	(400,327)
- (Reversal of) allowance for slow-moving inventories and net realisable value lower than cost of inventories		4,019,738	(21,006,341)	4,019,738	(21,006,341)
- Corporate income tax refund offset against withholding tax on dividend and surcharge		-	16,882,357	-	16,882,357
- (Reversal of) provision for post-employment benefits		21,633,057	19,962,540	21,633,057	19,962,540
- Unrealised loss (gain) on exchange rates		298,230	(812,145)	298,230	(812,145)
Cash flows before changes in operating assets and liabilities		2,345,073,639	2,057,425,447	2,345,073,639	2,057,425,447
Changes in operating assets and liabilities					
- Trade and other accounts receivable		(357,375,613)	(241,362,417)	(357,375,613)	(241,362,417)
- Inventories		(330,438,173)	19,066,082	(330,438,173)	19,066,082
- Other current assets		6,512,606	(190,589)	6,512,606	(190,589)
- Cash received from corporate income tax refund		-	18,922,011	-	18,922,011
- Other non-current assets		14,685,686	2,653,205	14,685,686	2,653,205
- Trade accounts payable - other companies		88,284,070	22,070,652	88,284,070	22,070,652
- Trade accounts payable - related parties		40,958,676	57,892,138	40,958,676	57,892,138
- Other accounts payable - other companies		3,943,442	27,345,582	3,943,442	27,345,582
- Other accounts payable - related parties		83,435,638	(2,184,478)	83,435,638	(2,184,478)
- Accrued expenses		120,409,379	119,775,102	120,409,379	119,775,102
- Payment for post-employment benefits		(2,101,870)	(1,842,805)	(2,101,870)	(1,842,805)
Cash generated from operations		2,013,387,480	2,079,569,930	2,013,387,480	2,079,569,930
Interest received		12,677,878	11,908,788	12,677,878	11,908,788
Income tax paid		(374,243,041)	(290,839,862)	(374,243,041)	(290,839,862)
Net cash received from operating activities		1,651,822,317	1,800,638,856	1,651,822,317	1,800,638,856

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.

Thai Stanley Electric Public Company Limited  
 Statements of Cash Flows (Unaudited)  
 For the nine-month period ended 31 December 2018

	Notes	Financial information in which the equity method is applied		Separate financial information	
		2018 Baht	2017 Baht	2018 Baht	2017 Baht
<b>Cash flows from investing activities:</b>					
Loans made to employees		(81,184,082)	(356,984)	(81,184,082)	(356,984)
Loans repayments from employees		29,316,728	26,889,555	29,316,728	26,889,555
Purchases of property, plant and equipment		(1,837,390,662)	(634,474,249)	(1,837,390,662)	(634,474,249)
Proceeds from disposals of equipment		3,997,950	2,065,911	3,997,950	2,065,911
Interest received on short-term investments held to maturity		42,605,189	38,511,988	42,605,189	38,511,988
Dividends received from investments					
- Investments in associates	8	75,531,090	76,596,000	75,531,090	76,596,000
- Long-term investments	9	71,620,732	9,964,126	71,620,732	9,964,126
Purchases of intangible assets	11	(335,692,742)	(193,658,888)	(335,692,742)	(193,658,888)
Cash receipts from short-term investments held to maturity	4	7,799,000,000	6,448,000,000	7,799,000,000	6,448,000,000
Cash payments on short-term investments held to maturity	4	(8,180,549,783)	(6,860,016,088)	(8,180,549,783)	(6,860,016,088)
Net cash used in investing activities		<u>(2,412,745,580)</u>	<u>(1,086,478,629)</u>	<u>(2,412,745,580)</u>	<u>(1,086,478,629)</u>
<b>Cash flow from financing activity:</b>					
Dividends paid	14	(536,374,300)	(383,124,500)	(536,374,300)	(383,124,500)
Net cash used in financing activity		<u>(536,374,300)</u>	<u>(383,124,500)</u>	<u>(536,374,300)</u>	<u>(383,124,500)</u>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(1,297,297,563)</b>	<b>331,035,727</b>	<b>(1,297,297,563)</b>	<b>331,035,727</b>
Cash and cash equivalents at beginning of the period		2,012,032,313	1,085,634,900	2,012,032,313	1,085,634,900
Effects of exchange rate changes		(298,230)	812,145	(298,230)	812,145
Cash and cash equivalents at end of the period		<u>714,436,520</u>	<u>1,417,482,772</u>	<u>714,436,520</u>	<u>1,417,482,772</u>
<b>Non-cash transactions:</b>					
Outstanding liabilities arisen from purchase of plant, equipment and intangible assets		224,655,519	63,865,405	224,655,519	63,865,405
Outstanding liabilities arisen from purchase of plant, equipment and intangible assets from related parties		3,826,414	-	3,826,414	-

The notes to the interim financial information on page 12 to 23 are an integral part of this interim financial information.

## 1 General information

Thai Stanley Electric Public Company Limited ("the Company") is a public limited company, incorporated in Thailand. The address of its registered office is 29/3 Moo 1 Bangpoon-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 1 February 2019.

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 2018.

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 2018.

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 Accounting policies (Cont'd)

### 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 2018 which have significant change and are relevant to the Company:

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 profits.

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

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

#### 2.2.2 New financial reporting standards which have been announced but not yet effective.

##### 2.2.2.1 The FAP has issued new standard, TFRS15 Revenue from contracts with customers. This standard will become effective for annual periods beginning on or after 1 January 2019. The Group has not early adopted this standard.

TFRS 15 provides the requirements for the recognition of revenue. This standard will supersede the following standards:

TAS 11 (revised 2017)	Construction contracts
TAS 18 (revised 2017)	Revenue
TSIC 31 (revised 2017)	Revenue - barter transactions involving advertising services
TFRIC 13 (revised 2017)	Customer loyalty programmes
TFRIC 15 (revised 2017)	Agreements for the construction of real estate
TFRIC 18 (revised 2017)	Transfers of assets from customers

The new standard is based on the principle that revenue is recognised when control of a goods or service transfers to a customer - so the notion of control replaces the existing notion of risks and rewards.

An entity recognises revenue in accordance with that core principle by applying the following steps

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

2 Accounting policies (Cont'd)

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

2.2.2 New financial reporting standards which have been announced but not yet effective. (Cont'd)

- 2.2.2.1 The FAP has issued new standard, TFRS15 Revenue from contracts with customers. This standard will become effective for annual periods beginning on or after 1 January 2019. The Group has not early adopted this standard. (Cont'd)

Entities will have a choice to apply this standard retrospectively in accordance with TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors, subject to the expedients or retrospectively with the cumulative effect recognised as an adjustment to the opening balance of retained earnings of the annual reporting period that includes the date of initial application with additional disclosures.

The Company's management is currently assessing the impact of initial adoption of this standard.

- 2.2.2.2 The group of financial instruments reporting standards consist of the following standards. These standards could be early adopted before the effective date only for the period beginning on or after 1 January 2019.

The group of financial instruments reporting standards consist of the following standards:

TAS 32	Financial Instruments: Presentation
TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments
TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

The above new standards will supersede the following standards:

TAS 101	Bad and Doubtful Debts
TAS 103	Disclosures in the Financial Statements of Bank and Similar Financial Institutions
TAS 104	Accounting for Troubled Debt Restructuring
TAS 105	Accounting for Investment in Debts and Equity securities
TAS 106	Accounting for Investment Companies
TAS 107	Financial Instruments: Disclosure and Presentation

TAS 32 Financial Instruments: Presentation, provides the requirements for the presentation of financial instruments as liabilities or equity and for offsetting financial assets and financial liabilities. It applies to the classification of financial instruments, from the perspective of the issuer, into financial assets, financial liabilities and equity instruments; the classification of related interest, dividends, losses and gains; and the circumstances in which financial assets and financial liabilities should be offset.

TFRS 7 Financial Instruments: Disclosures, provides the requirements for the disclosure that are intended to enable users to evaluate the significance of financial instruments for an entity's financial position and performance, and to understand the nature and extent of risks arising from those financial instruments to which the entity is exposed during the period and at the end of the reporting period, and how the entity manages those risks.

2 Accounting policies (Cont'd)

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

2.2.2 New financial reporting standards which have been announced but not yet effective. (Cont'd)

2.2.2.2 The group of financial instruments reporting standards consist of the following standards. These standards could be early adopted before the effective date only for the period beginning on or after 1 January 2019. (Cont'd)

IFRS 9 Financial Instruments, establishes principles for the classification, measurement and derecognition of financial assets and financial liabilities, impairment requirement and hedge accounting as follows:

- Classification and measurement:
  - The classification and measurement of debt instrument financial assets has three classification categories, which are amortised cost, fair value through profit or loss and fair value through other comprehensive income. Classification of debt assets will be driven by the entity's business model for managing the financial assets and contractual cash flows characteristics of the financial assets.
  - Equity instrument financial assets shall be measured at fair value through profit or loss. An entity can make an irrevocable election to recognise the fair value change in other comprehensive income without subsequent recycling to profit or loss.
  - Financial liabilities are classified and measured at amortised cost. An entity can choose to measure a liability at fair value through profit or loss when the conditions are met.
  - Derivatives are classified and measured at fair value through profit or loss.
- The impairment requirements relating to the accounting for an entity's expected credit losses on its financial assets measured at amortised cost, investments in debt instruments measured at fair value through other comprehensive income, lease receivables, loan commitments and financial guarantee contracts. It is no longer necessary for a credit event to have occurred before credit losses are recognised. The entity always accounts for expected credit losses which involves a three stage approach. The stage dictates how the entity measures impairment losses and applies the effective interest rate method. Except for trade receivables and contractual assets which apply in IFRS 15 and are no significant financial components and lease receivables, they are permitted to measure by simplified approach for credit impaired consideration.
- The objective of hedge accounting is to represent, in the financial statements, the effect of an entity's risk management activities that use financial instruments to manage exposures arising from particular risks that could affect profit or loss (or other comprehensive income, in the case of investments in equity instruments for which an entity has elected to present changes in fair value in other comprehensive income). This approach aims to convey the context of hedging instruments for which hedge accounting is applied in order to allow insight into their purpose and effect.

IFRS 16 Hedges of a Net Investment in a Foreign Operation, clarifies the accounting treatment in respect of net investment hedging, provides guidance on identifying the foreign currency risks that qualify as a hedged risk. Clarifying that hedging instruments that are hedges of a net investment in a foreign operation may be held anywhere in the group not only by the parent. This includes the guidance on how an entity should determine the amount to be reclassified from equity to profit or loss for both the hedging instrument and the hedged item.

IFRS 19 Extinguishing Financial Liabilities with Equity Instruments, provides the requirements for accounting treatment when the entity issues equity instruments to a creditor to extinguish all or part of a financial liability. The equity instruments issued shall be measured at fair value. The entity shall remove a financial liability (or part of a financial liability) from its statement of financial position when it is extinguished in accordance with IFRS 9. The difference between the carrying amount of the financial liability (or part of a financial liability) extinguished and the fair value of equity instruments issued shall be recognised in profit or loss.

The Company's management is currently assessing the impact of initial adoption of these standards.



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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 2018.

4 Short-term investments held to maturity

Short-term investments held to maturity represent treasury bills 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 2018	Unaudited Baht
Opening balance	4,212,450,217
Additions during the period	8,180,549,783
Redemptions during the period	<u>(7,799,000,000)</u>
Closing balance	<u>4,594,000,000</u>

As at 31 December 2018, short-term investments held to maturity bore interest at the average rate of 1.12% - 1.63% per annum (31 March 2018 : 1.12% - 1.60% per annum).

5 Trade and other accounts receivable, net

Trade and other accounts receivable, net as at 31 December 2018 and 31 March 2018 are as follows:

	Unaudited 31 December 2018 Baht	Audited 31 March 2018 Baht
Trade accounts receivable - other companies	2,428,960,164	2,057,557,201
<u>Less</u> Allowance for doubtful account	<u>(24,989,971)</u>	<u>(23,859,076)</u>
Trade accounts receivable - other companies, net	2,403,970,193	2,033,698,125
Trade accounts receivable - related parties (Note 6)	168,127,596	206,516,522
Prepaid expenses	38,276,062	48,727,691
Accrued income, net	21,435,036	26,716,955
Value added tax receivable	49,165,292	23,335,262
Other receivables	21,860,015	8,810,397
	<u>2,702,834,194</u>	<u>2,347,804,952</u>

Trade accounts receivable as at 31 December 2018 and 31 March 2018 can be analysed as follows:

	Trade accounts receivable- other companies		Trade accounts receivable- related parties	
	Unaudited 31 December 2018 Baht	Audited 31 March 2018 Baht	Unaudited 31 December 2018 Baht	Audited 31 March 2018 Baht
Current	2,388,663,633	2,005,630,823	167,639,022	197,682,647
Overdue				
- less than 3 months	14,018,681	21,089,398	417,095	8,218,924
- 3 - 6 months	-	6,686,761	-	13,185
- 6 - 12 months	285,745	-	71,479	591,331
- more than 1 year	25,992,105	24,150,219	-	10,435
	<u>2,428,960,164</u>	<u>2,057,557,201</u>	<u>168,127,596</u>	<u>206,516,522</u>

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6 Related party transactions

The Company had the significant transactions with its major shareholder, Stanley Electric Company Limited, incorporated in Japan which holds 35.49% 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	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
<b>Sales</b>				
Stanley Electric Group companies	136,656,973	160,793,986	353,096,862	432,597,720
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	33,732,125	39,099,790	113,479,626	116,741,967
Associates	124,315,496	123,066,314	280,179,011	268,795,880
	<u>294,704,594</u>	<u>322,960,090</u>	<u>746,755,499</u>	<u>818,135,567</u>
<b>Dividend income</b>				
Stanley Electric Group companies	-	-	67,511,156	8,385,555
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	-	-	4,109,576	1,578,571
Associates (Note 8)	-	-	75,531,090	76,596,000
	-	-	<u>147,151,822</u>	<u>86,560,126</u>
<b>Royalty income</b>				
Associates	-	-	534,754	640,718
<b>Other income</b>				
Stanley Electric Group companies	879,544	2,879,575	6,022,154	6,148,434
Associates	338,681	-	1,111,204	144,788
	<u>1,218,225</u>	<u>2,879,575</u>	<u>7,133,358</u>	<u>6,293,222</u>
<b>Purchases of goods and services</b>				
Stanley Electric Group companies	781,528,485	599,017,168	2,225,457,383	1,846,868,968
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	109,253,063	98,948,697	300,822,279	299,516,843
Associates	123,234,685	71,544,810	370,982,749	225,960,687
	<u>1,014,016,233</u>	<u>769,510,675</u>	<u>2,897,262,411</u>	<u>2,372,346,498</u>
<b>Royalty fee</b>				
Stanley Electric Group companies	91,818,488	79,681,483	250,228,142	220,116,205

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 Unaudited Condensed Notes to the Interim Financial Information  
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6 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

	Unaudited			
	For the three-month period ended 31 December		For the nine-month period ended 31 December	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
<b>Design and development fee</b>				
Stanley Electric Group companies	95,139,393	29,074,629	222,924,567	92,387,896
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	12,823	6,682	256,656	41,394
Associates	18,644	8,482	36,153	44,044
	<u>95,170,860</u>	<u>29,089,793</u>	<u>223,217,376</u>	<u>92,473,334</u>
<b>Technical fee</b>				
Stanley Electric Group companies	4,261,714	1,648,215	11,749,434	5,842,979
<b>Training fee</b>				
Stanley Electric Group companies	3,062,856	3,250,000	7,612,419	8,117,700
<b>Commission</b>				
Stanley Electric Group companies	-	-	20,000,000	20,000,000
<b>Directors' and managements' remuneration</b>				
Short-term benefits	13,571,990	14,801,453	38,078,534	37,481,369

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 2018 and 31 March 2018 are as follows:

	Unaudited 31 December 2018 Baht	Audited 31 March 2018 Baht
<b>Trade accounts receivable - related parties</b>		
Stanley Electric Group companies	77,700,659	45,981,000
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	47,806,755	63,003,538
Associates	42,620,182	97,531,984
	<u>168,127,596</u>	<u>206,516,522</u>
<b>Trade accounts payable - related parties</b>		
Stanley Electric Group companies	383,701,906	311,539,905
Companies related by way of the Company's management and directors as shareholders, or by way of common directors	33,701,981	36,166,563
Associates	121,837,078	150,575,821
	<u>539,240,965</u>	<u>498,282,289</u>
<b>Other accounts payable - related parties</b>		
Stanley Electric Group companies	244,816,185	223,210,120

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7 Inventories, net

	Unaudited 31 December 2018 Baht	Audited 31 March 2018 Baht
Raw materials and packaging	262,908,972	240,711,873
Work in process	513,253,569	255,320,170
Finished goods	74,413,967	97,143,936
Goods in transit	162,604,439	89,566,795
	<u>1,013,180,947</u>	<u>682,742,774</u>
<u>Less</u> Allowance for net realisable value lower than cost and slow moving inventories		
- Raw materials and packaging	(2,280,914)	(4,875,428)
- Work in process	(9,372,126)	(2,031,543)
- Finished goods	(381,771)	(1,108,102)
	<u>1,001,146,136</u>	<u>674,727,701</u>
Inventories, net		

8 Investments in associates

a) Movements in investments in associates are as follows:

	For the nine-month period ended 31 December 2018	
	Equity Method Unaudited Baht	Cost Method Unaudited Baht
Opening net book amount	1,154,393,271	57,176,689
Share of profit	244,373,131	-
Dividends received (Note 6)	(75,531,090)	-
Translation adjustments	19,302,916	-
Closing net book amount	<u>1,342,538,228</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	Equity Method			
				Unaudited 31 December 2018		Audited 31 March 2018	
				Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
<b>Associates</b>							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	29,382,919	-	22,706,618	5,916,322
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	1,313,155,309	75,531,090	1,131,686,653	76,596,000
				<u>1,342,538,228</u>	<u>75,531,090</u>	<u>1,154,393,271</u>	<u>82,512,322</u>
				Cost Method			
				Unaudited 31 December 2018		Audited 31 March 2018	
				Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
<b>Associates</b>							
Lao Stanley Company Limited	Manufacture of automotive lighting equipment	USD 0.25 million	50	3,132,500	-	3,132,500	5,916,322
Vietnam Stanley Electric Company Limited	Manufacture of automotive lighting equipment	USD 8.30 million	20	54,044,189	75,531,090	54,044,189	76,596,000
				<u>57,176,689</u>	<u>75,531,090</u>	<u>57,176,689</u>	<u>82,512,322</u>

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9 Long-term investments, net

Long-term investments, net as at 31 December 2018 and 31 March 2018 are as follows:

As at 31 December 2018 (Unaudited)	Available- for-sale investments Baht	General investments Baht	Total Baht
<b>Equity securities</b>			
- Related parties	8,240,000	104,921,215	113,161,215
- Other companies	-	-	-
Long-term investments, net	<u>8,240,000</u>	<u>104,921,215</u>	<u>113,161,215</u>
<b>As at 31 March 2018 (Audited)</b>			
<b>Equity securities</b>			
- Related parties	8,280,000	104,921,215	113,201,215
- Other companies	-	-	-
Long-term investments, net	<u>8,280,000</u>	<u>104,921,215</u>	<u>113,201,215</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 2018		Audited 31 March 2018	
				Amount Baht	Dividend Baht	Amount Baht	Dividend Baht
<b>Related party - available for sale</b>							
Inoue Rubber (Thailand) Public Company Limited	Manufacture of tyre	Baht 200 million	0.2	3,380,000	-	3,380,000	339,040
Change in fair value of investment				<u>4,860,000</u>	<u>-</u>	<u>4,900,000</u>	<u>-</u>
				<u>8,240,000</u>	<u>-</u>	<u>8,280,000</u>	<u>339,040</u>
<b>Related parties - general investments (at cost)</b>							
Asian Stanley International Company Limited	Manufacture of small bulbs, LED and electronic components	Baht 400 million	15.0	60,000,000	59,860,882	60,000,000	-
Sirivit Stanley Company Limited	Manufacture of electronic equipment and automotive lighting	Baht 21 million	15.0	3,000,000	4,109,576	3,000,000	1,578,571
Lumax Industries Limited	Manufacture of automotive lighting equipment and auto parts	RS 93.5 million	1.73	8,793,715	1,769,156	8,793,715	1,144,090
PT. Indonesia Stanley Electric	Manufacture of molds and automotive lighting	USD 7.5 million	10.0	33,127,500	5,881,118	33,127,500	7,241,465
				<u>104,921,215</u>	<u>71,620,732</u>	<u>104,921,215</u>	<u>9,964,126</u>
<b>Other companies - general investments (at cost)</b>							
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>
<b>Total long-term investments, net</b>				<u>113,161,215</u>	<u>71,620,732</u>	<u>113,201,215</u>	<u>10,303,166</u>

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10 Property, plant and equipment, net

For the nine-month period ended 31 December 2018	Unaudited Baht
Opening net book amount	5,564,806,688
Additions	1,820,828,866
Disposals/write - offs, net	(10,698)
<u>Less</u> Depreciation charge	<u>(757,685,928)</u>
Closing net book amount	<u>6,627,938,928</u>

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

As at 31 December 2018, the Company has capital commitments amount of Baht 1,380 million (31 March 2018 : Baht 535 million).

11 Intangible assets, net

For the nine-month period ended 31 December 2018	Unaudited Baht
Opening net book amount	775,113,671
Additions	335,692,742
<u>Less</u> Amortisation charge	<u>(172,090,504)</u>
Closing net book amount	<u>938,715,909</u>

The additions during the period mainly compose of product designs.

12 Accrued expenses

	Unaudited 31 December 2018 Baht	Audited 31 March 2018 Baht
Accrued staff cost	184,038,142	214,531,614
Accrued electricity expense	26,503,396	28,698,989
Accrued rebate	171,916,804	43,270,000
Others	64,039,653	39,588,013
	<u>446,497,995</u>	<u>326,088,616</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 2018 : 76,625,000 shares and 31 December 2017 : 76,625,000 shares).

There are no dilutive ordinary shares in issue for the nine-month periods ended 31 December 2018 and 2017.

**14 Dividends paid**

At the Annual General Shareholders' meeting of Thai Stanley Electric Public Company Limited held on 6 July 2018, the shareholders unanimously resolved to pay dividends in respect of the operating results for the year ended 31 March 2018 for 76,625,000 shares of Baht 7 per share, totalling Baht 536,375,000. However, there were 100 shares that were not entitled to receive the dividends, totalling Baht 700 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 536,374,300 to the shareholders on 26 July 2018.

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.

**15 Commitments and contingent liabilities**

For the nine-month period ended 31 December 2018, there were no significant changes in commitments and contingent liabilities and other agreements from the year ended 31 March 2018, except the capital commitment as mentioned in Note 10 and the following item:

Forward exchange contracts

As at 31 December 2018 and 31 March 2018, 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 2018	Audited 31 March 2018
Forward exchange contracts	Yen 76.20 million USD 2 million	Yen 40 million USD 1 million
Maturity of forward exchange contracts	1 - 2 month	1 - 2 month

**16 Legal claim**

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 has objected to this letter. 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 that 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 submitted an appeal against the Court's judgment to the Court of Appeal for Specialized cases - Tax Case Division.

On 12 March 2018, the Court of Appeal for Specialized cases - Tax Case Division rendered its judgment to affirm the judgment of the Central Tax Court. On 8 June 2018, the Company submitted an appeal against the Court of Appeal for Specialized cases - Tax Case Division's judgment to the Supreme Court. The case is now under the consideration of the Supreme Court.

The Company already recorded 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 in the financial statements.