

**INOUE RUBBER (THAILAND) PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED AND SEPARATE  
FINANCIAL INFORMATION (UNAUDITED)**

**31 MARCH 2022**



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

To the Shareholders and the Board of Directors of Inoue Rubber (Thailand) Public Company Limited

I have reviewed the interim consolidated financial information of Inoue Rubber (Thailand) Public Company Limited and its subsidiaries, and the separate financial information of Inoue Rubber (Thailand) Public Company Limited. These comprise the consolidated and separate statements of financial position as at 31 March 2022, the consolidated and separate statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated and separate statements of changes in equity and 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 consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

### Scope of review

I conducted my review in accordance with the 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 consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

**Sanicha Akarakittilap**  
Certified Public Accountant (Thailand) No. 8470  
Bangkok  
12 May 2022

Inoue Rubber (Thailand) Public Company Limited  
 Statements of Financial Position  
 As at 31 March 2022

	Notes	Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		31 March 2022 Baht'000	30 September 2021 Baht'000	31 March 2022 Baht'000	30 September 2021 Baht'000
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		879,732	1,003,321	847,670	971,211
Financial assets measured at fair value through other comprehensive income					
- debt instruments	7, 9	232,692	217,090	232,692	217,090
Trade and other receivables, net	8	1,147,291	884,203	1,149,391	887,022
Derivatives assets	7	760	3,055	760	3,055
Inventories, net		722,497	789,819	718,485	786,896
Other current assets		8,279	8,949	7,748	5,925
<b>Total current assets</b>		<b>2,991,251</b>	<b>2,906,437</b>	<b>2,956,746</b>	<b>2,871,199</b>
<b>Non-current assets</b>					
Financial assets measured at fair value through other comprehensive income					
- debt instruments	7, 9	347,003	374,958	347,003	374,958
Financial asset measured at fair value through other comprehensive income					
- equity instrument	7, 9	54,221	174,598	54,221	174,598
Investments in subsidiaries		-	-	20,049	20,049
Investment property, net		9,021	9,021	9,661	9,676
Property, plant and equipment, net	10	1,670,229	1,692,876	1,614,195	1,632,179
Right-of-use assets, net		854	944	854	944
Computer software, net		41,897	44,873	36,864	39,472
Deferred tax assets, net		72,095	44,247	66,751	39,166
Other non-current assets		54,186	47,421	54,125	47,361
<b>Total non-current assets</b>		<b>2,249,506</b>	<b>2,388,938</b>	<b>2,203,723</b>	<b>2,338,403</b>
<b>Total assets</b>		<b>5,240,757</b>	<b>5,295,375</b>	<b>5,160,469</b>	<b>5,209,602</b>

Director \_\_\_\_\_ Director \_\_\_\_\_

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

Inoue Rubber (Thailand) Public Company Limited  
 Statements of Financial Position (Cont'd)  
 As at 31 March 2022

	Notes	Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		31 March 2022 Baht'000	30 September 2021 Baht'000	31 March 2022 Baht'000	30 September 2021 Baht'000
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Trade and other payables	11	1,142,438	1,025,835	1,150,554	1,035,340
Derivatives liabilities	7	4,359	2,810	4,359	2,810
Income tax payable		12,866	20,084	11,232	19,234
Current portion of lease liabilities		210	217	210	217
Other current liabilities		1,410	1,214	-	-
<b>Total current liabilities</b>		<b>1,161,283</b>	<b>1,050,160</b>	<b>1,166,355</b>	<b>1,057,601</b>
<b>Non-current liabilities</b>					
Lease liabilities		560	748	560	748
Deferred tax liabilities, net		260	280	-	-
Employee benefit obligations	12	359,311	349,718	324,342	316,264
<b>Total non-current liabilities</b>		<b>360,131</b>	<b>350,746</b>	<b>324,902</b>	<b>317,012</b>
<b>Total liabilities</b>		<b>1,521,414</b>	<b>1,400,906</b>	<b>1,491,257</b>	<b>1,374,613</b>

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



## Inoue Rubber (Thailand) Public Company Limited

## Statements of Financial Position (Cont'd)

As at 31 March 2022

	Note	Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		31 March 2022	30 September 2021	31 March 2022	30 September 2021
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Liabilities and equity (Cont'd)</b>					
<b>Equity</b>					
Share capital					
Authorised share capital					
Ordinary shares, 200 million shares					
at par value of Baht 1 each					
		200,000	200,000	200,000	200,000
Issued and fully paid-up share capital					
Ordinary shares, 200 million shares					
paid-up of Baht 1 each					
		200,000	200,000	200,000	200,000
		298,000	298,000	298,000	298,000
Retained earnings					
Appropriated - legal reserve					
		20,000	20,000	20,000	20,000
Appropriated - treasury shares reserve					
	13	114,012	114,012	114,012	114,012
Unappropriated					
		3,248,727	3,327,443	3,189,093	3,258,460
<u>Less</u> Treasury shares					
	13	(114,012)	(114,012)	(114,012)	(114,012)
Other components of equity					
		(47,389)	49,021	(37,881)	58,529
<b>Equity attributable to:</b>					
Owners of the parent					
		3,719,338	3,894,464	3,669,212	3,834,989
Non-controlling interests					
		5	5	-	-
<b>Total equity</b>					
		3,719,343	3,894,469	3,669,212	3,834,989
<b>Total liabilities and equity</b>					
		5,240,757	5,295,375	5,160,469	5,209,602

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

Inoue Rubber (Thailand) Public Company Limited  
 Statements of Comprehensive Income (Unaudited)  
 For the three-month period ended 31 March 2022

	Notes	Consolidated		Separate	
		financial information		financial information	
		2022	2021	2022	2021
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Revenues</b>					
Revenue from sales and services		1,568,214	1,415,539	1,567,832	1,415,252
Dividend income	14	13,176	21,562	32,176	44,561
Other income		13,399	12,246	13,679	13,030
<b>Total revenues</b>		<b>1,594,789</b>	<b>1,449,347</b>	<b>1,613,687</b>	<b>1,472,843</b>
<b>Expenses</b>					
Cost of sales and services		1,423,563	1,188,752	1,429,511	1,195,492
Selling expenses		26,283	24,954	26,283	24,954
Administrative expenses		70,174	66,336	69,027	65,128
Other expenses		4,475	5,082	4,465	5,071
<b>Total expenses</b>		<b>1,524,495</b>	<b>1,285,124</b>	<b>1,529,286</b>	<b>1,290,645</b>
<b>Profit before finance costs and</b>					
<b>income tax</b>		<b>70,294</b>	<b>164,223</b>	<b>84,401</b>	<b>182,198</b>
Finance cost		(12)	(14)	(12)	(14)
<b>Profit before income tax</b>		<b>70,282</b>	<b>164,209</b>	<b>84,389</b>	<b>182,184</b>
Income tax expense	15	(6,132)	(32,323)	(5,148)	(31,870)
<b>Net profit for the period</b>		<b>64,150</b>	<b>131,886</b>	<b>79,241</b>	<b>150,314</b>

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

Inoue Rubber (Thailand) Public Company Limited  
 Statements of Comprehensive Income (Unaudited) (Cont'd)  
 For the three-month period ended 31 March 2022

	Consolidated		Separate	
	financial information		financial information	
	2022	2021	2022	2021
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Other comprehensive income (expense):</b>				
Item that will not be reclassified subsequently to profit or loss:				
Gains (Losses) from measurement of equity instruments at fair value through other comprehensive income	(91,040)	3,753	(91,040)	3,753
Total item that will not be reclassified subsequently to profit or loss	(91,040)	3,753	(91,040)	3,753
Item that will be reclassified subsequently to profit or loss:				
Losses from measurement of debt instruments at fair value through other comprehensive income	(288)	(207)	(288)	(207)
Total item that will be reclassified subsequently to profit or loss	(288)	(207)	(288)	(207)
<b>Other comprehensive income (expense) for the period, net of tax</b>	<b>(91,328)</b>	<b>3,546</b>	<b>(91,328)</b>	<b>3,546</b>
<b>Total comprehensive income (expense) for the period</b>	<b>(27,178)</b>	<b>135,432</b>	<b>(12,087)</b>	<b>153,860</b>
<b>Profit attributable to:</b>				
Owners of the parent	64,150	131,886	79,241	150,314
Non-controlling interests	-	-	-	-
	<b>64,150</b>	<b>131,886</b>	<b>79,241</b>	<b>150,314</b>
<b>Total comprehensive income (expense) attributable to:</b>				
Owners of the parent	(27,178)	135,432	(12,087)	153,860
Non-controlling interests	-	-	-	-
	<b>(27,178)</b>	<b>135,432</b>	<b>(12,087)</b>	<b>153,860</b>
<b>Earnings per share</b>				
Basic earnings per share (Baht)	0.33	0.69	0.41	0.78

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

Inoue Rubber (Thailand) Public Company Limited  
 Statements of Comprehensive Income (Unaudited)  
 For the six-month period ended 31 March 2022

	Notes	Consolidated		Separate	
		financial information		financial information	
		2022	2021	2022	2021
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Revenues</b>					
Revenue from sales and services		2,971,246	2,744,720	2,970,537	2,744,194
Dividend income	14	13,176	21,562	32,176	44,561
Other income		27,549	25,173	27,161	26,740
<b>Total revenues</b>		<b>3,011,971</b>	<b>2,791,455</b>	<b>3,029,874</b>	<b>2,815,495</b>
<b>Expenses</b>					
Cost of sales and services		2,705,911	2,283,458	2,719,375	2,298,661
Selling expenses		56,093	53,004	56,093	53,004
Administrative expenses		137,255	129,364	134,837	126,825
Other expenses		10,584	11,060	10,571	11,044
<b>Total expenses</b>		<b>2,909,843</b>	<b>2,476,886</b>	<b>2,920,876</b>	<b>2,489,534</b>
<b>Profit before finance costs and</b>					
<b>income tax</b>		<b>102,128</b>	<b>314,569</b>	<b>108,998</b>	<b>325,961</b>
Finance cost		(26)	(32)	(26)	(32)
<b>Profit before income tax</b>		<b>102,102</b>	<b>314,537</b>	<b>108,972</b>	<b>325,929</b>
Income tax expense	15	(10,811)	(61,472)	(8,332)	(59,677)
<b>Net profit for the period</b>		<b>91,291</b>	<b>253,065</b>	<b>100,640</b>	<b>266,252</b>

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



Inoue Rubber (Thailand) Public Company Limited  
 Statements of Comprehensive Income (Unaudited) (Cont'd)  
 For the six-month period ended 31 March 2022

	Consolidated		Separate	
	financial information		financial information	
	2022	2021	2022	2021
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Other comprehensive income (expense):</b>				
Item that will not be reclassified subsequently to profit or loss:				
Gains (Losses) from measurement of equity instruments at fair value through other comprehensive income	(96,302)	128	(96,302)	128
Total item that will not be reclassified subsequently to profit or loss	(96,302)	128	(96,302)	128
Item that will be reclassified subsequently to profit or loss:				
Gains (Losses) from measurement of debt instruments at fair value through other comprehensive income	(108)	93	(108)	93
Total item that will be reclassified subsequently to profit or loss	(108)	93	(108)	93
<b>Other comprehensive income (expense) for the period, net of tax</b>	<b>(96,410)</b>	<b>221</b>	<b>(96,410)</b>	<b>221</b>
<b>Total comprehensive income (expense) for the period</b>	<b>(5,119)</b>	<b>253,286</b>	<b>4,230</b>	<b>266,473</b>
<b>Profit attributable to:</b>				
Owners of the parent	91,291	253,065	100,640	266,252
Non-controlling interests	-	-	-	-
	<b>91,291</b>	<b>253,065</b>	<b>100,640</b>	<b>266,252</b>
<b>Total comprehensive income (expense) attributable to:</b>				
Owners of the parent	(5,119)	253,286	4,230	266,473
Non-controlling interests	-	-	-	-
	<b>(5,119)</b>	<b>253,286</b>	<b>4,230</b>	<b>266,473</b>
<b>Earnings per share</b>				
Basic earnings per share (Baht)	0.47	1.32	0.52	1.39

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



Inoue Rubber (Thailand) Public Company Limited  
 Statements of Changes in Equity (Unaudited) (Cont'd)  
 For the six-month period ended 31 March 2022

	Separate financial information										Total equity Baht'000
	Capital contributed			Retained earnings - treasury shares Baht'000	Other components of equity				Remeasurements of post-employment benefit obligations Baht'000	Total other components of equity Baht'000	
	Issued and fully paid-up share capital Baht'000	Share premium Baht'000	Treasury shares Baht'000		Appropriated - legal reserve Baht'000	Unappropriated retained earnings Baht'000	Measurement of debt instruments at fair value through other comprehensive income Baht'000	Measurement of equity instruments at fair value through other comprehensive income Baht'000			
Opening balance as at 1 October 2020	200,000	298,000	(114,012)	20,000	114,012	3,022,962	(1,777)	102,493	(55,114)	45,602	3,472,552
Changes in equity for the six-month period ended 31 March 2021	-	-	-	-	-	266,252	93	128	-	221	266,473
Total comprehensive income for the period	-	-	-	-	-	(109,539)	-	-	-	-	(109,539)
Dividends paid	-	-	-	-	-	-	-	-	-	-	-
Closing balance as at 31 March 2021	200,000	298,000	(114,012)	20,000	114,012	3,179,675	(1,684)	102,621	(55,114)	45,823	3,629,486
Opening balance as at 1 October 2021	200,000	298,000	(114,012)	20,000	114,012	3,258,460	(1,410)	115,053	(55,114)	58,529	3,834,989
Changes in equity for the six-month period ended 31 March 2022	-	-	-	-	-	100,640	(108)	(96,302)	-	(96,410)	4,230
Total comprehensive income for the period	-	-	-	-	-	(170,007)	-	-	-	-	(170,007)
Dividends paid	-	-	-	-	-	-	-	-	-	-	-
Closing balance as at 31 March 2022	200,000	298,000	(114,012)	20,000	114,012	3,189,093	(1,518)	18,751	(55,114)	(37,881)	3,669,212

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

Inoue Rubber (Thailand) Public Company Limited  
 Statements of Cash Flows (Unaudited)  
 For the six-month period ended 31 March 2022

	Consolidated		Separate	
	financial information		financial information	
	2022	2021	2022	2021
Notes	Baht'000	Baht'000	Baht'000	Baht'000
<b>Cash flows from operating activities</b>				
Profit before income tax	102,102	314,537	108,972	325,929
Adjustments for:				
Depreciation of plant and equipment and investment property	176,438	175,073	169,787	168,562
Amortisation of computer software	4,117	4,221	3,633	3,656
Amortisation of right-of-use assets	90	90	90	90
Loss on diminution in value of inventories	469	436	469	436
Net (gains) losses on write-offs and disposals of property, plant and equipment	1,050	(243)	1,096	(224)
Unrealised gains on exchange rates	(3,696)	(1,894)	(3,696)	(1,894)
Fair value losses on derivatives	3,844	1,987	3,844	1,987
(Gains) losses on disposals of investments in debt instruments	9	116	116	(17)
Interest income	(5,132)	(5,314)	(5,093)	(5,293)
Finance costs	26	32	26	32
Dividends income	14	(13,176)	(32,176)	(44,561)
Employee benefits	12	15,101	13,586	13,422
Changes in working capital				
Trade and other receivables		(265,599)	(264,876)	(249,405)
Inventories		66,853	67,942	(104,748)
Other current assets		(1,827)	(1,823)	(2,670)
Other non-current assets		(6,765)	(6,764)	(4,643)
Trade and other payables		113,685	121,007	271,607
Other current liabilities		196	299	-
Employee benefits paid	12	(5,508)	(5,508)	(2,208)
<b>Cash generated from operations</b>	<b>182,384</b>	<b>386,909</b>	<b>170,632</b>	<b>370,058</b>
Interest received	5,174	5,677	5,131	5,652
Interest paid	(57)	(17)	(57)	(17)
Income tax paid	(22,181)	(12,580)	(19,817)	(11,323)
Income tax received	2,883	-	-	-
<b>Net cash generated from operating activities</b>	<b>168,203</b>	<b>379,989</b>	<b>155,889</b>	<b>364,370</b>

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



Inoue Rubber (Thailand) Public Company Limited  
 Statements of Cash Flows (Unaudited) (Cont'd)  
 For the six-month period ended 31 March 2022

	Notes	Consolidated		Separate	
		financial information		financial information	
		2022	2021	2022	2021
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Cash flows from investing activities</b>					
Purchases of investments in debt instruments	9	(126,912)	(842,809)	(126,912)	(842,809)
Purchases of property, plant and equipment		(147,082)	(97,317)	(153,789)	(85,440)
Purchases of computer software		(1,141)	(481)	(1,025)	(481)
Proceeds from disposals of investments in debt instruments		138,982	643,414	138,982	643,414
Proceeds from disposals of property, plant and equipment		1,356	3,583	1,309	3,564
Dividends received		13,176	21,562	32,176	44,561
<b>Net cash used in investing activities</b>		<b>(121,621)</b>	<b>(272,048)</b>	<b>(109,259)</b>	<b>(237,191)</b>
<b>Cash flows from financing activities</b>					
Payment for principal elements of lease payments		(164)	(204)	(164)	(204)
Dividends paid	16	(170,007)	(109,540)	(170,007)	(109,539)
<b>Net cash used in financing activities</b>		<b>(170,171)</b>	<b>(109,744)</b>	<b>(170,171)</b>	<b>(109,743)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(123,589)</b>	<b>(1,803)</b>	<b>(123,541)</b>	<b>17,436</b>
Cash and cash equivalents at the beginning of the period		1,003,321	905,100	971,211	869,496
<b>Cash and cash equivalents at the end of the period</b>		<b>879,732</b>	<b>903,297</b>	<b>847,670</b>	<b>886,932</b>

**Non-cash transactions**

Significant non-cash transactions for the six-month periods ended 31 March 2022 and 2021 comprise:

	Consolidated		Separate	
	financial information		financial information	
	2022	2021	2022	2021
	Baht'000	Baht'000	Baht'000	Baht'000
Other payables - purchases of property, plant and equipment	34,111	31,632	47,914	45,841

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

## 1 General information

Inoue Rubber (Thailand) Public Company Limited ("the Company") is a public limited company which is listed on the Stock Exchange of Thailand. The Company is incorporated and domiciled in Thailand. The addresses of the Company's registered offices are as follows:

Head office: No. 258, Soi Rangsit-Nakornnayok 49, Prachathipat sub-district, Thanyaburi district, Pathumthani.

Branch office: No. 157, Moo 5, Phaholyothin Road, Lamsai sub-district, Wangnoi district, Pranakorn Sri Ayutthaya.

For reporting purpose, the Company and its subsidiaries are referred to as "the Group".

The principal business operations of the Company and its subsidiaries are summarised below:

The Company is principally engaged in the manufacture and distribution of motorcycle tires, tubes, and industrial elastomer rubber parts.

Kin No Hoshi Engineering Company Limited, a subsidiary, is principally engaged in the manufacture, repair, and modification of metal molds and equipment for production of motorcycle tires, tubes, and automotive rubber parts.

IRC (Asia) Research Limited, a subsidiary, is principally engaged in the research and development of motorcycle tires, tubes, and automotive rubber parts.

These interim consolidated and separate financial information are presented in Thai Baht and rounded to the nearest thousand, unless otherwise stated.

The interim consolidated and separate financial information have been reviewed, not audited.

The interim consolidated and separate financial information were authorised for issue by the Board of Directors on 12 May 2022.

## 2 Significant events during the current period

Although the outbreak of Coronavirus Disease 2019 (COVID-19) has adversely affected not only the operating results of many industries, including the Group but also market confidence and consumer spending patterns, the Group remains well placed to grow revenues. The Group's management is still paying special attention to the COVID-19 outbreak by taking step to preserve the business continuity with measures of effective cost and working capital managements and closely monitoring its impact on the operating results of 2022.

## 3 Basis of preparation

The interim consolidated and separated financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 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 30 September 2021.

An English version of these interim consolidated and separated 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.



#### 4 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 30 September 2021.

The Group has adopted the amended financial reporting standards that are effective for annual periods beginning on or after 1 January 2021 that do not have a material impact to the Group.

The Group has not yet early adopted the amended financial reporting standards that are effective for annual periods beginning on or after 1 January 2022 and is currently assessing the impacts from these standards.

#### 5 Accounting 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.

#### 6 Segment and revenue information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker of the Group which includes Chairman, President and Executive Director. The Group's chief operating decision-maker identifies reportable segments of its business to examine the Group's performance by market (Local and Export).

The Group's financial information for the three-month periods ended 31 March 2022 and 2021 classified by market were presented as follows:

	Consolidated financial information					
	Local		Export		Total	
	2022	2021	2022	2021	2022	2021
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Revenue from sales and services	1,263,659	1,164,609	304,555	250,930	1,568,214	1,415,539
Cost of sales and services	(1,167,293)	(986,474)	(256,270)	(202,278)	(1,423,563)	(1,188,752)
Gross profit	96,366	178,135	48,285	48,652	144,651	226,787
Other income					13,399	12,246
Dividend income					13,176	21,562
Selling expenses					(26,283)	(24,954)
Administrative expenses					(70,174)	(66,336)
Other expenses					(4,475)	(5,082)
Finance cost					(12)	(14)
Income tax expense					(6,132)	(32,323)
<b>Net profit for the period</b>					<b>64,150</b>	<b>131,886</b>
<b>Timing of revenue recognition</b>						
At a point in time	1,263,422	1,164,571	304,555	250,930	1,567,977	1,415,501
Overtime	237	38	-	-	237	38
<b>Total revenues</b>	<b>1,263,659</b>	<b>1,164,609</b>	<b>304,555</b>	<b>250,930</b>	<b>1,568,214</b>	<b>1,415,539</b>

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The Group's financial information for the six-month periods ended 31 March 2022 and 2021 classified by market were presented as follows:

	Consolidated financial information					
	Local		Export		Total	
	2022	2021	2022	2021	2022	2021
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Revenue from sales and services	2,420,838	2,252,823	550,408	491,897	2,971,246	2,744,720
Cost of sales and services	(2,246,243)	(1,898,195)	(459,668)	(385,263)	(2,705,911)	(2,283,458)
Gross profit	174,595	354,628	90,740	106,634	265,335	461,262
Other income					27,549	25,173
Dividend income					13,176	21,562
Selling expenses					(56,093)	(53,004)
Administrative expenses					(137,255)	(129,364)
Other expenses					(10,584)	(11,060)
Finance cost					(26)	(32)
Income tax expense					(10,811)	(61,472)
<b>Net profit for the period</b>					<b>91,291</b>	<b>253,065</b>
<b>Timing of revenue recognition</b>						
At a point in time	2,420,470	2,252,785	550,408	491,895	2,970,878	2,744,680
Overtime	368	38	-	2	368	40
<b>Total revenues</b>	<b>2,420,838</b>	<b>2,252,823</b>	<b>550,408</b>	<b>491,897</b>	<b>2,971,246</b>	<b>2,744,720</b>

## 7 Fair value

The following table presents fair value of financial assets and liabilities recognised by their fair value hierarchy.

	Consolidated and separate financial information							
	Level 1		Level 2		Level 3		Total	
	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000
<b>Assets</b>								
<b>Financial assets at fair value through profit or loss (FVPL)</b>								
Derivatives - Foreign exchange contracts	-	-	760	3,055	-	-	760	3,055
<b>Financial assets at fair value through other comprehensive income (FVOCI)</b>								
- Debt instruments	579,695	592,048	-	-	-	-	579,695	592,048
- Equity instrument	-	-	-	-	54,221	174,598	54,221	174,598
<b>Total assets</b>	<b>579,695</b>	<b>592,048</b>	<b>760</b>	<b>3,055</b>	<b>54,221</b>	<b>174,598</b>	<b>634,676</b>	<b>769,701</b>
<b>Liabilities</b>								
<b>Financial liabilities at fair value through profit or loss (FVPL)</b>								
Derivatives - Foreign exchange contracts	-	-	4,359	2,810	-	-	4,359	2,810
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>4,359</b>	<b>2,810</b>	<b>-</b>	<b>-</b>	<b>4,359</b>	<b>2,810</b>



#### Valuation techniques used to measure fair value level 1

The fair value in level 1 of debt instruments, which are classified as financial assets at fair value through other comprehensive income (FVOCI) is based on the current bid price / closing price by reference to the Thai Bond Dealing Centre / the asset management company.

#### Valuation techniques used to measure fair value level 2

Fair value of foreign currency forward is determined using spot exchange rate reference by commercial banks.

#### Valuation techniques used to measure fair value level 3

Changes in fair value in level 3 of unlisted equity instruments which is financial assets measured at fair value through other comprehensive income (FVOCI) for the six-month period ended 31 March 2022 were as follows:

	Consolidated and separate financial information Baht'000
Opening balance as at 1 October 2021	174,598
Losses recognised in other comprehensive income	(120,377)
Closing balance as at 31 March 2022	54,221

The Group has reviewed its cashflow projection in relation to dividend income to determine fair value of investment in equity instrument to reflect expected future events that might have impact on the valuation. While the investee builds a new manufacturing plants, the Group has delayed receiving cash inflow from dividends and the Group management forecasts that the investee will not announce any dividend payments during this period. This has resulted in a significant decrease in the fair value of investment in equity instrument as at 31 March 2022 compared to the fair value as at 30 September 2021. The Group recognised loss from fair value of Baht 120.38 million in other comprehensive income.

#### Valuation processes

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

The Group applies net cash inflow from dividend as valuation technique to determine fair value of unlisted equity instrument. Significant unobservable input of fair value hierarchy level 3 is risk adjusted discount rate. It is estimated based on public companies' weighted average cost of capital, that are in opinion of the Group, in a comparable financial position with the counterparty in the contract.

The following table summarises the quantitative information about the significant unobservable inputs used in fair value measurements of the financial assets measured at fair value through other comprehensive income (FVOCI) - equity instrument.

	Fair value		Unobservable inputs	Range of inputs	
	Consolidated and separate financial information			Consolidated and separate financial information	
	Unaudited 31 March 2022 Million Baht	Audited 30 September 2021 Million Baht		Unaudited 31 March 2022	Audited 30 September 2021
Financial assets measured at fair value through other comprehensive income (FVOCI) - equity instrument	54.22	174.60	Future revenue growth rate	1.0%	1.0%
			Risk-adjusted discount rate	17.5%	17.5%

As at 31 March 2022, relationship of unobservable inputs to fair value are shown as follows:

	Unobservable inputs	Movement	Change in fair value	
			Increase in assumptions	Decrease in assumptions
Financial assets measured at fair value through other comprehensive income (FVOCI) - equity instrument	Future revenue growth rate	1.00%	Increase by 0.99%	Decrease by 0.99%
	Risk-adjusted discount rate	1.00%	Decrease by 5.41%	Increase by 6.06%

8 Trade and other receivables, net

	Consolidated financial information		Separate financial information	
	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000
Trade receivables - related companies (Note 18 b))	531,003	457,228	534,455	462,209
Trade receivables - other companies	594,255	418,454	592,733	415,366
<u>Less</u> Allowance for expected credit loss	-	-	-	-
Trade receivables, net	1,125,258	875,682	1,127,188	877,575
Prepayments	19,908	6,684	18,468	5,860
Accrued income	520	303	505	291
Advanced payments	11	10	-	-
Amounts due from related parties (Note 18 b))	1,581	1,512	3,217	3,284
Other receivables	13	12	13	12
Trade and other receivables, net	1,147,291	884,203	1,149,391	887,022

As at 31 March 2022 and 30 September 2021, trade receivables, included in trade and other receivables in the statements of financial position, can be analysed by aging as follows:

	Consolidated financial information		Separate financial information	
	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000
<b>Related companies</b>				
Current	531,003	457,226	534,455	462,207
Overdue up to 3 months	-	-	-	-
Overdue 3 - 6 months	-	2	-	2
Overdue 6 - 12 months	-	-	-	-
Overdue more than 12 months	-	-	-	-
	531,003	457,228	534,455	462,209
<b>Other companies</b>				
Current	588,447	418,077	586,925	414,989
Overdue up to 3 months	5,807	377	5,807	377
Overdue 3 - 6 months	1	-	1	-
Overdue 6 - 12 months	-	-	-	-
Overdue more than 12 months	-	-	-	-
	594,255	418,454	592,733	415,366
<u>Less</u> Allowance for expected credit loss	-	-	-	-
	594,255	418,454	592,733	415,366
Total trade receivables, net	1,125,258	875,682	1,127,188	877,575



**9 Financial assets measured at fair value through other comprehensive income**

Financial assets measured at fair value through other comprehensive income (FVOCI) comprise:

	Consolidated financial information		Separate financial information	
	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000
<b>Current assets</b>				
Investments in debt instruments (Government bond and debentures)	232,692	217,090	232,692	217,090
	<u>232,692</u>	<u>217,090</u>	<u>232,692</u>	<u>217,090</u>
<b>Non-current assets</b>				
Investments in debt instruments (Government bond and debentures)	347,003	374,958	347,003	374,958
Investment in unlisted equity instrument	54,221	174,598	54,221	174,598
	<u>401,224</u>	<u>549,556</u>	<u>401,224</u>	<u>549,556</u>
<b>Total</b>	<b><u>633,916</u></b>	<b><u>766,646</u></b>	<b><u>633,916</u></b>	<b><u>766,646</u></b>

Movements of investments in debt instruments for the six-month period ended 31 March 2022 were as follows:

	Consolidated and separate financial information Baht'000
Opening balance as at 1 October 2021	592,048
Additions	126,912
Disposals	(143,054)
Interest income	3,924
Change in fair values	(135)
Closing balance as at 31 March 2022	<u>579,695</u>

The Group reclassifies any related balance within the fair value through other comprehensive income (FVOCI) reserve to profit or loss when disposing these debt investments.

During the current interim period, the group disposed the partial debt investments and realised a loss on disposal (transferred FVOCI reserve to other expenses of Baht 116,093).

The fair value of debt instruments is based on close market price published by the Thai Bond Market Association as at period-end. The fair value is within level 1 of the fair value hierarchy (Note 7).

Movements of investment in equity instrument for the six-month period ended 31 March 2022 are disclosed in Note 7.

#### 10 Property, plant and equipment, net

Movements of property, plant and equipment for the six-month period ended 31 March 2022 are as follows:

	Consolidated financial information	Separate financial information
	Baht'000	Baht'000
Opening net book amount	1,692,876	1,632,179
Additions	156,197	154,193
Disposals, net	(2,398)	(2,397)
Write-offs, net	(8)	(8)
Depreciation charges	(176,438)	(169,772)
Closing net book amount	1,670,229	1,614,195

#### 11 Trade and other payables

	Consolidated financial information		Separate financial information	
	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000
Trade payables - related companies (Note 18 b))	279,412	281,645	279,412	281,645
Trade payables - other companies	673,055	544,119	665,659	535,422
Amounts due to related parties (Note 18 b))	390	997	26,265	33,533
Accrued expenses	107,425	135,683	97,740	122,587
Advance received from customers	1,711	2,076	1,711	2,076
Other payables	80,445	61,315	79,767	60,077
<b>Trade and other payables</b>	<b>1,142,438</b>	<b>1,025,835</b>	<b>1,150,554</b>	<b>1,035,340</b>

#### 12 Employee benefit obligations

Movements of employee benefit obligations for the six-month period ended 31 March 2022 are as follows:

	Consolidated financial information	Separate financial information
	Baht'000	Baht'000
Opening balance	349,718	316,264
Additional provisions during the period	15,101	13,586
<u>Less</u> Employee benefits paid during the period	(5,508)	(5,508)
Closing balance	359,311	324,342



### 13 Treasury shares

The Company repurchased 7,792,300 shares for total treasury shares of Baht 114.01 million, represents 3.9% of the Company's total issued shares. Treasury share has to be resold after 6 months but no later than 3 years from 5 June 2020 (the completion date of share repurchases). The payment for treasury shares presented as reduction in equity in the statement of financial position.

#### Treasury shares reserve

As of 31 March 2022, the Company had treasury shares reserve of Baht 114.01 million that has been set aside from unappropriated retained earnings. The amount of treasury share reserve should be maintained and not be distributed a dividend until all repurchased shares are resold, or the Company reduces capital by reducing shares unsold.

### 14 Dividend income

#### Dividend income from investment in equity instrument

On 1 March 2022, the Group received dividend payment for the operating results for 2019 from Inoue Rubber Vietnam Company Limited of VND 9.24 million (approximated Baht 13.18 million).

#### Dividend income from investments in subsidiaries

At the Annual General Meeting of shareholders for 2022 of IRC (Asia) Research Limited held on 28 January 2022, the shareholders passed a resolution approving dividend payment from its operating results for 2021 at Baht 5.53 per share from non-BOI promoted operations, amounting to a total dividend of Baht 16 million. The Company received the dividend on 28 February 2022.

At the Annual General Meeting of shareholders for 2022 of Kin No Hoshi Engineering Company Limited held on 28 January 2022, the shareholders passed a resolution approving dividend payment from its operating results for 2021 at Baht 30 per share from non-BOI promoted operations, amounting to a total dividend of Baht 3 million. The Company received dividend on 28 February 2022.

### 15 Income tax expense

Income tax expense is recognised based on management's estimate of the weighted average effective annual income tax rate expected for the full financial year. The estimated average annual tax rate used for the three-month period ended 31 March 2022 is 8.72% (2021: 19.68%) for the Group and 6.10% (2021: 17.49%) for the Company and for the six-month period ended 31 March 2022 is 10.59% (2021: 19.54%) for the Group and 7.65% (2021: 18.31%) for the Company. The tax rate was lower in the current interim period due to the Group and the Company have been additionally granted corporate income tax exemption for net income from promotional operations during current interim period.

### 16 Dividends paid

At the Annual General Meeting of shareholders for 2022 of the Company held on 28 January 2022, the shareholders passed a resolution approving dividend payment from its operating results for 2021 at Baht 0.8845 per share from non-BOI promoted operations, amounting to a total dividend of Baht 170.01 million. The dividends were distributed to shareholders on 28 February 2022.

### 17 Letters of bank guarantee

As at 31 March 2022, the Group had outstanding letters of guarantee issued by banks on behalf of the Company in the normal course of business comprise guarantee for electricity consumption to the Provincial Electricity Authority of Bah 20.62 million (30 September 2021: Baht 20.62 million), guarantee for the due fulfillment of the terms and conditions in respect of grant of Certification Mark License by the licensor of Baht 0.33 million (30 September 2021: Baht 0.34 million) and guarantee for contractual performance of Baht 2.41 million (30 September 2021: Baht 1.06 million).

## 18 Related party transactions

### a) Transactions with related parties

The significant related party transactions for the three-month periods ended 31 March 2022 and 2021 were as follows:

	Consolidated financial information		Separate financial information	
	2022 Baht'000	2021 Baht'000	2022 Baht'000	2021 Baht'000
<b>Sales of goods</b>				
Subsidiary	-	-	3,227	5,136
Related parties	679,844	617,061	679,844	617,061
	679,844	617,061	683,071	622,197
<b>Service income</b>				
Related parties	4,022	3,610	4,022	3,610
<b>Rental income</b>				
Subsidiaries	-	-	812	812
Related party	333	333	333	333
	333	333	1,145	1,145
<b>Purchases of raw materials</b>				
Related parties	229,185	226,189	229,185	226,189
<b>Purchases of metal molds and machineries</b>				
Subsidiary	-	-	9,984	10,196
Related parties	268	1,308	268	1,308
	268	1,308	10,252	11,504
<b>Research and development expenses</b>				
Subsidiary	-	-	28,312	26,551
Related party	983	635	-	-
	983	635	28,312	26,551
<b>Technical assistance fee expenses</b>				
Related parties	22,362	20,869	22,362	20,869
<b>Advertising expenses</b>				
Related party	50	-	50	-
<b>Dividend income (Note 14)</b>				
Subsidiaries	-	-	19,000	22,999
Related party	13,176	21,562	13,176	21,562
	13,176	21,562	32,176	44,561
<b>Rental and service expenses</b>				
Related parties	378	-	378	-
<b>Utility expense</b>				
Related parties	90	72	90	72



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The significant related party transactions for the six-month periods ended 31 March 2022 and 2021 were summarised as follows:

	Consolidated financial information		Separate financial information	
	2022 Baht'000	2021 Baht'000	2022 Baht'000	2021 Baht'000
<b>Sales of goods</b>				
Subsidiary	-	-	7,639	9,886
Related parties	1,319,643	1,196,343	1,319,643	1,196,340
	1,319,643	1,196,343	1,327,282	1,206,226
<b>Service income</b>				
Related parties	7,980	7,094	7,980	7,094
<b>Rental income</b>				
Subsidiaries	-	-	1,624	1,624
Related party	666	666	666	666
	666	666	2,290	2,290
<b>Purchases of raw materials</b>				
Related parties	450,126	454,997	450,126	454,997
<b>Purchases of metal molds and machineries</b>				
Subsidiary	-	-	18,720	17,308
Related parties	376	1,308	376	1,308
	376	1,308	19,096	18,616
<b>Research and development expenses</b>				
Subsidiary	-	-	55,817	51,933
Related party	1,349	1,107	-	-
	1,349	1,107	55,817	51,933
<b>Technical assistance fee expenses</b>				
Related parties	43,407	40,166	43,407	40,166
<b>Advertising expenses</b>				
Related parties	2,100	4,708	2,100	4,708
<b>Dividend income (Note 14)</b>				
Subsidiaries	-	-	19,000	22,999
Related party	13,176	21,562	13,176	21,562
	13,176	21,562	32,176	44,561
<b>Rental and service expenses</b>				
Related parties	756	-	756	-
<b>Utility expense</b>				
Related parties	205	169	205	169



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b) Outstanding balances arising from sales and purchases of goods and services

The outstanding balances as at 31 March 2022 and 30 September 2021 in relation to transactions between the Group and the Company and those subsidiaries and related companies were summarised as follows:

	Consolidated financial information		Separate financial information	
	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000	Unaudited 31 March 2022 Baht'000	Audited 30 September 2021 Baht'000
<b>Trade receivables (Note 8)</b>				
Subsidiary	-	-	3,452	4,981
Related companies	531,003	457,228	531,003	457,228
<b>Total trade receivables</b>	<b>531,003</b>	<b>457,228</b>	<b>534,455</b>	<b>462,209</b>
<b>Amounts due from related parties (Note 8)</b>				
Subsidiaries	-	-	1,636	1,772
Related companies	1,581	1,512	1,581	1,512
<b>Total amounts due from related parties</b>	<b>1,581</b>	<b>1,512</b>	<b>3,217</b>	<b>3,284</b>
<b>Trade payables (Note 11)</b>				
Related companies	279,412	281,645	279,412	281,645
<b>Total trade payables</b>	<b>279,412</b>	<b>281,645</b>	<b>279,412</b>	<b>281,645</b>
<b>Amounts due to related parties (Note 11)</b>				
Subsidiaries	-	-	25,875	33,242
Related companies	390	997	390	291
<b>Total amounts due to related parties</b>	<b>390</b>	<b>997</b>	<b>26,265</b>	<b>33,533</b>

c) Directors' and key management's remunerations

The Company and its subsidiaries had the compensation paid or payable to their key directors and key management for the six-month periods ended 31 March 2022 and 2021 as follows:

	Consolidated financial information		Separate financial information	
	2022 Baht'000	2021 Baht'000	2022 Baht'000	2021 Baht'000
Salaries and other short-term benefits	40,914	37,525	40,914	37,525
Post-employment benefits	798	872	798	872
Other long-term benefits	692	615	692	615
	<b>42,404</b>	<b>39,012</b>	<b>42,404</b>	<b>39,012</b>