

## Part 3

### Financial Statement & Operation Result

#### 13. Financial Statements

(1) Summary of Financial Status and operation for 3 year

A) In the past 3 years of the audit report, the auditor has expressed an opinion in certifying the financial statements, showing the financial position and results of operations and cash flows correctly, in all material respects, in accordance with the financial reporting standards.

B) Table of the Financial Statement

Statement of Financial Position

As at 31 March 2019 to 31 March 2021

(Financial statement in which the equity method is applied)

|  | Audited           |               |                   |               |                   |               |
|--|-------------------|---------------|-------------------|---------------|-------------------|---------------|
| Asset  | Mar 31,2021       | (%)           | Mar 31,2020       | (%)           | Mar 31,2019       | (%)           |
| <b>Current Assets</b>  |                   |               |                   |               |                   |               |
| Cash and cash equivalents  | 2,663,330         | 12.36         | 3,177,436         | 15.60         | 1,671,997         | 8.68          |
| Short-term investment held to maturity                                     | 2,258,000         | 10.48         | 1,166,000         | 5.72          | 3,625,000         | 18.83         |
| Trade and other accounts receivable , net                                  | 2,550,248         | 11.84         | 2,633,161         | 12.93         | 2,549,178         | 13.24         |
| Inventories , net  | 476,679           | 2.21          | 942,128           | 4.63          | 1,099,780         | 5.71          |
| Current portion of loan to employee  | 44,381            | 0.21          | 31,765            | 0.16          | 41,877            | 0.22          |
| Other current assets   | 7,525             | 0.04          | 39,654            | 0.19          | 45,971            | 0.24          |
| <b>Total current assets</b>  | <b>8,000,163</b>  | <b>37.14</b>  | <b>7,990,144</b>  | <b>39.23</b>  | <b>9,033,803</b>  | <b>46.92</b>  |
| <b>Non-current assets</b>  |                   |               |                   |               |                   |               |
| Loan to employees  | 18,738            | 0.09          | 12,806            | 0.06          | 34,921            | 0.18          |
| Financial assets measured at fair value Through other comprehensive income | 1,336,748         | 6.20          | -                 | -             | -                 | -             |
| Investments in an associates   | 1,710,120         | 7.94          | 1,597,063         | 7.84          | 1,357,930         | 7.05          |
| Investment in a joint venture  | 23,267            | 0.11          | 23,397            | 0.11          | 22,165            | 0.12          |
| Long-term investments , net  | -                 | -             | 125,841           | 0.62          | 112,401           | 0.58          |
| Property , plant and equipment, net  | 9,402,862         | 43.65         | 9,517,131         | 46.72         | 7,703,012         | 40.01         |
| Intangible assets , net  | 1,027,622         | 4.77          | 1,087,800         | 5.34          | 974,757           | 5.06          |
| Other non-current assets, net  | 23,089            | 0.10          | 15,748            | 0.08          | 15,514            | 0.08          |
| <b>Total non-current assets</b>  | <b>13,542,447</b> | <b>62.86</b>  | <b>12,379,786</b> | <b>60.77</b>  | <b>10,220,701</b> | <b>53.08</b>  |
| <b>Total assets</b>  | <b>21,542,610</b> | <b>100.00</b> | <b>20,369,930</b> | <b>100.00</b> | <b>19,254,504</b> | <b>100.00</b> |

Statement of Financial Position  
As at 31 March 2019 to 31 March 2021

( Unit : Thousand Baht)

|   | Audited           |               |                   |               |                   |               |
|---|-------------------|---------------|-------------------|---------------|-------------------|---------------|
|   | Mar 31,2021       | (%)           | Mar 31,2020       | (%)           | Mar 31,2019       | (%)           |
| <b>Liabilities and shareholders 'equity</b>                 |                   |               |                   |               |                   |               |
| <b>Current liabilities</b>                                  |                   |               |                   |               |                   |               |
| Trade accounts payable - other companies                    | 498,068           | 2.31          | 505,701           | 2.48          | 601,417           | 3.12          |
| -related companies  | 538,340           | 2.50          | 567,353           | 2.79          | 549,860           | 2.86          |
| Other accounts payable - other companies                    | 177,455           | 0.82          | 651,474           | 3.20          | 1,004,252         | 5.22          |
| - related parties   | 253,230           | 1.18          | 155,305           | 0.76          | 169,764           | 0.88          |
| Derivatives liabilities                                     | 239               | 0.00          | -                 |               | -                 |               |
| Accrued corporate income tax                                | 153,388           | 0.71          | 218,806           | 1.07          | 218,377           | 1.13          |
| Accrued expenses  | 346,717           | 1.61          | 371,259           | 1.82          | 339,438           | 1.76          |
| <b>Total current liabilities</b>                            | <b>1,967,438</b>  | <b>9.13</b>   | <b>2,469,898</b>  | <b>12.12</b>  | <b>2,883,108</b>  | <b>14.97</b>  |
| <b>Non-current liabilities</b>                              |                   |               |                   |               |                   |               |
| Deferred tax liabilities , net                              | 472,245           | 2.19          | 194,848           | 0.96          | 170,451           | 0.89          |
| Provision for post-employee benefits                        | 385,147           | 1.79          | 383,368           | 1.88          | 234,385           | 1.22          |
| <b>Total Non-current liabilities</b>                        | <b>857,392</b>    | <b>3.98</b>   | <b>404,836</b>    | <b>2.84</b>   | <b>404,836</b>    | <b>2.11</b>   |
| <b>Total liabilities</b>                                    | <b>2,824,830</b>  | <b>13.11</b>  | <b>3,048,114</b>  | <b>14.96</b>  | <b>3,287,944</b>  | <b>17.08</b>  |
| <b>Equity</b>   |                   |               |                   |               |                   |               |
| Authorised Share capital                                    |                   |               |                   |               |                   |               |
| Ordinary shares   | 383,125           | 1.78          | 383,125           | 1.88          | 383,125           | 1.99          |
| Premium on share capital                                    | 504,250           | 2.34          | 504,250           | 2.48          | 504,250           | 2.62          |
| Retained earnings   |                   |               |                   |               |                   |               |
| Appropriated  |                   |               |                   |               |                   |               |
| Legal reserve   | 38,313            | 0.18          | 38,313            | 0.19          | 38,313            | 0.19          |
| Unappropriated  | 17,024,856        | 79.03         | 16,595,671        | 81.47         | 15,229,792        | 79.10         |
| Other components of equity                                  | 767,237           | 3.56          | (199,543)         | (0.98)        | (188,920)         | (0.98)        |
| <b>Total equity</b>   | <b>18,717,781</b> | <b>86.89</b>  | <b>17,321,816</b> | <b>85.04</b>  | <b>15,966,559</b> | <b>82.92</b>  |
| <b>Total liabilities and equity</b>                         | <b>21,542,610</b> | <b>100.00</b> | <b>20,369,930</b> | <b>100.00</b> | <b>19,254,504</b> | <b>100.00</b> |
| Book Value * (Baht)   | 244.28            |               | 226.06            |               | 208.37            |               |
| Par Value (Baht)  | 5.00              |               | 5.00              |               | 5.00              |               |
| Number of share (thousand shares)                           | 76,625            |               | 76,625            |               | 76,625            |               |
| Weighted average ordinary number of share (thousand shares) | 76,625            |               | 76,625            |               | 76,625            |               |

\* Calculated by using The Weighted Average number of ordinary share

Statements of Income  
As at 31 March 2019 to 31 March 2021

(The equity method) (Unit : Thousand Baht)

|   | Audited           |               |                   |               |                   |               |
|---|-------------------|---------------|-------------------|---------------|-------------------|---------------|
|   | Mar 31,2021       | (%)           | Mar 31,2020       | (%)           | Mar 31,2019       | (%)           |
| <b>Revenue</b>                                    |                   |               |                   |               |                   |               |
| Sales   | 11,727,609        | 100.00        | 15,150,090        | 100.00        | 14,634,621        | 100.00        |
| Dividend income                                   | 60,398            | 0.52          | 86,131            | 0.57          | 71,979            | 0.49          |
| Gain on exchange rates , net                      | 24,094            | 0.20          | 16,614            | 0.11          | 21,238            | 0.15          |
| Interest Income                                   | 20,454            | 0.17          | 53,823            | 0.36          | 71,138            | 0.49          |
| Others  | 57,067            | 0.49          | 107,161           | 0.71          | 108,092           | 0.74          |
| <b>Total Revenue</b>                              | <b>11,889,622</b> | <b>101.38</b> | <b>15,413,819</b> | <b>101.74</b> | <b>14,907,068</b> | <b>101.86</b> |
| Cost of sales                                     | 9,951,852         | 84.86         | 12,339,312        | 81.45         | 11,864,535        | 81.07         |
| Selling and administrative expenses               | 883,305           | 7.53          | 947,581           | 6.25          | 927,798           | 6.34          |
| <b>Total Expenses</b>                             | <b>10,835,157</b> | <b>92.39</b>  | <b>13,286,893</b> | <b>87.70</b>  | <b>12,792,333</b> | <b>87.41</b>  |
| Operation profit                                  | 1,054,464         | 8.99          | 2,126,926         | 14.04         | 2,114,736         | 14.45         |
| Share of profit from investment in Associates     | 241,893           | 2.06          | 318,837           | 2.10          | 316,180           | 2.16          |
| Profit before income tax                          | <b>1,296,357</b>  | <b>11.05</b>  | <b>2,445,763</b>  | <b>16.14</b>  | <b>2,430,915</b>  | <b>16.61</b>  |
| Income tax  | 235,017           | 2.00          | 448,266           | 2.96          | 453,153           | 3.10          |
| <b>Net profit for the year</b>                    | <b>1,061,340</b>  | <b>9.05</b>   | <b>1,997,497</b>  | <b>13.18</b>  | <b>1,977,762</b>  | <b>13.51</b>  |
| Net profit per share                              | 13.85             |               | 26.07             |               | 25.81             |               |
| Par Value (Baht / Share)                          | 5.00              |               | 5.00              |               | 5.00              |               |
| Weighted Average Number of Share (thousand share) | 76,625            |               | 76,625            |               | 76,625            |               |

Auditor

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PricewaterhouseCoopers ABAS Limited

Statements of Cash flows  
For the years ended 31 March 2019 to 31 March 2021

(Unit: Thousand baht)

|  | Audited          |                  |                  |
|--|------------------|------------------|------------------|
|  | Mar 31,2021      | Mar 31,2020      | Mar 31,2019      |
| <b>Cash flows from operating activities:</b>                         |                  |                  |                  |
| Profit before income tax for the year                                | 1,296,357        | 2,445,764        | 2,430,915        |
| Adjustments to reconcile profit before income tax                    |                  |                  |                  |
| For the year to net cash provided by operations:                     |                  |                  |                  |
| Depreciation   | 1,273,477        | 1,199,995        | 1,020,563        |
| Amortisation   | 282,503          | 245,385          | 228,989          |
| Interest income  | (20,454)         | (53,823)         | (71,138)         |
| Share profit (loss) from investments in associates                   | (241,893)        | (318,8370)       | (316,180)        |
| Dividend income from   |                  |                  |                  |
| - Long-term investments  | (60,398)         | (86,131)         | (71,979)         |
| Gains on disposal of property , plant and equipment , net            | (3,338)          | (10,124)         | (4,119)          |
| (Reversal of) Allowance for doubtful account                         | -                | -                | (3,413)          |
| -Loss from changes in fair value of derivatives                      | 239              | -                | -                |
| Reversal of allowance for slow moving inventories and net            | (223)            | 1981             | (7,615)          |
| realizable value lower than cost of inventories                      |                  |                  |                  |
| (Reversal of ) Allowance for net realisable value lower than cost of | (1,559)          | (3,507)          | 5,066            |
| inventories  |                  |                  |                  |
| (Reversal of) Allowance for obsolete and slow moving inventories     | -                | -                | -                |
| and net realisable value lower than cost of inventories              |                  |                  |                  |
| - Corporate income tax refund offset against withholding tax         | -                | -                | -                |
| on dividend and surcharge  |                  |                  |                  |
| (Reversal of ) Provision for post-employment benefit                 | 54,351           | 127,458          | 28,844           |
| Unrealised gain on exchange rates                                    | (7,793)          | (1,369)          | (792)            |
| Cash flows before changes in operating assets and Liabilities        | 2,571,269        | 3,546,791        | 3,239,143        |
| Changes in operating assets and liabilities                          |                  |                  |                  |
| Trade and other account receivable                                   | 76,348           | (88,344)         | (202,338)        |
| Inventories  | 467,230          | 159,178          | (422,504)        |
| Other current assets   | 32,129           | 6,317            | (28,278)         |
| Other non-current assets   | (7,341)          | (234)            | 14,881           |
| Trade accounts payable- other companies                              | (7,633)          | (95,716)         | 86,671           |
| Trade accounts payable related parties                               | (29,013)         | 17,493           | 51,578           |
| Other accounts payable other companies                               | (22,185)         | (88,960)         | 117,088          |
| Other accounts payable related parties                               | 98,881           | (1,459)          | (1,746)          |
| Accrued expenses   | (24,543)         | 31,821           | 13,349           |
| Payments for post-employment benefits obligation                     | (27,209)         | (7474)           | (3,264)          |
| Cash generated from operation  | <b>3,127,833</b> | <b>3,479,412</b> | <b>2,864,579</b> |
| - Interest received  | 9,706            | 16,431           | 16,020           |
| - Income tax paid  | (264,735)        | (420,785)        | (376,829)        |
| <b>Net cash received from operating activities</b>                   | <b>2,872,904</b> | <b>3,075,058</b> | <b>2,503,770</b> |

Statements of Cash flows  
For the years ended 31 March 2019 to 31 March 2021

(Unit: Thousand baht)

|   | Audited            |                  |                    |
|---|--------------------|------------------|--------------------|
|   | Mar 31,2021        | Mar 31,2020      | Mar 31,2019        |
| <b>Cash flows from investing activities:</b>  |                    |                  |                    |
| Loans made to employees   | (101,101)          | (460)            | (81,931)           |
| Loans repayments from employees   | 82,553             | 32,688           | 41,288             |
| Purchases of property , plant and equipment   | (1,603,827)        | (3,298,191)      | (2,647,384)        |
| Proceeds from disposals of property , plant and equipment                                   | 4,216              | 10,175           | 4,154              |
| Interest received on short-term investments held to maturity                                | 17,313             | 41,753           | 59,497             |
| Cash receipts from sale of long-term investment   | -                  | (16,980)         | -                  |
| Dividends received from   |                    |                  |                    |
| - Financial assets measured at fair value through other comprehensive income                | 60,398             | 86,131           | -                  |
| - Investment in associates  | 101,173            | 97,734           | 83,517             |
| - Long-term investments   | -                  | -                | 71,979             |
| Purchase of intangible assets   | (231,373)          | (351,220)        | (426,792)          |
| Cash receipts from short-term investment held to maturity                                   | 2,697,000          | 4,806,000        | 10,647,000         |
| Cash payment on short -term investment held to maturity                                     | (3,789,000)        | (2,347,000)      | (10,059,550)       |
| <b>Net Cash used in investing activities</b>  | <b>(2,762,648)</b> | <b>(939,370)</b> | <b>(2,308,223)</b> |
| <b>Cash flow from financing activity :</b>  |                    |                  |                    |
| Dividends paid  | (632,155)          | (631,619)        | (536,374)          |
| <b>Net cash used in financing activities</b>  | <b>(632,155)</b>   | <b>(631,619)</b> | <b>(536,374)</b>   |
| <b>Net decrease in cash and cash equivalents</b>  | <b>(521,899)</b>   | <b>1,504,070</b> | <b>(340,827)</b>   |
| Cash and cash equivalents at beginning of the year  | 3,177,436          | 1,671,997        | 2,012,032          |
| Effects of exchange rate changes  | 7,793              | 1,369            | 792                |
| <b>Cash and cash equivalents at end of the year</b>   | <b>2,663,330</b>   | <b>3,177,436</b> | <b>1,671,997</b>   |
| Non – cash transaction :  |                    |                  |                    |
| Outstanding liabilities arisen from purchases of plant ,<br>Equipment and intangible assets | 28,696             | 480,529          | 744,348            |
| Accrued dividend income from investment in associate  | -                  | 956              | 13,955             |

## (C) Financial ratio

Thai Stanley Electric Public Company Limited  
Ratio of financial statement

(The Company Only)

|                               |         | Audited     |             |             |
|-------------------------------|---------|-------------|-------------|-------------|
|                               |         | Mar 31,2021 | Mar 31,2020 | Mar 31,2019 |
| <b>Liquidity Ratio</b>        |         |             |             |             |
| Current Ratio                 | (Times) | 4.07        | 3.24        | 3.13        |
| Quick Ratio                   | (Times) | 3.80        | 2.82        | 2.72        |
| Cash Ratio                    | (Times) | 1.29        | 1.15        | 1.01        |
| Receivable Turnover Ratio     | (Times) | 4.53        | 6.25        | 5.98        |
| Collection Period             | (Days)  | 79.47       | 57.60       | 60.20       |
| Inventory Turnover            | (Times) | 119.25      | 154.28      | 132.70      |
| Sale Period                   | (Days)  | 3.02        | 2.33        | 2.71        |
| Account Payable Turnover      | (Times) | 5.98        | 5.87        | 6.11        |
| Payment Period                | (Days)  | 60.50       | 61.33       | 58.92       |
| Cash Cycle                    | (Days)  | 21.99       | (1.40)      | 3.99        |
| <b>Profitability Ratio</b>    |         |             |             |             |
| Gross Profit Margin           | (%)     | 15.14       | 18.55       | 18.93       |
| Operation Profit Margin       | (%)     | 8.99        | 14.04       | 14.45       |
| Other profit Margin           | (%)     | _**         | _**         | _**         |
| Cash margin                   | (%)     | 272.45      | 144.58      | 118.40      |
| Net profit margin             | (%)     | 8.93        | 12.96       | 13.27       |
| Return on Equity              | (%)     | 5.89        | 12.00       | 12.97       |
| <b>Efficiency Ratio</b>       |         |             |             |             |
| Return on Assets              | (%)     | 5.06        | 10.08       | 10.93       |
| Return on Fixed Assets        | (%)     | 24.68       | 37.14       | 45.20       |
| Asset Turnover                | (Times) | 56.74       | 77.80       | 0.82        |
| <b>Financial Policy Ratio</b> |         |             |             |             |
| Debt to Equity                | (Times) | 0.15        | 0.18        | 0.21        |
| Interest coverage Ratio       | (Times) | _**         | _**         | _**         |
| Fixed Charge Coverage         | (Times) | 0.85        | 1.96        | 0.88        |
| (CASH BASIS)                  |         |             |             |             |
| Pay- out Ratio                | (%)     | *           | 34.72       | 35.28       |

\* It will be approved from the ordinary shareholders' meeting year 2021 and calculate from Net Profit – The company only

\*\* The company have no interest payment . \*\*\*The company have no other profit

## 14. Management Analysis and explanations

### 14.1 Overview results operations

In 2020, the overall performance of the company has decreased as a result of the COVID-19 situation. That affect the business system both in the country and abroad around the world. The company had total revenues of 11,889.62 million baht, a 22.59 % decrease from the previous year, in line with the automobile industry, as the domestic sales declined 21.43% and the export sales decreased 30.17% and Motorcycle sale decrease 11.81%.

Net profit decrease 46.87% from Sales have dropped dramatically. Moreover, the company has fixed costs such as depreciation that comes from investment in manufacturing plants during the past year and employee expenses such as salaries throughout the year the company has no layoffs , so we can not to reduce costs until the breakeven point is maintained

#### Operating result and profitability

In 2020, sales and service revenues accounted for Baht 11,727.61 million, decreased 22.59% from the previous year . Details of the sales are as follows.

Domestic sales Baht 7,698.72 million, or 65.65% of total sales , decreased 20.26%. Export sales Baht 4,028.89 million, or 34.35% of total sales and decreased 26.68% , This is in line with the automotive industry impacted by the COVID-19 situation.

In terms of product categories, sales of Auto Bulbs total Baht 360.52 million or 3.07% of total sales and decreased 19.89% from the previous year. Sales of auto lamps accounted for Baht 10,764.46 million, or 91.79% of total sales and increased 22.54% from the previous year. Mold and design sales total Baht 602.63 million. or 5.14% of total sales and decreased 24.91% from the previous year.

Other incomes total Baht 162.01 million, decreased 38.57% from the previous year, most of which were from dividend income was 37.28% , Net gain from exchange rate 14.87%, interest income 12.62%, and other income was revenue from sales of scrap raw materials and defect from production, accounting for 15.62% , In Expenses , Costs of sales total Baht 9,951.85 million, or 84.86% of total sales , decreased of 19.35%.

Gross profit total Baht 1,775.76 million, or 15.14% of total sales and which increased 36.82% from the previous year .

Sales and administrative expenses total Baht 883.30 million or 7.53% of total sales. This increase 6.78% from the previous year and most of which were from company overall operating result decreased.

Operation profits total Baht 1,054.46 million, or 8.99% of total sales and decreased 9.80% from the previous year. Net profit meanwhile total Baht 1,061.34 million, or 9.05% of total sales and decreased 46.87% from the previous year.

#### Asset Management

##### Total Assets

As of March 31, 2021, The company's total assets stood at Baht 21,542.61 million, an increase of 5.76% from the previous year , Details are as follows.

Current assets total Baht 8,000.16 million or 37.14% of total assets, which increased 0.13% from the previous year. That consists of items are important as follows:

Current assets consisted of cash and cash equivalents total Baht 2,663.33 million or 12.36% of total assets and decrease by 16.18%; from fixed bank deposits, not more than 3 months Baht 2,348.00 million decreased 20.14% from the previous year that from changing the type of deposit to savings bank deposit Bath 215.93 million increased 149.79 from the previous year.

Short-term investment total Baht 2,258.00 million or 10.48% of total assets, which was increased 93.65% from the previous year that is an investment in a fixed deposit type bank deposit that has a maturity of more than 3 Months but not more than 12 months.

Net trade receivables and other net receivables total Baht 2,550.5 million, or 11.84% of total assets and decreased 3.15% from the previous year, from the overall sale decreased.

Non-current assets Bath 13,542.45 million or 62.86% of total assets, increased 9.39% from Financial assets measured at fair value through other comprehensive income Baht 1,336.75 million or 6.21% of total assets, increased 100% Due to the first time of new financial reporting standards on financial instruments TAS 32 and IFRS9, Investment in an associate Baht 1,710.12 million or 7.94% of total assets increased 7.08% from the previous year, Net property, plant and equipment total Baht 9,402.86 million or 43.65% of the total assets, which decreased 1.20% from the previous year.

This is because the company's profit has decreased significantly from the previous year. As a result, the rate of return on total assets dropped significantly to 5.06%, which previous year was 10.08%, and the return on fixed assets was 24.68% decreased from the previous year that of 37.14%. The asset turnover rate was 0.57 times, slightly lower than the previous year that was 0.78 times.

#### Total Liabilities

#### Equity

Total liabilities were Baht 2,824.83 million, or 13.11% of total assets, decreased 7.33% from the previous year. Due to the decrease in production, purchases of various purchases were also decreased. The Payable Turnover Ratio total 5.95 times, a slight increase from the previous year's rate of 5.87 times.

#### Shareholders' Equity

Total shareholders' equity was Baht 18,717.78 million, or 84.35% of the total assets or an increase by 8.06% from the previous year. And from the net profit decreased so the Return on Equity (ROE) was 5.89%, significant drop from the previous year that of 12.00%.

#### Liquidity and Capital Adequacy

Net cash and cash equivalents total Baht 2,663.33million, which decreased 16.18% from the previous year. Due to lower income but the company increased the short-term investment in fixed-term bank deposits with maturity periods of 3-12 months to increase of 61.44%. This led to the liquidity ratio of 4.07 increased from the previous year that of 3.24%. From the cash flow statement, The Company has cash generated from operating activities of 2,872.90 million baht, net cash used in investing activities of 2,762.65 million baht and financing activities by The company pays a dividend of 632.16 million baht.



In 2020, the company has also invested in Lamp 8 factory buildings as a continuous investment from the year 2019 to support more technology and electrical production. As well as investing in mold parts for use in the production of new automotive lighting products that to be continued.

Obligations relating to liabilities and management of obligations outside balance sheet

The company remains committed to using cash flow for investment and corporate expenses. In other words, we are not focusing on borrowing. During the past year, we did not record any loan or interest expense liabilities. Our liabilities were limited to trade payables and normal payables resulting from our operation. The Debt to Equity ratio stood at 0.15, which was slightly down from last year's 0.18, due to new construction and increasing purchases of raw materials. However, the ratio was considered very low considering that the level of debt was very small compared to the asset size.

**14.2 Factors or incidents that may materially affect future financial position/operation**

The economic condition and the auto industry outlook are major factors directly affecting our operation. At present, both local and global economy are experiencing a major meltdown as a result of Covid-19, whose effect is widely felt by every sector. The situation requires closer and continued monitoring and we have started to exercise cost-cutting measures to adapt to the circumstance.

The company continues to focus on and have supported budget for research and development of new products. Customers continue planning to launch new products while we have been trusted to produce their lamps.