

INOUE RUBBER (THAILAND) PUBLIC COMPANY LIMITED

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

30 JUNE 2023



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 30 June 2023, the consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, the related consolidated and separate statements of changes in equity and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of these interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on these 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.

A handwritten signature in blue ink, appearing to read 'Sanicha Akarakittilap', with a stylized flourish at the end.

Sanicha Akarakittilap
Certified Public Accountant (Thailand) No. 8470
Bangkok
9 August 2023

Inoue Rubber (Thailand) Public Company Limited
 Statements of Financial Position
 As at 30 June 2023

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000
Assets					
Current assets					
Cash and cash equivalents		955,802	897,272	910,364	845,988
Financial assets measured at fair value through other comprehensive income					
- debt instruments	6, 8	566,265	443,801	566,265	443,801
Trade and other receivables, net	7	908,519	1,047,492	911,112	1,050,879
Derivatives assets	6	337	1,127	337	1,127
Inventories, net		676,246	838,257	673,975	835,619
Other current assets		6,020	6,677	5,413	6,003
Total current assets		3,113,189	3,234,626	3,067,466	3,183,417
Non-current assets					
Financial assets measured at fair value through other comprehensive income					
- debt instruments	6, 8	24,313	141,804	24,313	141,804
Financial asset measured at fair value through other comprehensive income					
- equity instrument	6, 8	102,482	93,302	102,482	93,302
Investments in subsidiaries		-	-	20,049	20,049
Investment property, net		9,021	9,021	9,625	9,646
Property, plant and equipment, net	9	1,552,060	1,634,419	1,503,834	1,580,399
Right-of-use assets, net		630	764	630	764
Computer software, net	10	37,892	49,086	31,599	42,593
Deferred tax assets		55,196	51,977	50,919	47,851
Other non-current assets		61,035	57,351	60,975	57,291
Total non-current assets		1,842,629	2,037,724	1,804,426	1,993,699
Total assets		4,955,818	5,272,350	4,871,892	5,177,116

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 30 June 2023

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000
Liabilities and equity					
Current liabilities					
Trade and other payables	11	757,086	1,147,029	764,392	1,147,131
Derivatives liabilities	6	2,142	2,607	2,142	2,607
Income tax payable		3,248	1,924	1,659	670
Current portion of lease liabilities		213	217	213	217
Other current liabilities		660	1,444	-	-
Total current liabilities		763,349	1,153,221	768,406	1,150,625
Non-current liabilities					
Lease liabilities		391	577	391	577
Deferred tax liabilities		412	703	-	-
Employee benefit obligations	12	298,745	285,819	271,608	259,684
Other non-current liabilities		956	-	956	-
Total non-current liabilities		300,504	287,099	272,955	260,261
Total liabilities		1,063,853	1,440,320	1,041,361	1,410,886

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 30 June 2023

	Consolidated		Separate	
	financial information		financial information	
	Unaudited	Audited	Unaudited	Audited
	30 June	30 September	30 June	30 September
	2023	2022	2023	2022
Note	Baht'000	Baht'000	Baht'000	Baht'000
Liabilities and equity (Cont'd)				
Equity				
Share capital				
Authorised share capital				
Ordinary shares, 192,207,700 shares				
at par value of Baht 1 each				
(30 September 2022 : 200 million				
ordinary shares paid-up of Baht 1 each)				
	192,208	200,000	192,208	200,000
Issued and fully paid-up share capital				
Ordinary shares, 192,207,700 shares				
paid-up of Baht 1 each				
(30 September 2022 : 200 million				
ordinary shares paid-up of Baht 1 each)				
	192,208	200,000	192,208	200,000
Share premium	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	-
Unappropriated	3,325,594	3,267,375	3,262,898	3,200,313
Less Treasury shares	13	-	(114,012)	-
Other components of equity	56,158	46,650	57,425	47,917
Equity attributable to:				
Owners of the parent	3,891,960	3,832,025	3,830,531	3,766,230
Non-controlling interests	5	5	-	-
Total equity	3,891,965	3,832,030	3,830,531	3,766,230
Total liabilities and equity	4,955,818	5,272,350	4,871,892	5,177,116

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 30 June 2023

	Consolidated		Separate	
	financial information		financial information	
	2023	2022	2022	2022
Note	Baht'000	Baht'000	Baht'000	Baht'000
Revenues				
Revenue from sales and services	1,257,653	1,387,128	1,257,048	1,386,773
Other income	12,303	10,449	13,041	11,174
Total revenues	1,269,956	1,397,577	1,270,089	1,397,947
Expenses				
Cost of sales and services	1,145,213	1,316,131	1,153,628	1,321,678
Selling expenses	23,329	21,107	23,329	21,107
Administrative expenses	66,113	68,175	64,855	66,970
Other expenses	4,167	4,883	4,167	4,881
Total expenses	1,238,822	1,410,296	1,245,979	1,414,636
Profit (loss) before finance costs and income tax	31,134	(12,719)	24,110	(16,689)
Finance costs	(9)	(12)	(9)	(12)
Profit (loss) before income tax	31,125	(12,731)	24,101	(16,701)
Income tax expense	15 (1,392)	(673)	(125)	83
Net profit (loss) for the period	29,733	(13,404)	23,976	(16,618)

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 30 June 2023

	Consolidated financial information		Separate financial information	
	2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000
Other comprehensive income:				
Item that will not be reclassified subsequently to profit or loss:				
Gain from measurement of equity instruments at fair value through other comprehensive income, net of tax	3,164	4,533	3,164	4,533
Total item that will not be reclassified subsequently to profit or loss	3,164	4,533	3,164	4,533
Item that will be reclassified subsequently to profit or loss:				
Gain (loss) from measurement of debt instruments at fair value through other comprehensive income, net of tax	1,306	(2,823)	1,306	(2,823)
Total item that will be reclassified subsequently to profit or loss	1,306	(2,823)	1,306	(2,823)
Other comprehensive income for the period, net of tax	4,470	1,710	4,470	1,710
Total comprehensive income (expense) for the period	34,203	(11,694)	28,446	(14,908)
Profit (loss) attributable to:				
Owners of the parent	29,733	(13,404)	23,976	(16,618)
Non-controlling interests	-	-	-	-
	29,733	(13,404)	23,976	(16,618)
Total comprehensive income (expense) attributable to:				
Owners of the parent	34,203	(11,694)	28,446	(14,908)
Non-controlling interests	-	-	-	-
	34,203	(11,694)	28,446	(14,908)
Earnings (Loss) per share				
Basic earnings (loss) per share (Baht)	0.15	(0.07)	0.12	(0.09)

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 nine-month period ended 30 June 2023

	Notes	Consolidated		Separate	
		financial information		financial information	
		2023	2022	2023	2022
		Baht'000	Baht'000	Baht'000	Baht'000
Revenues					
Revenue from sales and services		4,162,418	4,358,374	4,161,195	4,357,311
Dividend income	14	-	13,176	24,000	32,176
Other income		42,022	38,231	44,276	38,568
Total revenues		4,204,440	4,409,781	4,229,471	4,428,055
Expenses					
Cost of sales and services		3,803,986	4,022,042	3,832,775	4,041,052
Selling expenses		79,929	77,201	79,929	77,201
Administrative expenses		190,068	205,430	186,061	201,807
Other expenses		17,112	15,700	17,100	15,685
Total expenses		4,091,095	4,320,373	4,115,865	4,335,745
Profit (loss) before finance costs					
and income tax		113,345	89,408	113,606	92,310
Finance cost		(30)	(38)	(30)	(38)
Profit before income tax		113,315	89,370	113,576	92,272
Income tax expense	15	(6,956)	(11,483)	(2,851)	(8,249)
Net profit for the period		106,359	77,887	110,725	84,023

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 nine-month period ended 30 June 2023

	Consolidated		Separate	
	financial information		financial information	
	2023	2022	2023	2022
	Baht'000	Baht'000	Baht'000	Baht'000
Other comprehensive income:				
Item that will not be reclassified subsequently to profit or loss:				
Gain (loss) from measurement of equity instruments at fair value through other comprehensive income, net of tax	7,344	(91,770)	7,344	(91,770)
Total item that will not be reclassified subsequently to profit or loss	7,344	(91,770)	7,344	(91,770)
Item that will be reclassified subsequently to profit or loss:				
Gain (loss) from measurement of debt instruments at fair value through other comprehensive income, net of tax	2,164	(2,930)	2,164	(2,930)
Total item that will be reclassified subsequently to profit or loss	2,164	(2,930)	2,164	(2,930)
Other comprehensive income (expense) for the period, net of tax	9,508	(94,700)	9,508	(94,700)
Total comprehensive income (expense) for the period	115,867	(16,813)	120,233	(10,677)
Profit attributable to:				
Owners of the parent	106,359	77,887	110,725	84,023
Non-controlling interests	-	-	-	-
	106,359	77,887	110,725	84,023
Total comprehensive income (expense) attributable to:				
Owners of the parent	115,867	(16,813)	120,233	(10,677)
Non-controlling interests	-	-	-	-
	115,867	(16,813)	120,233	(10,677)
Earnings per share				
Basic earnings per share (Baht)	0.55	0.41	0.58	0.44

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

Inoue Rubber (Thailand) Public Company Limited
 Statements of Changes in Equity (Unaudited)
 For the nine-month period ended 30 June 2023

Consolidated financial information														
Attributable to owners of the parent														
Capital contributed			Retained earnings				Other components of equity							
							Other comprehensive income							
							Measurement of	Measurement of						
							debt instruments	equity instruments						
							at fair value	at fair value						
							through other	through other	Remeasurements	Total other	Total owners	Non-controlling		
							comprehensive	comprehensive	of post-employment	components	of the parent	interests	Total equity	
							income	income	benefit obligations	of equity	Baht'000	Baht'000	Baht'000	Baht'000
Notes	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Opening balance as at 1 October 2021	200,000	298,000	(114,012)	20,000	114,012	3,327,443	(1,410)	115,053	(64,622)	49,021	3,894,464	5	3,894,469	
Changes in equity for the nine-month period ended 30 June 2022														
Total comprehensive income (expense) for the period	-	-	-	-	-	77,887	(2,930)	(91,770)	-	(94,700)	(16,813)	-	(16,813)	
Dividends paid	-	-	-	-	-	(170,007)	-	-	-	-	(170,007)	-	(170,007)	
Closing balance as at 30 June 2022	200,000	298,000	(114,012)	20,000	114,012	3,235,323	(4,340)	23,283	(64,622)	(45,679)	3,707,644	5	3,707,649	
Opening balance as at 1 October 2022	200,000	298,000	(114,012)	20,000	114,012	3,267,375	3,109	50,016	(257)	46,650	3,832,025	5	3,832,030	
Changes in equity for the nine-month period ended 30 June 2023														
Total comprehensive income (expense) for the period	-	-	-	-	-	106,359	2,164	7,344	-	9,508	115,867	-	115,867	
Reduction of ordinary shares from treasury shares	13	(7,792)	114,012	-	(114,012)	7,792	-	-	-	-	-	-	-	
Dividends paid	16	-	-	-	-	(55,932)	-	-	-	-	(55,932)	-	(55,932)	
Closing balance as at 30 June 2023	192,208	298,000	-	20,000	-	3,325,594	5,273	57,360	(257)	56,158	3,891,960	5	3,891,965	

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 nine-month period ended 30 June 2023

Separate financial information												
Notes	Capital contributed		Retained earnings				Other components of equity					Total 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	Appropriated - treasury shares reserve Baht'000	Unappropriated retained earnings Baht'000	Other comprehensive income			Remeasurements of post-employment benefit obligations Baht'000	Total other components of equity 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 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 nine-month period ended 30 June 2022												
Total comprehensive income (expense) for the period	-	-	-	-	-	84,023	(2,930)	(91,770)	-	(94,700)	(10,677)	
Dividends paid	-	-	-	-	-	(170,007)	-	-	-	-	(170,007)	
Closing balance as at 30 June 2022	200,000	298,000	(114,012)	20,000	114,012	3,172,476	(4,340)	23,283	(55,114)	(36,171)	3,654,305	
Opening balance as at 1 October 2022	200,000	298,000	(114,012)	20,000	114,012	3,200,313	(3,109)	50,016	1,010	47,917	3,766,230	
Changes in equity for the nine-month period ended 30 June 2023												
Total comprehensive income (expense) for the period	-	-	-	-	-	110,725	2,164	7,344	-	9,508	120,233	
Reduction of ordinary shares from treasury shares	13	(7,792)	114,012	-	(114,012)	7,792	-	-	-	-	-	
Dividends paid	16	-	-	-	-	(55,932)	-	-	-	-	(55,932)	
Closing balance as at 30 June 2023	192,208	298,000	-	20,000	-	3,262,898	(945)	57,360	1,010	57,425	3,830,531	

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 nine-month period ended 30 June 2023

	Notes	Consolidated financial information		Separate financial information	
		2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000
Cash flows from operating activities					
Profit before income tax		113,315	89,370	113,576	92,272
Adjustments for:					
Depreciation of plant and equipment and investment property		250,160	263,785	240,831	253,779
Amortisation of computer software		5,979	6,093	5,086	5,366
Amortisation of right-of-use assets		134	135	134	135
Loss on diminution in value of inventories		2,057	1,122	2,057	1,122
Net (gain) loss on write-offs and disposals of property, plant and equipment		(293)	1,794	(254)	1,891
Unrealised (gain) loss on exchange rate		837	(3,499)	837	(3,499)
Fair value loss on derivatives		325	4,173	325	4,173
Loss on disposals of investments in debt instruments	8	56	559	56	559
Interest income		(9,822)	(7,662)	(9,635)	(7,607)
Finance costs		30	38	30	38
Dividends income	14	-	(13,176)	(24,000)	(32,176)
Employee benefits	12	19,927	22,651	18,376	20,379
Changes in working capital					
Trade and other receivables		136,787	(164,928)	137,567	(164,163)
Inventories		159,954	(46,349)	159,587	(45,842)
Other current assets		616	(2,540)	590	(2,475)
Other non-current assets		(3,684)	(11,439)	(3,684)	(11,439)
Trade and other payables		(363,461)	103,959	(354,071)	106,918
Other current liabilities		(784)	161	-	-
Other non-current liabilities		956	-	956	-
Employee benefits paid	12	(7,001)	(12,593)	(6,452)	(12,593)
Cash generated from operations		306,088	231,654	281,912	206,838
Interest received		8,543	5,844	8,372	5,791
Interest paid		(47)	(57)	(47)	(57)
Income tax paid		(11,480)	(35,792)	(7,308)	(31,406)
Income tax received		-	2,884	-	-
Net cash generated from operating activities		303,104	204,533	282,929	181,166

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 nine-month period ended 30 June 2023

	Notes	Consolidated		Separate	
		financial information		financial information	
		2023	2022	2023	2022
		Baht'000	Baht'000	Baht'000	Baht'000
Cash flows from investing activities					
Purchases of investments in debt instruments	8	(758,880)	(200,876)	(758,880)	(200,876)
Proceeds from disposals of investments in debt instruments		757,702	200,631	757,702	200,631
Purchases of property, plant and equipment		(189,408)	(220,475)	(187,970)	(222,044)
Purchases of computer software		(2,226)	(1,874)	(1,534)	(1,759)
Proceeds from disposals of property, plant and equipment		4,343	1,905	4,234	1,802
Dividends received		-	13,176	24,000	32,176
Net cash used in investing activities		(188,469)	(207,513)	(162,448)	(190,070)
Cash flows from financing activities					
Payment for principal elements of lease payments		(173)	(163)	(173)	(163)
Dividends paid	16	(55,932)	(170,007)	(55,932)	(170,007)
Net cash used in financing activities		(56,105)	(170,170)	(56,105)	(170,170)
Net increase (decrease) in cash and cash equivalents		58,530	(173,150)	64,376	(179,074)
Cash and cash equivalents at the beginning of the period		897,272	1,003,321	845,988	971,211
Cash and cash equivalents at the end of the period		955,802	830,171	910,364	792,137
Non-cash transactions					
Other payables from purchases of property, plant and equipment		16,193	33,943	26,753	50,440

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 9 August 2023.

2 Basis of preparation

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 2022.

An English version of these 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.

3 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 2022.

New and amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after 1 January 2023 do not have material impact on the Group.

4 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.

5 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 30 June 2023 and 2022 classified by market were presented as follows:

	Consolidated financial information					
	Local		Export		Total	
	2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000
Revenue from sales and services	1,028,590	1,129,804	229,063	257,324	1,257,653	1,387,128
Cost of sales and services	(944,390)	(1,088,145)	(200,823)	(227,986)	(1,145,213)	(1,316,131)
Gross profit	84,200	41,659	28,240	29,338	112,440	70,997
Other income					12,303	10,449
Selling expenses					(23,329)	(21,107)
Administrative expenses					(66,113)	(68,175)
Other expenses					(4,167)	(4,883)
Finance cost					(9)	(12)
Income tax expense					(1,392)	(673)
Net profit (loss) for the period					29,733	(13,404)
Timing of revenue recognition						
At a point in time	1,028,306	1,129,562	228,928	257,324	1,257,234	1,386,886
Overtime	284	242	135	-	419	242
Total revenues	1,028,590	1,129,804	229,063	257,324	1,257,653	1,387,128

The Group's financial information for the nine-month periods ended 30 June 2023 and 2022 classified by market were presented as follows:

	Consolidated financial information					
	Local		Export		Total	
	2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000
Revenue from sales and services	3,333,962	3,550,642	828,456	807,732	4,162,418	4,358,374
Cost of sales and services	(3,086,697)	(3,334,388)	(717,289)	(687,654)	(3,803,986)	(4,022,042)
Gross profit	247,265	216,254	111,167	120,078	358,432	336,332
Other income					42,022	38,231
Dividend income					-	13,176
Selling expenses					(79,929)	(77,201)
Administrative expenses					(190,068)	(205,430)
Other expenses					(17,112)	(15,700)
Finance cost					(30)	(38)
Income tax expense					(6,956)	(11,483)
Net profit for the period					106,359	77,887
Timing of revenue recognition						
At a point in time	3,333,431	3,550,032	828,267	807,732	4,161,698	4,357,764
Overtime	531	610	189	-	720	610
Total revenues	3,333,962	3,550,642	828,456	807,732	4,162,418	4,358,374

6 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 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000
Assets								
Financial assets at fair value through profit or loss (FVPL)								
Derivatives - Foreign exchange contracts	-	-	337	1,127	-	-	337	1,127
Financial assets at fair value through other comprehensive income (FVOCI)								
- Debt instruments	590,578	585,605	-	-	-	-	590,578	585,605
- Equity instruments	-	-	-	-	102,482	93,302	102,482	93,302
Total assets	590,578	585,605	337	1,127	102,482	93,302	693,397	680,034
Liabilities								
Financial liabilities at fair value through profit or loss (FVPL)								
Derivatives - Foreign exchange contracts	-	-	2,142	2,607	-	-	2,142	2,607
Total liabilities	-	-	2,142	2,607	-	-	2,142	2,607

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 nine-month period ended 30 June 2023 were as follows:

	Consolidated and separate financial information Baht'000
Opening balance as at 1 October 2022	93,302
Gains recognised in other comprehensive income	9,180
Closing balance as at 30 June 2023	102,482

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.

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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 instruments.

	Fair value		Unobservable inputs	Range of Inputs	
	Consolidated and separate financial information			Consolidated and separate financial information	
	Unaudited	Audited		Unaudited	Audited
	30 June 2023	30 September 2022		30 June 2023	30 September 2022
	Million Baht	Million Baht	%	%	
Financial assets measured at fair value through other comprehensive income (FVOCI) - equity instrument	102.48	93.30	Future revenue growth rate Risk-adjusted discount rate	1.0 17.5	1.0 17.5

As at 30 June 2023, relationship of unobservable inputs to fair value are shown as follows:

	Unobservable inputs	Movement	Change in fair value	
			Consolidated and separate financial information	
			Increase in assumptions	Decrease in assumptions
Financial assets measured at fair value through other comprehensive income (FVOCI) - equity instrument	Future revenue growth rate Risk-adjusted discount rate	1.0% 1.0%	Increase by 5.42% Decrease by 4.85%	Decrease by 4.81% Increase by 5.39%

7 Trade and other receivables, net

	Consolidated financial information		Separate financial information	
	Unaudited	Audited	Unaudited	Audited
	30 June 2023	30 September 2022	30 June 2023	30 September 2022
	Baht'000	Baht'000	Baht'000	Baht'000
Trade receivables - related companies (Note 18 b))	420,583	509,613	425,068	513,660
Trade receivables - other companies	474,707	520,539	472,526	518,802
<u>Less</u> Allowance for expected credit loss	-	-	-	-
Trade receivables, net	895,290	1,030,152	897,594	1,032,462
Prepayments	9,565	15,295	8,235	14,484
Accrued income	604	438	535	418
Advanced payments	10	20	-	-
Amounts due from related parties (Note 18 b))	2,998	1,530	4,696	3,458
Other receivables	52	57	52	57
Trade and other receivables, net	908,519	1,047,492	911,112	1,050,879

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As at 30 June 2023 and 30 September 2022, 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 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000
Related companies				
Current	420,550	509,580	425,035	513,627
Overdue up to 3 months	33	33	33	33
Overdue 3 - 6 months	-	-	-	-
Overdue 6 - 12 months	-	-	-	-
Overdue more than 12 months	-	-	-	-
	420,583	509,613	425,068	513,660
Other companies				
Current	458,373	515,899	456,192	514,310
Overdue up to 3 months	16,334	4,488	16,334	4,340
Overdue 3 - 6 months	-	152	-	152
Overdue 6 - 12 months	-	-	-	-
Overdue more than 12 months	-	-	-	-
	474,707	520,539	472,526	518,802
<u>Less</u> Allowance for expected credit loss	-	-	-	-
	474,707	520,539	472,526	518,802
Total trade receivables, net	895,290	1,030,152	897,594	1,032,462

8 Financial assets measured at fair value through other comprehensive income

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

	Consolidated and separate financial information	
	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000
Current assets		
Investments in debt instruments (Government bond and debentures)	566,265	443,801
	566,265	443,801
Non-current assets		
Investments in debt instruments (Government bond and debentures)	24,313	141,804
Investment in unlisted equity instrument	102,482	93,302
	126,795	235,106
Total	693,060	678,907

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Movements of investments in debt instruments for the nine-month period ended 30 June 2023 were as follows:

	Consolidated and separate financial information
	Baht'000
Opening balance as at 1 October 2022	585,605
Additions	758,880
Disposals	(761,116)
Interest income	4,504
Change in fair values	2,705
Closing balance as at 30 June 2023	590,578

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 56,450).

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 6).

Movements of investment in equity instrument for the nine-month period ended 30 June 2023 are disclosed in Note 6.

9 Property, plant and equipment, net

Movements of property, plant and equipment for the nine-month period ended 30 June 2023 are as follows:

	Consolidated financial information	Separate financial information
	Baht'000	Baht'000
Opening net book amount	1,634,419	1,580,399
Additions	164,409	160,783
Reclassifications from computer software	7,442	7,442
Disposals, net	(3,709)	(3,700)
Write-offs, net	(341)	(280)
Depreciation charges	(250,160)	(240,810)
Closing net book amount	1,552,060	1,503,834

10 Computer software, net

Movements of computer software for the nine-month period ended 30 June 2023 are as follows:

	Consolidated financial information	Separate financial information
	Baht'000	Baht'000
Opening net book amount	49,086	42,593
Additions	2,226	1,534
Reclassifications to property, plant and equipment	(7,442)	(7,442)
Amortisation charges	(5,978)	(5,086)
Closing net book amount	37,892	31,599

11 Trade and other payables

	Consolidated financial information		Separate financial information	
	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000
Trade payables - related companies (Note 18 b))	172,197	271,629	172,197	271,629
Trade payables - other companies	461,913	635,453	458,584	630,076
Amounts due to related parties (Note 18 b))	96	76	22,811	26,433
Accrued expenses	78,744	163,774	68,172	145,365
Advance received from customers	1,784	2,984	1,784	2,984
Other payables	42,352	73,113	40,844	70,644
Trade and other payables	757,086	1,147,029	764,392	1,147,131

12 Employee benefit obligations

Movements of employee benefit obligations for the nine-month period ended 30 June 2023 are as follows:

	Consolidated financial information Baht'000	Separate financial information Baht'000
Opening balance	285,819	259,684
Additional provisions during the period	19,927	18,376
<u>Less</u> Employee benefits paid during the period	(7,001)	(6,452)
Closing balance	298,745	271,608

13 Treasury shares

On 5 June 2020, 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.

Share capital reduction and treasury shares cancellation

On 12 May 2023, the Board of Directors held a meeting (No.3/2023) where a resolution was passed to reduce the registered capital of the Company amounted to Baht 7.79 million from Baht 200 million (200,000,000 ordinary shares with a par value of Baht 1 each) to Baht 192.21 million (192,207,700 ordinary shares with a par value of Baht 1 each) by cancelling the 7,792,300 treasury shares under the share repurchase program for financial management purpose due to expiration of the resale period. The Company reduced registered, and issued and paid-up share capital with the Department of Business Development, Ministry of Commerce on 30 May 2023. In addition, the Company reversed the reserve for treasury shares to unappropriated retained earnings amounting to Baht 106.22 million.

14 Dividend income

Dividend income from subsidiaries

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.

At the Annual General Meeting of shareholders for 2023 of Kin No Hoshi Engineering Company Limited held on 30 January 2023, the shareholders passed a resolution approving dividend payment from its operating results for 2022 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 2023.

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 2023 of IRC (Asia) Research Limited held on 30 January 2023, the shareholders passed a resolution approving dividend payment from its operating results for 2022 at Baht 7 per share from non-BOI promoted operations, amounting to a total dividend of Baht 21 million. The Company received the dividend on 28 February 2023.

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 30 June 2023 is 4.47 % (2022: 5.29%) for the Group and 0.52% (2022: 0.50%) for the Company and for the nine-month period ended 30 June 2023 is 6.14% (2022: 12.85%) for the Group and 2.51% (2022: 8.94%) for the Company.

16 Dividends paid

At the Annual General Meeting of shareholders for 2023 of the Company held on 30 January 2023, the shareholders passed a resolution approving dividend payment from its operating results for 2022 at Baht 0.2910 per share (Baht 0.2496 per share from BOI-promoted operations and Baht 0.0414 per share from non-BOI promoted operations) to shareholders who are on the register as at 9 February 2023, amounting to a total dividend of Baht 55.93 million. The dividend will be distributed on 28 February 2023.

17 Letters of bank guarantee

As at 30 June 2023, 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 Baht 20.62 million (30 September 2022: 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 0.36 million (30 September 2022: Baht 0.38 million) and guarantee for contractual performance of Baht 8.77 million (30 September 2022: Baht 5.42 million).

18 Related party transactions

a) Transactions with related parties

The significant related party transactions for the three-month periods ended 30 June 2023 and 2022 were as follows:

	Consolidated financial information		Separate financial information	
	2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000
Sales of goods				
Subsidiaries		-	4,327	2,637
Related parties	561,725	632,162	561,590	632,162
	561,725	632,162	565,917	634,799
Service income				
Related parties	3,964	3,958	3,964	3,958
Rental income				
Subsidiaries	-	-	826	817
Related party	333	333	333	333
	333	333	1,159	1,150
Purchases of raw materials				
Related parties	170,428	235,342	170,428	235,342
Purchases of machineries and metal molds and repair costs				
Subsidiary	-	-	8,615	8,673
Related party	1,399	1,273	1,399	1,273
	1,399	1,273	10,014	9,946
Research and development expenses				
Subsidiary	-	-	26,820	27,232
Related party	702	1,052	-	-
	702	1,052	26,820	27,232
Technical assistance fee expenses				
Related parties	22,044	20,878	22,044	20,878
Advertising expenses				
Related party	2,075	75	2,075	75
Rental and service fee expenses				
Related party	372	378	372	378
Utility expense				
Related parties	107	116	107	116

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The significant related party transactions for the nine-month periods ended 30 June 2023 and 2022 were summarised as follows:

	Consolidated financial information		Separate financial information	
	2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000
Sales of goods				
Subsidiaries	-	-	12,008	10,275
Related parties	1,865,887	1,951,804	1,865,698	1,951,804
	1,865,887	1,951,804	1,877,706	1,962,079
Service income				
Related parties	11,925	11,938	11,925	11,938
Rental income				
Subsidiaries	-	-	2,477	2,441
Related parties	999	999	999	999
	999	999	3,476	3,440
Purchases of raw materials				
Related parties	601,894	685,468	601,894	685,468
Purchases of machineries and metal molds and repair costs				
Subsidiary	-	-	25,655	29,137
Related parties	1,456	1,649	1,456	1,649
	1,456	1,649	27,111	30,786
Research and development expenses				
Subsidiary	-	-	85,593	83,049
Related party	2,296	2,401	-	-
	2,296	2,401	85,593	83,049
Technical assistance fee expenses				
Related parties	68,321	64,285	68,321	64,285
Advertising expenses				
Related parties	2,635	2,175	2,635	2,175
Rental and service fee expenses				
Related party	1,124	1,135	1,124	1,135
Dividend income (Note 14)				
Subsidiaries	-	-	24,000	19,000
Related party	-	13,176	-	13,176
	-	13,176	24,000	32,176
Utility expense				
Related parties	292	321	292	321

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

The outstanding balances as at 30 June 2023 and 30 September 2022 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 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000	Unaudited 30 June 2023 Baht'000	Audited 30 September 2022 Baht'000
Trade receivables (Note 7)				
Subsidiary	-	-	4,630	4,047
Related companies	420,583	509,613	420,438	509,613
Total trade receivables	420,583	509,613	425,068	513,660
Amounts due from related parties (Note 7)				
Subsidiaries	-	-	1,698	1,928
Related companies	2,998	1,530	2,998	1,530
Total amounts due from related parties	2,998	1,530	4,696	3,458
Trade payables (Note 11)				
Related companies	172,197	271,629	172,197	271,629
Total trade payables	172,197	271,629	172,197	271,629
Amounts due to related parties (Note 11)				
Subsidiaries	-	-	22,715	26,357
Related companies	96	76	96	76
Total amounts due to related parties	96	76	22,811	26,433

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 nine-month periods ended 30 June 2023 and 2022 as follows:

	Consolidated financial information		Separate financial information	
	2023 Baht'000	2022 Baht'000	2023 Baht'000	2022 Baht'000
Salaries and other short-term benefits	56,391	54,755	56,391	54,755
Post-employment benefits	1,903	1,198	1,903	1,198
Other long-term benefits	907	1,024	907	1,024
	59,201	56,977	59,201	56,977