

**Muramoto Electron (Thailand) Public Company Limited  
and its Subsidiary**

Financial statements for the year ended  
30 September 2022  
and  
Independent Auditor's Report



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## Independent Auditor's Report

### To the Shareholders of Muramoto Electron (Thailand) Public Company Limited

#### *Opinion*

I have audited the consolidated and separate financial statements of Muramoto Electron (Thailand) Public Company Limited and its subsidiary (the "Group") and of Muramoto Electron (Thailand) Public Company Limited (the "Company"), respectively, which comprise the consolidated and separate statements of financial position as at 30 September 2022, the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of the Group and the Company, respectively, as at 30 September 2022 and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards (TFRSs).

#### *Basis for Opinion*

I conducted my audit in accordance with Thai Standards on Auditing (TSAs). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements* section of my report. I am independent of the Group and the Company in accordance with Code of Ethics for Professional Accountants issued by the Federation of Accounting Professions that is relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.



### *Key Audit Matter*

Key audit matter is those matters that, in my professional judgment, were of most significance in my audit of the consolidated and separate financial statements of the current period. This matter was addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on this matter.

Valuation of inventories	
Refer to Notes 3 (g) and 7 to the financial statements.	
The key audit matter	How the matter was addressed in the audit
<p>The products of the Group are metal and plastic parts for automobile electronic equipment and office automation appliances which are subject to rapid technological developments. Having substantial inventories may result in an increased risk of obsolescence and deterioration in the quality of raw materials, parts and manufactured products during storage. The carrying value of inventories is significant and the net realisable value of inventories requires management's discretion and judgment. Therefore, I considered this as a key audit matter.</p>	<p>My audit procedures included obtaining an understanding of the Group's approach for determining the net realisable value, the Group's inventory management policies through inquiry of management responsible for this area and test of design and implementation of controls regarding the approval of reports about slow moving inventory and net realisable values.</p> <p>I tested the slow-moving inventory reports on mathematical accuracy. I tested the correctness of the reports by checking the details against supporting documents for a sample. I observed inventories at the end of the year and compared the stock write-off in the current year with the allowance of decline in value for slow-moving of prior year.</p> <p>In addition, I tested the net realisable value by sampling the actual selling prices during the post-year-end period with supporting documents and the estimated costs to make the sale. I also assessed the adequacy of disclosures in accordance with Thai Financial Reporting Standards.</p>

### *Other Information*

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the consolidated and separate financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.





In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance and request that the correction be made.

*Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements*

Management is responsible for the preparation and fair presentation of these consolidated and separate financial statements in accordance with TFRSs, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

*Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements*

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with TSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.





- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

(Sujitra Masena)  
Certified Public Accountant  
Registration No. 8645

KPMG Phoomchai Audit Ltd.  
Bangkok  
25 November 2022

# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 September		30 September	
		2022	2021	2022	2021
(in Baht)					
<b>Current assets</b>					
Cash and cash equivalents	5	2,743,631,718	2,427,162,985	2,543,725,355	2,091,954,413
Trade accounts receivable	4, 6	2,667,564,312	1,861,998,773	2,271,657,047	1,420,681,415
Other receivables	4	141,452,449	203,465,492	117,412,229	183,554,206
Inventories	7	1,703,063,026	1,554,249,065	1,125,179,516	1,103,691,092
<b>Total current assets</b>		<b>7,255,711,505</b>	<b>6,046,876,315</b>	<b>6,057,974,147</b>	<b>4,799,881,126</b>
<b>Non-current assets</b>					
Investment in subsidiary	8	-	-	299,998,000	299,998,000
Property, plant and equipment	9	2,524,167,183	2,483,707,498	1,853,892,591	1,864,451,120
Intangible assets		31,076,243	19,375,755	28,825,050	15,903,467
Deferred tax assets	16	15,980,786	32,489,189	-	15,878,265
Other non-current assets		10,144,437	12,443,636	2,264,636	4,567,636
<b>Total non-current assets</b>		<b>2,581,368,649</b>	<b>2,548,016,078</b>	<b>2,184,980,277</b>	<b>2,200,798,488</b>
<b>Total assets</b>		<b>9,837,080,154</b>	<b>8,594,892,393</b>	<b>8,242,954,424</b>	<b>7,000,679,614</b>

The accompanying notes form an integral part of these financial statements.

# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of financial position

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		30 September		30 September	
		2022	2021	2022	2021
		<i>(in Baht)</i>			
<b>Current liabilities</b>					
Trade accounts payable	4	2,216,968,740	1,551,182,265	2,038,547,813	1,258,540,705
Other payables	4	396,692,873	320,953,606	340,247,708	251,248,045
Payables for property, plant and equipment	4	22,724,309	38,200,266	20,507,615	30,888,561
Current portion of lease liabilities	10	103,794,051	89,109,069	14,454,836	17,528,527
Current income tax payable		109,050,807	66,833,954	83,256,588	51,687,634
<b>Total current liabilities</b>		<b>2,849,230,780</b>	<b>2,066,279,160</b>	<b>2,497,014,560</b>	<b>1,609,893,472</b>
<b>Non-current liabilities</b>					
Lease liabilities	10	226,778,390	185,006,707	23,482,463	37,947,733
Deferred tax liabilities	16	2,622,134	-	2,622,134	-
Non-current provisions for employee benefits	11	345,744,741	371,231,548	280,755,755	302,668,824
<b>Total non-current liabilities</b>		<b>575,145,265</b>	<b>556,238,255</b>	<b>306,860,352</b>	<b>340,616,557</b>
<b>Total liabilities</b>		<b>3,424,376,045</b>	<b>2,622,517,415</b>	<b>2,803,874,912</b>	<b>1,950,510,029</b>
<b>Equity</b>					
Share capital					
Authorised share capital (23,898 thousand ordinary shares, par value at Baht 10 per share)		238,981,000	238,981,000	238,981,000	238,981,000
Issued and paid-up share capital (20,898 thousand ordinary shares, par value at Baht 10 per share)		208,981,000	208,981,000	208,981,000	208,981,000
Share premium					
Share premium on ordinary shares	12	653,700,000	653,700,000	653,700,000	653,700,000
Retained earnings					
Appropriated					
Legal reserve	13	25,000,000	25,000,000	25,000,000	25,000,000
Unappropriated		5,525,023,109	5,084,693,978	4,551,398,512	4,162,488,585
<b>Total equity</b>		<b>6,412,704,109</b>	<b>5,972,374,978</b>	<b>5,439,079,512</b>	<b>5,050,169,585</b>
<b>Total liabilities and equity</b>		<b>9,837,080,154</b>	<b>8,594,892,393</b>	<b>8,242,954,424</b>	<b>7,000,679,614</b>

The accompanying notes form an integral part of these financial statements.



# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of comprehensive income

		Consolidated		Separate	
		financial statements		financial statements	
		Year ended 30 September		Year ended 30 September	
	Note	2022	2021	2022	2021
		(in Baht)			
<b>Income</b>					
Revenue from sale of goods	4, 14	18,556,960,681	17,013,023,426	15,942,171,095	14,464,606,987
Dividend income	4, 8	-	-	49,999,667	49,999,667
Other income	4	148,091,575	110,444,069	87,314,915	83,469,282
Net foreign exchange gains		-	30,684,968	-	32,110,749
<b>Total income</b>		<b>18,705,052,256</b>	<b>17,154,152,463</b>	<b>16,079,485,677</b>	<b>14,630,186,685</b>
<b>Expenses</b>					
Cost of sale of goods	4, 15	16,963,278,930	15,601,014,861	14,454,911,535	13,188,545,518
Distribution costs	4, 15	413,280,880	387,891,345	396,808,367	367,128,814
Administrative expenses	4, 15	395,792,696	398,379,950	345,320,575	322,066,993
Net foreign exchange losses		5,335,530	-	38,304,705	-
Finance costs		6,907,158	6,539,599	748,309	843,501
<b>Total expenses</b>		<b>17,784,595,194</b>	<b>16,393,825,755</b>	<b>15,236,093,491</b>	<b>13,878,584,826</b>
<b>Profit before income tax expense</b>		<b>920,457,062</b>	<b>760,326,708</b>	<b>843,392,186</b>	<b>751,601,859</b>
Tax expense	16	215,821,296	118,546,174	185,144,226	106,205,437
<b>Profit for the year</b>		<b>704,635,766</b>	<b>641,780,534</b>	<b>658,247,960</b>	<b>645,396,422</b>
<b>Other comprehensive income</b>					
<b>Items that will not be reclassified to profit or loss</b>					
Gain on remeasurements of defined benefit plans	11	35,333,874	9,611,610	29,044,209	14,989,529
Income tax on other comprehensive income		(7,066,775)	(1,922,322)	(5,808,842)	(2,997,906)
<b>Other comprehensive income for the year, net of tax</b>		<b>28,267,099</b>	<b>7,689,288</b>	<b>23,235,367</b>	<b>11,991,623</b>
<b>Total comprehensive income for the year</b>		<b>732,902,865</b>	<b>649,469,822</b>	<b>681,483,327</b>	<b>657,388,045</b>
<b>Basic earnings per share (in Baht)</b>	17	<b>33.72</b>	<b>30.71</b>	<b>31.50</b>	<b>30.88</b>

The accompanying notes form an integral part of these financial statements.

# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of changes in equity

Consolidated financial statements					
	Issued and paid-up share capital	Share premium	<u>Retained earnings</u>		Total equity
Note			Legal reserve (in Baht)	Unappropriated	
<b>Year ended 30 September 2021</b>					
Balance at 1 October 2020	208,981,000	653,700,000	25,000,000	4,644,205,489	5,531,886,489
<b>Transactions with owners, recorded directly in equity</b>					
<i>Distributions to owners of the parent</i>					
Dividends	18	-	-	(208,981,333)	(208,981,333)
<i>Total distributions to owners of the parent</i>		-	-	(208,981,333)	(208,981,333)
<b>Comprehensive income for the year</b>					
Profit		-	-	641,780,534	641,780,534
Other comprehensive income		-	-	7,689,288	7,689,288
<b>Total comprehensive income for the year</b>		-	-	<b>649,469,822</b>	<b>649,469,822</b>
<b>Balance at 30 September 2021</b>	<b>208,981,000</b>	<b>653,700,000</b>	<b>25,000,000</b>	<b>5,084,693,978</b>	<b>5,972,374,978</b>

The accompanying notes form an integral part of these financial statements.

# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of changes in equity

Consolidated financial statements						
		Issued and paid-up share capital	Share premium	<u>Retained earnings</u>		
	Note			Legal reserve (in Baht)	Unappropriated	Total equity
<b>Year ended 30 September 2022</b>						
Balance at 1 October 2021		208,981,000	653,700,000	25,000,000	5,084,693,978	5,972,374,978
<b>Transactions with owners, recorded directly in equity</b>						
<i>Distributions to owners of the parent</i>						
Dividends	18	-	-	-	(292,573,734)	(292,573,734)
<i>Total distributions to owners of the parent</i>		-	-	-	(292,573,734)	(292,573,734)
<b>Comprehensive income for the year</b>						
Profit		-	-	-	704,635,766	704,635,766
Other comprehensive income		-	-	-	28,267,099	28,267,099
<b>Total comprehensive income for the year</b>		-	-	-	732,902,865	732,902,865
<b>Balance at 30 September 2022</b>		<b>208,981,000</b>	<b>653,700,000</b>	<b>25,000,000</b>	<b>5,525,023,109</b>	<b>6,412,704,109</b>

The accompanying notes form an integral part of these financial statements.



# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of changes in equity

		Separate financial statements				
		Issued and paid-up share capital	Share premium	<u>Retained earnings</u>		
	Note			Legal reserve (in Baht)	Unappropriated	Total equity
<b>Year ended 30 September 2021</b>						
Balance at 1 October 2020		208,981,000	653,700,000	25,000,000	3,714,081,540	4,601,762,540
<b>Transactions with owners, recorded directly in equity</b>						
<i>Distributions to owners</i>						
Dividends	18	-	-	-	(208,981,000)	(208,981,000)
<i>Total distributions to owners</i>		-	-	-	(208,981,000)	(208,981,000)
<b>Comprehensive income for the year</b>						
Profit		-	-	-	645,396,422	645,396,422
Other comprehensive income		-	-	-	11,991,623	11,991,623
<b>Total comprehensive income for the year</b>		-	-	-	657,388,045	657,388,045
Balance at 30 September 2021		208,981,000	653,700,000	25,000,000	4,162,488,585	5,050,169,585

The accompanying notes form an integral part of these financial statements.

# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of changes in equity

	Note	Separate financial statements				Total equity
		Issued and paid-up share capital	Share premium	Retained earnings		
				Legal reserve (in Baht)	Unappropriated	
<b>Year ended 30 September 2022</b>						
Balance at 1 October 2021		208,981,000	653,700,000	25,000,000	4,162,488,585	5,050,169,585
<b>Transactions with owners, recorded directly in equity</b>						
<i>Distributions to owners</i>						
Dividends	18	-	-	-	(292,573,400)	(292,573,400)
<i>Total distributions to owners</i>		-	-	-	(292,573,400)	(292,573,400)
<b>Comprehensive income for the year</b>						
Profit		-	-	-	658,247,960	658,247,960
Other comprehensive income		-	-	-	23,235,367	23,235,367
<b>Total comprehensive income for the year</b>		-	-	-	<b>681,483,327</b>	<b>681,483,327</b>
<b>Balance at 30 September 2022</b>		<b>208,981,000</b>	<b>653,700,000</b>	<b>25,000,000</b>	<b>4,551,398,512</b>	<b>5,439,079,512</b>

The accompanying notes form an integral part of these financial statements.

# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of cash flows

		Consolidated		Separate	
		financial statements		financial statements	
		Year ended 30 September		Year ended 30 September	
Note		2022	2021	2022	2021
		(in Baht)			
<b>Cash flows from operating activities</b>					
Profit for the year		704,635,766	641,780,534	658,247,960	645,396,422
<i>Adjustments to reconcile profit to cash receipts</i>					
Tax expense		215,821,296	118,546,174	185,144,226	106,205,437
Finance costs		6,907,158	6,539,599	748,309	843,501
Depreciation and amortisation		421,158,204	409,335,393	255,581,567	269,120,599
Unrealised losses (gains) on exchange rate		4,913,477	(14,604,711)	25,627,233	(11,838,125)
(Reversal of) losses on inventories devaluation		18,421,059	(983,606)	(13,284,725)	(590,743)
Losses on disposals and write-off of property, plant and equipment		3,465,900	6,711,085	3,816,959	6,711,728
Employee benefit expenses	11	33,810,401	29,814,106	25,510,851	24,624,017
Dividend income	4	-	-	(49,999,667)	(49,999,667)
		1,409,133,261	1,197,138,574	1,091,392,713	990,473,169
<i>Changes in operating assets and liabilities</i>					
Trade accounts receivable		(798,896,888)	(4,754,547)	(844,373,904)	107,828,984
Other receivables		63,830,562	(100,494,208)	67,959,547	(89,536,625)
Inventories		(167,235,020)	(361,986,422)	(8,203,699)	(300,146,923)
Other non-current assets		2,299,199	802,804	2,303,000	958,804
Trade accounts payable		653,590,192	107,212,687	767,877,508	(24,054,556)
Other payables		80,251,040	68,700,731	88,987,342	27,000,473
Employee benefit paid	11	(23,963,333)	(27,697,180)	(18,379,711)	(26,080,126)
Net cash generated from operating activities		1,219,009,013	878,922,439	1,147,562,796	686,443,200
Tax paid		(166,070,744)	(97,811,003)	(140,883,715)	(88,423,459)
<b>Net cash from operating activities</b>		<b>1,052,938,269</b>	<b>781,111,436</b>	<b>1,006,679,081</b>	<b>598,019,741</b>

The accompanying notes form an integral part of these financial statements.



# Muramoto Electron (Thailand) Public Company Limited and its Subsidiary

## Statements of cash flows

		Consolidated		Separate	
		financial statements		financial statements	
		Year ended 30 September		Year ended 30 September	
Note		2022	2021	2022	2021
		(in Baht)			
<b>Cash flows from investing activities</b>					
Proceeds from sale of property, plant and equipment		895,515	4,760,884	543,000	4,760,234
Acquisition of property, plant and equipment		(279,962,143)	(572,386,630)	(248,571,542)	(561,006,722)
Acquisition of intangible assets		(25,226,325)	(12,792,919)	(24,137,425)	(11,661,920)
Dividends received		-	-	49,999,667	49,999,667
<b>Net cash used in investing activities</b>		<b>(304,292,953)</b>	<b>(580,418,665)</b>	<b>(222,166,300)</b>	<b>(517,908,741)</b>
<b>Cash flows from financing activities</b>					
Payment of lease liabilities		(111,781,002)	(87,346,987)	(17,515,519)	(17,848,831)
Dividends paid	18	(292,573,733)	(208,981,333)	(292,573,400)	(208,981,000)
Financial cost paid		(6,907,158)	(6,539,599)	(748,309)	(843,501)
<b>Cash used in financing activities</b>		<b>(411,261,893)</b>	<b>(302,867,919)</b>	<b>(310,837,228)</b>	<b>(227,673,332)</b>
Net increase (decrease) in cash and cash equivalents,					
before effect of exchange rates changes		337,383,423	(102,175,148)	473,675,553	(147,562,332)
Effect of exchange rate changes on cash and					
cash equivalents		(20,914,689)	11,097,570	(21,904,611)	12,395,584
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>316,468,734</b>	<b>(91,077,578)</b>	<b>451,770,942</b>	<b>(135,166,748)</b>
Cash and cash equivalents at the beginning of the year		2,427,162,984	2,518,240,563	2,091,954,413	2,227,121,161
<b>Cash and cash equivalents at the end of the year</b>	5	<b>2,743,631,718</b>	<b>2,427,162,985</b>	<b>2,543,725,355</b>	<b>2,091,954,413</b>
<b>Supplemental disclosures of cash flows information:</b>					
Property, plant and equipment purchased during the years are details as follows:					
Increase in property, plant and equipment during the years		452,476,908	740,698,721	238,190,596	618,267,207
Less assets acquired by means of lease liabilities		(187,990,722)	(177,915,533)	-	(73,325,092)
Change in payables for purchase of property, plant and equipment		15,475,957	9,603,442	10,380,946	16,064,607
<b>Purchased of property, plant and equipment paid by cash</b>		<b>279,962,143</b>	<b>572,386,630</b>	<b>248,571,542</b>	<b>561,006,722</b>

The accompanying notes form an integral part of these financial statements.

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the financial statements**  
**For the year ended 30 September 2022**

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These notes form an integral part of the financial statements.

The financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorized for issue by the Board of Directors on 25 November 2022.

**1 General information**

Muramoto Electron (Thailand) Public Company Limited, the “Company”, is incorporated in Thailand and was listed on the Stock Exchange of Thailand in August 1992. The Company’s registered office at No. 886 Ramindhra Road, Khwaeng Kannayao, Khet Kannayao, Bangkok 10230, Thailand. Its plants are located at 1 Mu 6 Bangna-Trat Road Km.25, Tambol Bangsaowthong, Amphur Bangsaowthong, Samutprakarn 10570 and 99/7 Mu 3 Bangna-Trat Road Km.23, Tambol Bangsaowthong, Amphur Bangsaowthong, Samutprakarn 10570.

The parent company during the financial year was Muramoto Industry Co., Ltd. (incorporated in Japan).

The principal activities of the Company are manufacturing of metal and plastic parts for audio/visual equipment and electronic equipment for automobiles and office automation appliances. Details of the Company’s subsidiary is given in note 8.

**2 Basis of preparation of the financial statements**

The financial statements are prepared in accordance with Thai Financial Reporting Standards (“TFRS”), guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The financial statements are presented in Thai Baht, which is the Company’s functional currency. The accounting policies, described in note 3, have been applied consistently to all periods presented in these financial statements.

The preparation of financial statements in conformity with TFRS requires management to make judgments, estimates and assumptions that affect the application of the Group’s accounting policies. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

**3 Significant accounting policies**

**(a) Basis of consolidation**

The consolidated financial statements relate to the Company and its subsidiary (together referred to as the “Group”).

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated on consolidation.



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**(b) Investments in subsidiary**

Investments in subsidiary in the separate financial statements are measured at cost. Dividend income is recognised in profit or loss on the date on which the Group's right to receive payment is established.

**(c) Foreign currencies**

Transactions in foreign currencies are translated to the respective functional currencies at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate at the reporting date.

**(d) Financial instruments**

*(d.1) Classification and measurement*

Financial assets and financial liabilities (except trade accounts receivable (see note 3(f))) are initially recognised when the Group becomes a party to the contractual provisions of the instrument, and measured at fair value, taking into account for transaction costs that are directly attributable to its acquisition, except for financial assets measured at FVTPL, which are initially and subsequently measured at fair value, and any transaction costs that are directly attributable to its acquisition are recognised in profit or loss.

On initial recognition, a financial asset is classified as measured at: amortised cost; fair value through other comprehensive income (FVOCI); or fair value through profit or loss (FVTPL). Financial assets are not reclassified subsequent to their initial recognition unless the Group changes its business model for managing financial assets, in which case all affected financial assets are reclassified prospectively from the reclassification date.

On initial recognition, financial liabilities are classified as measured at amortised cost using the effective interest method. Interest expense, foreign exchange gains and losses and any gain or loss on derecognition are recognised in profit or loss.

Financial assets measured at amortised costs are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by expected credit losses. Interest income, foreign exchange gains and losses, expected credit loss, gain or loss on derecognition are recognised in profit or loss.

*(d.2) Derecognition and offsetting*

The Group derecognises a financial asset when the contractual rights to receive the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Group derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Group also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

The difference between the carrying amount extinguished and the consideration received or paid is recognised in profit or loss.

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Group currently has a legally enforceable right to set off the amounts and the Group intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

*(d.3) Derivatives*

Derivative are recognised at fair value and remeasured at fair value at each reporting date. The gain or loss on remeasurement to fair value is recognised immediately in profit or loss.

*(d.4) Interest*

Interest income and expense is recognised in profit or loss using the effective interest method. In calculating interest income and expense, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortised cost of the liability.

*(e) Cash and cash equivalents*

Cash and cash equivalents comprise cash balances, call deposits and highly liquid short-term investments which has a maturity of three months or less from the date of acquisition.

*(f) Trade accounts receivable*

A trade receivable is recognised when the Group has an unconditional right to receive consideration. A trade receivable is measured at transaction price less allowance for expected credit loss. Bad debts are written off when incurred.

The Group estimates lifetime expected credit losses (ECLs), using a provision matrix to find ECLs rate. This method groups the debtors based on shared credit risk characteristics and past due status, taking into account historical credit loss data, adjusted for factors that are specific to the debtors and an assessment of both current economic conditions and forward-looking general economic conditions at the reporting date.

*(g) Inventories*

Inventories are measured at the lower of cost and net realisable value. Costs of raw materials and supplies are calculated using the first in first out principle. Cost includes direct costs incurred in acquiring the inventories. In the case of manufactured inventories and work-in-progress, cost is calculated using standard cost adjusted to approximate average cost, includes an appropriate share of production overheads based on normal operating capacity. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

*(h) Property, plant and equipment*

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

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Differences between the proceeds from disposal and the carrying amount of property, plant and equipment are recognised in profit or loss.

*Subsequent costs*

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item when the future economic benefits embodied within the part will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

*Depreciation*

Depreciation is calculated on a straight line basis over the estimated useful lives of each component of an asset and recognised in profit or loss. No depreciation is provided on freehold land and construction in progress.

The estimated useful lives are as follows:

Land improvements	10, 20 years
Buildings and structures	4 - 31 years
Machinery and equipment	2 - 20 years
Transportation equipment	5 years
Furniture, fixtures and office equipment	3, 5 years

**(i) Intangible assets**

Intangible assets are measured at cost less accumulated amortisation and impairment losses. Subsequent expenditure is capitalised only when it will generate the future economic benefits. Amortisation is calculated on a straight line basis over the estimated useful lives of intangible assets and recognised in profit or loss. The estimated useful lives are as follows:

Software licences	3, 5 years
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**(j) Leases**

At inception of a contract, the Group assesses that a contract is, or contains, a lease when it conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At commencement or on modification of a contract, the Group allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices of each component. For the leases of, the Group has elected not to separate non-lease components and accounted for the lease and non-lease components wholly as a single lease component.

The Group recognises a right-of-use asset and a lease liability at the lease commencement date except for leases of low-value assets and short-term leases which is recognised as an expense on a straight line basis over the lease term.

Right-of-use asset is measured at cost, less any accumulated depreciation and impairment loss, and adjusted for any remeasurements of lease liability. The cost of right-of-use asset includes the initial amount of the lease liability adjusted for any prepaid lease payments, plus any initial direct costs incurred. Depreciation is charged to profit or loss on a straight line method from the commencement date to the end of the lease term.

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The lease liability is initially measured at the present value of all lease payments that shall be paid under the lease. The Group uses the Group's incremental borrowing rate to discount the lease payments to the present value. The Group determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a lease modification. When the lease liability is remeasured, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

**(k) *Impairment of non-financial assets***

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. For intangible assets that have indefinite useful lives or are not yet available for use, the recoverable amount is estimated each year at the same time.

An impairment loss is recognised in profit or loss if the carrying amount of an asset exceeds its recoverable amount, unless it reverses a previous revaluation credited to equity, in which case it is charged to equity.

The recoverable amount is the greater of the asset's value in use and fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Impairment losses of assets recognised in prior periods is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

**(l) *Employee benefits***

*Defined contribution plans*

Obligations for contributions to the Group provident funds are expensed as the related service is provided.

*Defined benefit plans*

The Group's net obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods. The defined benefit obligations is discounted to the present value, which performed annually by a qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, actuarial gain or loss are recognised immediately in OCI.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.



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*Short-term employee benefits*

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**(m) Provisions**

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as a finance cost.

**(n) Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Group has access at that date. The fair value of a liability reflects its non-performance risk.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are based on unobservable input.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

If an asset or a liability measured at fair value has a bid price and an ask price, then the Group measures assets and asset positions at a bid price and liabilities and liability positions at an ask price.

The best evidence of the fair value of a financial instrument on initial recognition is normally the transaction price - i.e. the fair value of the consideration given or received.

**(o) Revenue**

Revenue is recognised when a customer obtains control of the goods in an amount that reflects the consideration to which the Group expects to be entitled, excluding those amounts collected on behalf of third parties, value added tax and is after deduction of any trade discounts.

Revenue from sales of goods is recognised on the date on which the goods are delivered to the customers. For the sales that permit the customers to return the goods, the Group estimates the returns based on the historical return data, does not recognise revenue for this transaction and remains recognition of inventory for the estimated products to be returned.

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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**(p) Other income**

Other income, which comprises dividend, interest income and others is generally recognised based on accrual basis, except for dividend income which is recognised in profit or loss on the date on which the Group's right to receive payment is established.

**(q) Income tax**

Income tax expense for the year comprises current and deferred tax, which is recognised in profit or loss except to the extent that they relate to items recognised directly in equity or in other comprehensive income.

Current tax is recognised in respect of the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the temporary differences the initial recognition of assets or liabilities in a transaction that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities, using tax rates enacted or substantively enacted at the reporting date. Current deferred tax assets and liabilities are offset in separate financial statements.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

**(r) Earnings per share**

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held.

**(s) Related parties**

A related party is a person or entity that has direct or indirect control or joint control, or has significant influence over the financial and managerial decision-making of the Group; a person or entity that are under common control or under the same significant influence as the Group; or the Group has direct or indirect control or joint control or has significant influence over the financial and managerial decision-making of a person or entity.

**(t) Segment reporting**

Segment results that are reported to the Group's CEO (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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**4 Related parties**

Relationship with parent and subsidiary is described in notes 1 and 8. Other related parties which the Group had significant transactions with during the year were as follows:

<b>Name of entities</b>	<b>Country of incorporation</b>	<b>Nature of relationships</b>
Muramoto Industry Co., Ltd.	Japan	Parent of the group, some common directors
Muramoto Asia Pte Ltd.	Singapore	Parent is major shareholder, common director
Muramoto USA Inc.	USA	Parent is major shareholder, common director
Muramoto Audio-Visual Philippines Inc.	Philippines	Parent is major shareholder, common director
Key management personnel		Persons having authority and responsibility for planning directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group/ Company.

<b>Significant transactions with related parties</b> <b>Year ended 30 September</b>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
Sales of goods	1,951,745	1,360,970	1,951,743	1,360,357
Purchases of goods and property, plant and equipment	61,564	128,051	59,678	124,626
Service fees	306,306	266,706	303,519	264,374
Technical fees	6,492	9,713	5,459	7,493
Other income	1,572	3,489	1,572	3,489
<b>Subsidiary</b>				
Sales of goods	-	-	257	185
Purchases of goods and property, plant and equipment	-	-	132,838	131,112
Dividend income	-	-	50,000	50,000
Other income	-	-	50	-
<b>Other related parties</b>				
Sales of goods	116,647	819,180	116,647	819,180
Other income	2,485	-	2,485	-
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefits	89,088	63,336	20,902	32,692
Post-employment benefits	173	117	45	56
Total key management personnel compensation	<b>89,261</b>	<b>63,453</b>	<b>20,947</b>	<b>32,748</b>



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Balances as at 30 September with related parties were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<b><i>Trade accounts receivable</i></b>				
Parent	362,954	307,455	362,954	307,455
Subsidiary	-	-	49	9
Other related parties	35,302	37,511	35,302	37,511
<b>Total</b>	<b>398,256</b>	<b>344,966</b>	<b>398,305</b>	<b>344,975</b>
<b><i>Other receivables</i></b>				
Parent	5,085	30	5,085	30
Subsidiary	-	-	-	34
Other related parties	15,200	1	15,200	1
<b>Total</b>	<b>20,285</b>	<b>31</b>	<b>20,285</b>	<b>65</b>
<b><i>Trade accounts payable</i></b>				
Parent	8,080	10,247	8,080	9,788
Subsidiary	-	-	27,496	22,080
Other related parties	-	709	-	709
<b>Total</b>	<b>8,080</b>	<b>10,956</b>	<b>35,576</b>	<b>32,577</b>
<b><i>Other payables</i></b>				
Parent	98,764	60,180	97,290	58,059
Other related parties	143	226	143	226
<b>Total</b>	<b>98,907</b>	<b>60,406</b>	<b>97,433</b>	<b>58,285</b>
<b><i>Payables for property, plant and equipment</i></b>				
Parent	21	17,870	21	16,304
<b>Total</b>	<b>21</b>	<b>17,870</b>	<b>21</b>	<b>16,304</b>

***Significant agreements with related parties***

As at 30 September 2022, the parent company has guaranteed USD 6.1 million (*equivalent to Baht 232.21 million*) and Baht 775 million of credit facilities extended by the financial institutions to the Company (30 September 2021: USD 6.1 million (*equivalent to Baht 207.95 million*) and Baht 775 million).

***Service agreements***

The Company and its subsidiary have entered into service agreements with the parent company whereby the parent company agrees to provide full assistance and furnish the Company and its subsidiary with all technical advice and business support for the production and marketing of electronic parts. Under the term of the agreements, the Company agrees to pay a fee equal to 1% - 2% and the subsidiary agrees to pay a fee equal to 0.75% of total sales in each fiscal year. The agreements are automatically renewed on a year-to-year basis, unless either of the parties hereto gives the other party prior written notice.

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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The Company has entered into providing Enterprise Resource Planning (ERP) service agreement with the parent company. The parent company had purchased ERP system which would be able to improve productivity by simplifying manufacturing processes and save cost. The parent company grant the company permission to use ERP system through the cloud service and the Company use ERP service such as Accounting, Financial, Material management, Production, Planning & Control and Sales & distribution operation under the term of the agreement, the Company agrees to pay the service fee according to the size of using. The agreement shall be one year and shall be extended automatically for successive periods of one year each unless either party gives the other party notice of non-extension in writing at least thirty days prior to the expiration of the original or any extended term of this Agreement. This agreement was terminated on 30 September 2022.

**5 Cash and cash equivalents**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Cash on hand	480	382	249	152
Cash at banks	2,743,152	2,426,781	2,543,476	2,091,802
<b>Cash and cash equivalents in the statement of cash flows</b>	<b>2,743,632</b>	<b>2,427,163</b>	<b>2,543,725</b>	<b>2,091,954</b>

**6 Trade accounts receivable**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
<i>At 30 September</i>	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Within credit terms	2,662,058	1,861,146	2,266,590	1,419,828
Overdue:				
1 - 30 days	1,651	15	1,212	15
31 - 60	-	-	-	-
61 - 90 days	1,359	-	1,359	-
91 - 120 days	955	-	955	-
121 - 365 days	1,541	-	1,541	-
More than 365 days	-	838	-	838
<b>Total</b>	<b>2,667,564</b>	<b>1,861,999</b>	<b>2,271,657</b>	<b>1,420,681</b>

**7 Inventories**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Raw materials	764,105	718,836	539,026	539,281
Work in process	299,951	279,906	166,240	149,178
Finished goods	547,057	466,824	330,815	364,733
Supplies	54,350	65,264	42,995	55,391
Goods in transit	94,224	61,621	69,425	31,714
	<b>1,759,687</b>	<b>1,592,451</b>	<b>1,148,501</b>	<b>1,140,297</b>
<i>Less allowance for decline in value</i>	<i>(56,624)</i>	<i>(38,202)</i>	<i>(23,321)</i>	<i>(36,606)</i>
<b>Net</b>	<b>1,703,063</b>	<b>1,554,249</b>	<b>1,125,180</b>	<b>1,103,691</b>

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	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Inventories recognised in ‘cost of sales of goods’:				
- Cost	16,944,857	15,601,999	14,468,197	13,189,137
- Write-down to net realisable value	18,422	-	-	-
- Reversal of write-down	-	(984)	(13,285)	(591)
<b>Net</b>	<b><u>16,963,279</u></b>	<b><u>15,601,015</u></b>	<b><u>14,454,912</u></b>	<b><u>13,188,546</u></b>

**8 Investment in subsidiary**

	<b>Ownership interest</b>		<b>Paid-up capital</b>		<b>Cost method</b>		<b>Dividend income</b>	
	2022	2021	2022	2021	2022	2021	2022	2021
	<i>(%)</i>				<i>(in thousand Baht)</i>			
<b>Subsidiary</b>								
Sima								
Technology								
Co., Ltd.	99.99	99.99	300,000	300,000	299,998	299,998	50,000	50,000

Subsidiary engages in manufacture of electronic parts and was incorporated in Thailand. It isn't publicly listed consequently do not has published price quotation.



**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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**For the year ended 30 September 2022**

**9 Property, plant and equipment**

	Consolidated financial statements							
	Land	Land improvements	Buildings and structures	Machinery & equipment (in thousand Baht)	Transportation equipment	Furniture, fixtures and office equipment	Construction in progress	Total
<b>Cost</b>								
At 1 October 2020	288,879	41,943	3,389,035	6,089,728	29,401	127,387	68,246	10,034,619
Additions	133,850	6,000	5,867	134,707	49,117	15,148	361,967	706,656
Transfers, net	-	-	81,800	82,015	-	332	(164,147)	-
Disposals and write-off	-	-	(10,862)	(58,616)	(70)	(154)	-	(69,702)
<b>At 30 September 2021 and 1 October 2021</b>	<b>422,729</b>	<b>47,943</b>	<b>3,465,840</b>	<b>6,247,834</b>	<b>78,448</b>	<b>142,713</b>	<b>266,066</b>	<b>10,671,573</b>
Additions	-	-	13,780	135,282	7,078	20,742	275,595	452,477
Transfers, net	-	-	371,685	126,843	-	291	(498,819)	-
Disposals and write-off	-	-	(18,402)	(43,275)	(7,621)	(2,190)	-	(71,488)
<b>At 30 September 2022</b>	<b>422,729</b>	<b>47,943</b>	<b>3,832,903</b>	<b>6,466,684</b>	<b>77,905</b>	<b>161,556</b>	<b>42,842</b>	<b>11,052,562</b>
<b>Depreciation and impairment losses</b>								
At 1 October 2020	-	40,172	2,337,807	5,352,688	6,801	110,923	-	7,848,391
Depreciation charge for the year	2,542	1,377	107,163	258,948	18,414	9,261	-	397,705
Disposals and write-off	-	-	(3,193)	(54,821)	(62)	(154)	-	(58,230)
<b>At 30 September 2021 and 1 October 2021</b>	<b>2,542</b>	<b>41,549</b>	<b>2,441,777</b>	<b>5,556,815</b>	<b>25,153</b>	<b>120,030</b>	<b>-</b>	<b>8,187,866</b>
Depreciation charge for the year	2,542	1,472	117,574	254,081	20,404	11,558	-	407,631
Disposals and write-off	-	-	(14,044)	(43,274)	(7,596)	(2,188)	-	(67,102)
<b>At 30 September 2022</b>	<b>5,084</b>	<b>43,021</b>	<b>2,545,307</b>	<b>5,767,622</b>	<b>37,961</b>	<b>129,400</b>	<b>-</b>	<b>8,528,395</b>

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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**For the year ended 30 September 2022**

Consolidated financial statements								
	Land	Land improvements	Buildings and structures	Machinery & equipment (in thousand Baht)	Transportation equipment	Furniture, fixtures and office equipment	Construction in progress	Total
<i>Net book value</i>								
<b>At 30 September 2021</b>								
Owned assets	412,350	6,394	1,021,273	497,231	77	22,337	266,066	2,225,728
Right-of-use assets	7,837	-	2,790	193,788	53,218	346	-	257,979
	<u>420,187</u>	<u>6,394</u>	<u>1,024,063</u>	<u>691,019</u>	<u>53,295</u>	<u>22,683</u>	<u>266,066</u>	<u>2,483,707</u>
<b>At 30 September 2022</b>								
Owned assets	412,350	4,922	1,270,645	698,967	57	31,849	42,842	2,461,632
Right-of-use assets	5,295	-	16,951	95	39,887	307	-	62,535
	<u>417,645</u>	<u>4,922</u>	<u>1,287,596</u>	<u>699,062</u>	<u>39,944</u>	<u>32,156</u>	<u>42,842</u>	<u>2,524,167</u>

The gross amount of the Group's fully depreciated property, plant and equipment that was still in use as at 30 September 2022 amounted to Baht 6,136 million (2021: Baht 5,407 million).

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the financial statements**  
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	Separate financial statements							
	Land	Land improvements	Buildings and structures	Machinery & equipment (in thousand Baht)	Transportation equipment	Furniture, fixtures and office equipment	Construction in progress	Total
<b>Cost</b>								
At 1 October 2020	257,186	41,943	2,348,725	4,085,703	24,176	110,802	67,831	6,936,366
Additions	133,850	6,000	2,998	65,175	42,738	13,952	322,875	587,588
Transfers, net	-	-	81,205	46,390	-	269	(127,864)	-
Disposals and write-off	-	-	(10,862)	(58,616)	(70)	(39)	-	(69,587)
<b>At 30 September 2021 and 1 October 2021</b>	<b>391,036</b>	<b>47,943</b>	<b>2,422,066</b>	<b>4,138,652</b>	<b>66,844</b>	<b>124,984</b>	<b>262,842</b>	<b>7,454,367</b>
Additions	-	-	-	42,847	-	17,180	178,164	238,191
Transfers, net	-	-	361,087	39,133	-	22	(400,242)	-
Disposals and write-off	-	-	(18,138)	(34,099)	(6,127)	(2,188)	-	(60,552)
<b>At 30 September 2022</b>	<b>391,036</b>	<b>47,943</b>	<b>2,765,015</b>	<b>4,186,533</b>	<b>60,717</b>	<b>139,998</b>	<b>40,764</b>	<b>7,632,006</b>
<b>Depreciation and impairment losses</b>								
At 1 October 2020	-	40,172	1,611,737	3,637,020	3,868	95,564	-	5,388,361
Depreciation charge for the year	2,542	1,377	61,499	169,999	15,670	8,583	-	259,670
Disposals and write-off	-	-	(3,193)	(54,821)	(62)	(39)	-	(58,115)
<b>At 30 September 2021 and 1 October 2021</b>	<b>2,542</b>	<b>41,549</b>	<b>1,670,043</b>	<b>3,752,198</b>	<b>19,476</b>	<b>104,108</b>	<b>-</b>	<b>5,589,916</b>
Depreciation charge for the year	2,542	1,472	72,430	142,474	15,168	10,279	-	244,365
Disposals and write-off	-	-	(13,780)	(34,099)	(6,103)	(2,186)	-	(56,168)
<b>At 30 September 2022</b>	<b>5,084</b>	<b>43,021</b>	<b>1,728,693</b>	<b>3,860,573</b>	<b>28,541</b>	<b>112,201</b>	<b>-</b>	<b>5,778,113</b>



**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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	Separate financial statements					Furniture, fixtures and office equipment	Construction in progress	Total
	Land	Land improvements	Buildings and structures	Machinery & equipment (in thousand Baht)	Transportation equipment			
<i>Net book value</i>								
<b>At 30 September 2021</b>								
Owned assets	380,657	6,394	752,023	386,454	74	20,876	262,842	1,809,320
Right-of-use assets	7,837	-	-	-	47,294	-	-	55,131
	<u>388,494</u>	<u>6,394</u>	<u>752,023</u>	<u>386,454</u>	<u>47,368</u>	<u>20,876</u>	<u>262,842</u>	<u>1,864,451</u>
<b>At 30 September 2022</b>								
Owned assets	380,657	4,922	1,036,322	325,960	56	27,797	40,764	1,816,478
Right-of-use assets	5,295	-	-	-	32,120	-	-	37,415
	<u>385,952</u>	<u>4,922</u>	<u>1,036,322</u>	<u>325,960</u>	<u>32,176</u>	<u>27,797</u>	<u>40,764</u>	<u>1,853,893</u>

The gross amount of the Company's fully depreciated property, plant and equipment that was still in use as at 30 September 2022 amounted to Baht 4,312 million (2021: Baht 3,579 million).

The Group leases land and transportation equipment for 3 years to 5 years, with extension options at the end of lease term. The rental is payable monthly as specified in the contract.

During 2022, the Group leased buildings and structures, machinery & equipment and furniture, fixtures and office equipment for 3 years to 5 years and paid fixed lease payment over the lease term. These payment terms are common in Thailand.

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the financial statements**  
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<i>Year ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<b><i>Amounts recognised in profit or loss</i></b>				
Depreciation of right-of-use assets:				
- Land	2,542	2,542	2,542	2,542
- Buildings and structures	1,868	822	-	-
- Machinery & equipment	82,472	58,092	-	-
- Transportation equipment	20,424	18,389	15,154	15,652
- Furniture, fixtures and office equipment	77	40	-	-
Interest on lease liabilities	6,907	6,540	748	844
Expenses relating to short-term leases and leases of low-value assets	4,998	18,241	4,055	16,616

In 2022, total cash outflow for leases of the Group and the Company were Baht 94.0 million and Baht 22.3 million, respectively (2021: Baht 93.9 million and Baht 18.7 million, respectively).

**10 Interest-bearing liabilities**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Lease liabilities	330,572	274,116	37,937	55,476
<b>Total</b>	<b>330,572</b>	<b>274,116</b>	<b>37,937</b>	<b>55,476</b>

As at 30 September 2022, the Company has unutilised credit facilities (short-term loan and letter of guarantee) of Baht 1,603 million (2021: Baht 1,579 million).

**11 Non-current provisions for employee benefits**

<i>At 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Post-employment benefits	345,745	371,232	280,756	302,669

***Defined benefit plan***

The Group and the Company operate a defined benefit plans based on the requirement of Thai Labour Protection Act B.E. 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service. The defined benefit plans expose the Group to actuarial risks, such as longevity risk, currency risk and interest rate risk and market (investment) risk.

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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<i>Present value of the defined benefit obligations</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
At the beginning of the year	371,232	378,726	302,669	319,114
<b><i>Recognised in profit or loss</i></b>				
Current service cost	23,526	23,648	18,585	19,412
Interest on obligation	7,319	5,584	5,887	4,630
Curtailment loss	2,965	583	1,039	583
	<u>33,810</u>	<u>29,815</u>	<u>25,511</u>	<u>24,625</u>
<b><i>Recognised in other comprehensive income</i></b>				
Actuarial (gain) loss				
- Financial assumptions	(34,538)	(17,722)	(27,136)	(13,959)
- Experience adjustment	(796)	8,110	(1,908)	(1,031)
	<u>(35,334)</u>	<u>(9,612)</u>	<u>(29,044)</u>	<u>(14,990)</u>
Benefit paid	<u>(23,963)</u>	<u>(27,697)</u>	<u>(18,380)</u>	<u>(26,080)</u>
	(23,963)	(27,697)	(18,380)	(26,080)
<b>At the end of the year</b>	<b><u>345,745</u></b>	<b><u>371,232</u></b>	<b><u>280,756</u></b>	<b><u>302,669</u></b>

<i>Principal actuarial assumptions</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Discount rate	3.1, 3.2	2.0, 2.1	3.1	2.0
Future salary growth	2.5, 4.0	2.5, 4.0	4.0	4.0
Employee turnover	0 - 17.0	0 - 17.0	0 - 17.0	0 - 17.0

Assumptions regarding future mortality have been based on published statistics and mortality tables.

At 30 September 2022, the weighted-average duration of the defined benefit obligation were during 9 to 10 years (2021: 10 to 11 years).

***Sensitivity analysis***

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

<i>Effect to the defined benefit obligation At 30 September</i>	<b>Consolidated financial statements</b>			
	<i>0.5% increase in assumption</i>		<i>0.5% decrease in assumption</i>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Discount rate	(14,057)	(16,716)	15,047	17,962
Future salary growth	14,075	16,649	(13,277)	(15,658)
Employee turnover	(13,921)	(16,489)	7,800	9,619

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the financial statements**  
**For the year ended 30 September 2022**

<i>Effect to the defined benefit obligation At 30 September</i>	<b>Separate financial statements</b>			
	<i>0.5% increase in assumption</i>		<i>0.5% decrease in assumption</i>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Discount rate	(11,052)	(13,220)	11,826	14,199
Future salary growth	11,085	13,172	(10,464)	(12,396)
Employee turnover	(10,924)	(13,019)	6,065	7,518

## **12 Share capital**

### *Share premium*

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account ("share premium"). Share premium is not available for dividend distribution.

## **13 Legal reserve**

Section 116 of the Public Limited Companies Act B.E. 2535 (1992) requires that a public company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward, to a reserve account ("legal reserve"), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividend distribution.

## **14 Segment information and disaggregation of revenue**

Management determined that the Group has three reportable segments which are the Group's strategic divisions for different products, and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments.

- *Segment 1* Electric parts for automotive business
- *Segment 2* Electronic parts for office automation business
- *Segment 3* Other business

Each segment's performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group's CODM. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the financial statements**  
**For the year ended 30 September 2022**

Year ended 30 September	Consolidated financial statements											
	Electric parts for automotive		Electronic parts for office automation		Other electronic parts		Total		Eliminations		Net	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	(in million Baht)											
<b>Information about reportable segments</b>												
External revenue	3,928	3,786	14,097	12,283	532	944	18,557	17,013	-	-	18,557	17,013
Inter-segment revenue	25	30	108	101	-	-	133	131	(133)	(131)	-	-
<b>Total revenue</b>	<b>3,953</b>	<b>3,816</b>	<b>14,205</b>	<b>12,384</b>	<b>532</b>	<b>944</b>	<b>18,690</b>	<b>17,144</b>	<b>(133)</b>	<b>(131)</b>	<b>18,557</b>	<b>17,013</b>
<b>Disaggregation of revenue</b>												
<b>Primary geographical markets</b>												
Thailand	1,076	1,038	11,659	9,852	463	513	13,198	11,403	-	-	13,198	11,403
Japan	2,667	1,876	2,428	2,430	69	427	5,164	4,733	-	-	5,164	4,733
US	87	106	-	-	-	-	87	106	-	-	87	106
Other	98	766	10	1	-	4	108	771	-	-	108	771
<b>Total revenue</b>	<b>3,928</b>	<b>3,786</b>	<b>14,097</b>	<b>12,283</b>	<b>532</b>	<b>944</b>	<b>18,557</b>	<b>17,013</b>	<b>-</b>	<b>-</b>	<b>18,557</b>	<b>17,013</b>
<b>Timing of revenue recognition</b>												
At a point in time	3,928	3,786	14,097	12,283	532	944	18,557	17,013	-	-	18,557	17,013
<b>Total revenue</b>	<b>3,928</b>	<b>3,786</b>	<b>14,097</b>	<b>12,283</b>	<b>532</b>	<b>944</b>	<b>18,557</b>	<b>17,013</b>	<b>-</b>	<b>-</b>	<b>18,557</b>	<b>17,013</b>
Segment profit (loss) before income tax	193	100	754	696	23	14	970	810	(50)	(50)	920	760
Interest income	1	1	2	2	-	-	3	3	-	-	3	3
Interest expense	-	(1)	(7)	(6)	-	-	(7)	(7)	-	-	(7)	(7)
Depreciation and amortisation	(117)	(70)	(274)	(297)	(25)	(42)	(415)	(409)	-	-	(415)	(409)
Tax expense	(42)	(28)	(164)	(84)	(10)	(7)	(216)	(119)	-	-	(216)	(119)
Segment assets	1,044	672	4,046	3,188	1,220	1,147	6,310	5,007	(29)	(23)	6,281	4,984
Segment liabilities	(381)	(342)	(1,933)	(1,305)	(104)	(98)	(2,418)	(1,745)	27	22	(2,391)	(1,723)



**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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For the year ended 30 September	Separate financial statements							
	Electric parts for automotive		Electronic parts for office automation		Other electronic parts		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
	(in million Baht)							
Disaggregation of revenue								
Primary geographical markets								
Thailand	935	929	11,659	9,852	463	513	13,057	11,294
Japan	2,667	1,876	14	26	9	392	2,690	2,294
US	87	106	-	-	-	-	87	106
Other	98	766	10	1	-	4	108	771
Total revenue	3,787	3,677	11,683	9,879	472	909	15,942	14,465
Timing of revenue recognition								
At a point in time	3,787	3,677	11,683	9,879	472	909	15,942	14,465
Total revenue	3,787	3,677	11,683	9,879	472	909	15,942	14,465

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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***Reconciliations of reportable segment assets and liabilities***

	<b>Consolidated financial statements</b>			
	<b>Assets</b>		<b>Liabilities</b>	
	2022	2021	2022	2021
	<i>(in million Baht)</i>			
Reportable segments	6,281	4,984	2,391	1,723
Other unallocated amounts	3,556	3,611	1,033	900
<b>Total</b>	<b>9,837</b>	<b>8,595</b>	<b>3,424</b>	<b>2,623</b>

***Geographical segments***

Segments 1,2 and 3 are managed on a worldwide basis but operate manufacturing facilities and sales offices in Thailand.

***Major customer***

Revenues from three customers of the Group's Electronic parts for automotive, Electronic parts for office automation and other electronic parts segments represents approximately Baht 16,021 million (2021: Baht 13,613 million) of the Group's total revenue.

***Promotional privileges***

The Company has been granted promotional certificates by the Office of the Board of Investment for manufacturing of metal, plastic, and assembly parts of electronic parts. The Company has been granted several privileges including exemption import duty of necessary material used in production of promoted products for export and exception from payment of import duty on machinery approved by the Board throughout the period of the privileges, which the Company must comply with.

The subsidiary has been granted promotional certificates by the Office of the Board of Investment for manufacturing of electronic parts. The Company has been granted several privileges including exemption import duty of necessary material used in production of promoted products for export and exception from payment of import duty on machinery approved by the Board throughout the period of the privileges.

**15 Expenses by nature**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Changes in inventories of finished goods and work in progress	100,278	76,243	(16,856)	71,821
Raw materials and consumables used	13,661,248	12,327,427	12,031,846	10,764,113
Employee benefit expenses	2,117,348	2,107,630	1,665,910	1,688,582
Depreciation and amortisation	421,158	409,335	255,582	269,121
Service fees	308,142	272,006	305,637	269,942
Transportation expenses	57,801	59,724	53,022	52,206
Lease-related expenses	18,569	31,401	17,594	29,558
Professional fees	12,813	9,534	7,564	6,063
Others	1,074,996	1,093,986	876,741	726,335
<b>Total cost of sales of goods, distribution costs and administrative expenses</b>	<b>17,772,353</b>	<b>16,387,286</b>	<b>15,197,040</b>	<b>13,877,741</b>

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the financial statements**  
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**16 Income tax**

<i>Income tax recognised in profit or loss</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<b>Current tax expense</b>				
Current year	177,764	153,833	152,681	134,605
Under provided in prior years	25,994	-	19,772	-
	<u>203,758</u>	<u>153,833</u>	<u>172,453</u>	<u>134,605</u>
<b>Deferred tax expense</b>				
Movements in temporary differences	12,063	(35,287)	12,691	(28,400)
	<u>215,821</u>	<u>118,546</u>	<u>185,144</u>	<u>106,205</u>

<b>Consolidated financial statements</b>						
	2022		2021			
<i>Income tax</i>	Before tax	Tax expense	Net of tax	Before tax	Tax expense	Net of tax
			<i>(in thousand Baht)</i>			
<b>Recognised in other comprehensive income</b>						
Defined benefit plan actuarial gains	35,334	(7,067)	28,267	9,612	(1,923)	7,689
<b>Total</b>	<u>35,334</u>	<u>(7,067)</u>	<u>28,267</u>	<u>9,612</u>	<u>(1,923)</u>	<u>7,689</u>

<b>Separate financial statements</b>						
	2022		2021			
<i>Income tax</i>	Before tax	Tax expense	Net of tax	Before tax	Tax expense	Net of tax
			<i>(in thousand Baht)</i>			
<b>Recognised in other comprehensive income</b>						
Defined benefit plan actuarial gains	29,044	(5,809)	23,235	14,990	(2,998)	11,992
<b>Total</b>	<u>29,044</u>	<u>(5,809)</u>	<u>23,235</u>	<u>14,990</u>	<u>(2,998)</u>	<u>11,992</u>

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**Reconciliation of  
effective tax rate**

	Consolidated financial statements				Separate financial statements			
	2022	2021	2022	2021	2022	2021	2022	2021
	Rate (%)	(in thousand Baht)	Rate (%)	(in thousand Baht)	Rate (%)	(in thousand Baht)	Rate (%)	(in thousand Baht)
Profit before income tax expense		<u>920,457</u>		<u>760,327</u>		<u>843,392</u>		<u>751,602</u>
Income tax using the Thai corporation tax rate	20	184,091	20	152,065	20	168,678	20	150,320
Income not subject to tax		-		-		(10,000)		(10,000)
Expenses additionally deductible for tax purposes		(1,132)		(1,150)		(856)		(1,150)
Expenses not deductible for tax purposes and others		6,868		8,763		7,550		1,907
Temporary difference which deferred tax was recognised		-		(41,132)		-		(34,872)
Under provided in prior years		25,994		-		19,772		-
<b>Total</b>	<b>23</b>	<b><u>215,821</u></b>	<b>16</b>	<b><u>118,546</u></b>	<b>22</b>	<b><u>185,144</u></b>	<b>14</b>	<b><u>106,205</u></b>

<b>Deferred tax At 30 September</b>	Consolidated financial statements			
	Assets		Liabilities	
	2022	2021	2022	2021
	(in thousand Baht)			
Total	76,901	82,722	(63,542)	(50,233)
Set off of tax	(60,920)	(50,233)	60,920	50,233
<b>Net deferred tax assets (liabilities)</b>	<b><u>15,981</u></b>	<b><u>32,489</u></b>	<b><u>(2,622)</u></b>	<b><u>-</u></b>

<b>Deferred tax At 30 September</b>	Separate financial statements			
	Assets		Liabilities	
	2022	2021	2022	2021
	(in thousand Baht)			
Total	60,920	67,924	(63,542)	(52,046)
Set off of tax	(60,920)	(52,046)	60,920	52,046
<b>Net deferred tax assets (liabilities)</b>	<b><u>-</u></b>	<b><u>15,878</u></b>	<b><u>(2,622)</u></b>	<b><u>-</u></b>

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	At the beginning of the year	Consolidated financial statements (Charged) / Credited to		At the end of the year
		Profit or loss (in thousand Baht)	Other comprehensive income	
<b>Deferred tax</b>				
<b>2022</b>				
<b>Deferred tax assets</b>				
Inventories	7,321	(2,620)	-	4,701
Non-current provisions for employee benefits	74,246	1,969	(7,067)	69,148
Lease liabilities	1,155	962	-	2,117
<b>Total</b>	<b>82,722</b>	<b>311</b>	<b>(7,067)</b>	<b>75,966</b>
<b>Deferred tax liability</b>				
Property, plant and equipment	(50,233)	(12,374)	-	(62,607)
<b>Total</b>	<b>(50,233)</b>	<b>(12,374)</b>	<b>-</b>	<b>(62,607)</b>
<b>Net</b>	<b>32,489</b>	<b>(12,063)</b>	<b>(7,067)</b>	<b>13,359</b>
<b>2021</b>				
<b>Deferred tax assets</b>				
Inventories	5,508	1,813	-	7,321
Non-current provisions for employee benefits	36,807	39,362	(1,923)	74,246
Lease liabilities	-	1,155	-	1,155
<b>Total</b>	<b>42,315</b>	<b>42,330</b>	<b>(1,923)</b>	<b>82,722</b>
<b>Deferred tax liabilities</b>				
Property, plant and equipment	(43,080)	(7,153)	-	(50,233)
Lease liabilities	(111)	111	-	-
<b>Total</b>	<b>(43,191)</b>	<b>(7,042)</b>	<b>-</b>	<b>(50,233)</b>
<b>Net</b>	<b>(876)</b>	<b>35,288</b>	<b>(1,923)</b>	<b>32,489</b>
<b>Separate financial statements</b>				
<b>(Charged) / Credited to</b>				
	At the beginning of the year			At the end of the year
		Profit or loss (in thousand Baht)	Other comprehensive income	
<b>Deferred tax</b>				
<b>2022</b>				
<b>Deferred tax assets</b>				
Inventories	7,321	(2,657)	-	4,664
Non-current provisions for employee benefits	60,534	1,426	(5,809)	56,151
Lease liabilities	69	36	-	105
<b>Total</b>	<b>67,924</b>	<b>(1,195)</b>	<b>(5,809)</b>	<b>60,920</b>
<b>Deferred tax liabilities</b>				
Property, plant and equipment	(52,046)	(11,496)	-	(63,542)
<b>Total</b>	<b>(52,046)</b>	<b>(11,496)</b>	<b>-</b>	<b>(63,542)</b>
<b>Net</b>	<b>15,878</b>	<b>(12,691)</b>	<b>(5,809)</b>	<b>(2,622)</b>



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	At the beginning of the year	Separate financial statements (Charged) / Credited to		At the end of the year
		Profit or loss (in thousand Baht)	Other comprehensive income	
<i>Deferred tax</i>				
<i>2021</i>				
<i>Deferred tax assets</i>				
Inventories	5,508	1,813	-	7,321
Non-current provisions for employee benefits	30,882	32,650	(2,998)	60,534
Lease liabilities	-	69	-	69
<b>Total</b>	<b>36,390</b>	<b>34,532</b>	<b>(2,998)</b>	<b>67,924</b>
<i>Deferred tax liabilities</i>				
Property, plant and equipment	(45,914)	(6,132)	-	(52,046)
<b>Total</b>	<b>(45,914)</b>	<b>(6,132)</b>	<b>-</b>	<b>(52,046)</b>
<b>Net</b>	<b>(9,524)</b>	<b>28,400</b>	<b>(2,998)</b>	<b>15,878</b>

**17 Basic earnings per share**

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
	(in thousand Baht / thousand shares)			
Profit attributable to ordinary shareholders of the Company (basic)	<u>704,636</u>	<u>641,781</u>	<u>658,248</u>	<u>645,396</u>
Number of ordinary shares outstanding at 30 September	<u>20,898</u>	<u>20,898</u>	<u>20,898</u>	<u>20,898</u>
Earnings per share (basic) (in Baht)	<u>33.72</u>	<u>30.71</u>	<u>31.50</u>	<u>30.88</u>

**18 Dividends**

Details of dividends during 2022 and 2021 are as follows:

	Approval date	Payment schedule	Dividend rate per share (in Baht)	Amount (in million Baht)
<i>2022</i>				
2021 Annual dividend	28 January 2022	25 February 2022	<u>14</u>	<u>293</u>
<i>2021</i>				
2020 Annual dividend	28 January 2021	25 February 2021	<u>10</u>	<u>209</u>

**Muramoto Electron (Thailand) Public Company Limited and its Subsidiary**  
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**19 Financial instruments**

**(a) Carrying amounts and fair values**

As at 30 September 2022 and 2021, the carrying amount of financial assets and liabilities are reasonable approximation of fair value.

**(b) Financial risk management policies**

***Risk management framework***

The Group's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The board of directors has established the risk management committee, which is responsible for developing and monitoring the Group's risk management policies. The committee reports regularly to the board of directors on its activities.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed twice a year to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Group audit committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The Group audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

**(b.1) Credit risk**

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers.

**(b.1.1) Trade accounts receivable**

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry in which customers operate.

The risk management committee has established a credit policy under which each new customer is analysed individually for creditworthiness before the Group's commercial terms and conditions are offered.

The Group limits its exposure to credit risk from trade accounts receivables by establishing a maximum payment period of 3 months. Outstanding trade receivables are regularly monitored by the Group. An impairment analysis is performed by the Group at each reporting date. The provision rates of expected credit loss are based on days past due for individual trade receivables to reflect differences between economic conditions in the past, current conditions and the Group's view of economic conditions over the expected lives of the receivables.

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Information relevant to trade accounts receivables are disclosed in note 6 .

(b.1.2) Cash and cash equivalent

The Group's exposure to credit risk arising from cash and cash equivalents is limited because the counterparties are banks and financial institutions which the Group considers to have low credit risk.

(b.2) *Liquidity risk*

The Group monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Group's operations and to mitigate the effects of fluctuations in cash flows.

The following table are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted and include contractual interest payments and exclude the impact of netting agreements.

<b>Consolidated financial statements</b>				
Contractual cash flows				
		1 year	More than 1 year	
<i>At 30 September</i>	Carrying amount	or less	but less than 5 years	Total
		<i>(in thousand Baht)</i>		
<b>2022</b>				
<b>Non-derivative financial liabilities</b>				
Trade accounts payable	2,216,969	2,216,969	-	2,216,969
Lease liabilities	330,572	111,122	235,811	346,933
	<u>2,547,541</u>	<u>2,328,091</u>	<u>235,811</u>	<u>2,563,902</u>
<b>2021</b>				
<b>Non-derivative financial liabilities</b>				
Trade accounts payable	1,551,182	1,573,263	-	1,573,263
Lease liabilities	274,116	95,531	192,440	287,971
	<u>1,825,298</u>	<u>1,668,794</u>	<u>192,440</u>	<u>1,861,234</u>
<b>Separate financial statements</b>				
Contractual cash flows				
		1 year	More than 1 year	
<i>At 30 September</i>	Carrying amount	or less	but less than 5 years	Total
		<i>(in thousand Baht)</i>		
<b>2022</b>				
<b>Non-derivative financial liabilities</b>				
Trade accounts payable	2,038,548	2,038,548	-	2,038,548
Lease liabilities	37,937	14,939	23,853	38,792
	<u>2,076,485</u>	<u>2,053,487</u>	<u>23,853</u>	<u>2,077,340</u>

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		Separate financial statements		
		Contractual cash flows		
		More than 1 year		
<i>At 30 September</i>	Carrying amount	1 year or less	but less than 5 years	Total
		<i>(in thousand Baht)</i>		
<b>2021</b>				
<b>Non-derivative financial liabilities</b>				
Trade accounts payable	1,258,541	1,258,541	-	1,258,541
Lease liabilities	55,476	18,264	38,792	57,056
	<u>1,314,017</u>	<u>1,276,805</u>	<u>38,792</u>	<u>1,315,597</u>

**(b.3) Market risk**

The Group is exposed to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is as follows:

**(b.3.1) Foreign currency risk**

The Group is exposed to foreign currency risk relating to purchases and sales which are denominated in foreign currencies. The Group primarily utilises forward exchange contracts with maturities of less than one year to hedge such financial assets and liabilities denominated in foreign currencies. The forward exchange contracts entered into at the reporting date also relate to anticipated purchases and sales, denominated in foreign currencies, for subsequent period.

<b>Exposure to foreign currency at 30 September</b>	<b>Consolidated financial statements</b>			
	2022		2021	
	USD	JPY	USD	JPY
		<i>(in thousand Baht)</i>		
Cash and cash equivalents	77,071	193,423	148,736	200,601
Trade accounts receivable	161,888	294,221	106,705	259,688
Other receivables	16,352	4,859	563	30
Trade accounts payable	(300,057)	(26,911)	(210,579)	(60,249)
Other payables	(1,860)	(11,192)	(1,325)	(8,492)
Payables for property, plant and equipment	-	(917)	-	(17,870)
Lease liabilities	-	(232,283)	-	(161,622)
<b>Net statement of financial position exposure</b>	<u>(46,606)</u>	<u>221,200</u>	<u>44,100</u>	<u>212,086</u>

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<i>Exposure to foreign currency at 30 September</i>	<b>Separate financial statements</b>			
	2022		2021	
	USD	JPY (in thousand Baht)	USD	JPY
Cash and cash equivalents	77,071	190,956	148,736	198,191
Trade accounts receivable	161,888	278,974	106,705	254,448
Other receivables	16,352	4,848	563	30
Trade accounts payable	(299,559)	(16,361)	(198,784)	(45,611)
Other payables	(1,860)	(10,417)	(1,325)	(6,863)
Payables for property, plant and equipment	-	(21)	-	(16,304)
<b>Net statement of financial position exposure</b>	<b>(46,108)</b>	<b>447,979</b>	<b>55,895</b>	<b>383,891</b>

*Sensitivity analysis*

A reasonably possible strengthening (weakening) of Thai Baht against all other foreign currencies at the reporting date would have affected the measurement of financial instruments denominated in a foreign currency. This analysis assumes that all other variables, in particular interest rates, remain constant.

<i>Impact to profit or loss</i>	Movement (%)	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		Strengthening	Weakening (in thousand Baht)	Strengthening	Weakening
<i>At September 2022</i>					
USD	5	(2,330)	2,330	(2,305)	2,305
JPY	6	13,272	(13,272)	26,879	(26,879)
<i>At September 2021</i>					
USD	6	2,646	(2,646)	3,354	(3,354)
JPY	3	6,363	(6,363)	11,517	(11,517)

## **20 Capital management**

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board regularly monitors the return on capital by evaluating result from operating activities divided by total shareholders' equity, excluding non-controlling interests and also monitors the level of dividends to ordinary shareholders.



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**21 Commitments with non-related parties**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<b><i>Capital commitments</i></b>				
Building and other constructions	514	135,418	-	132,787
Machinery and equipment	128,593	28,233	119,402	24,322
Office equipment	276	1,069	-	1,069
Intangible assets	14,494	2,068	14,494	1,477
<b>Total</b>	<b><u>143,877</u></b>	<b><u>166,788</u></b>	<b><u>133,896</u></b>	<b><u>159,655</u></b>
<b><i>Other commitments</i></b>				
Short-term lease commitments and leases				
for low value assets	5,744	5,293	3,901	2,825
Bank guarantees	31,002	31,153	31,002	31,153

As at 30 September 2022, the Group had warehouse rental, car lease and office equipment agreements for various periods, which will expire during 2022 to 2027.

The Company had bank guarantee issued by various financial institutions for use of electricity, gasoline and accepted purchase orders for goods and supplies.