**Yuasa Battery (Thailand) Public Company Limited**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the three-month period ended March 31, 2025**

**“UNAUDITED”**

**1. THE COMPANY’S OPERATIONS AND GENERAL INFORMATION**

Yuasa Battery (Thailand) Public Company Limited (“the Company”) is incorporated in Thailand and has its registered office at No. 164, Moo 5, Soi Thedsaban 55, Sukhumvit Road, Tambol Taibanmai, Amphur Muangsamutprakan, Samutprakan. The Company was listed on The Stock Exchange of Thailand on August 9, 2002.

The Company’s major shareholder is GS Yuasa International Ltd, incorporated in Japan, with shareholdings of 40.69 percent. The Company’s ultimate shareholder is GS Yuasa Corporation, which was incorporated in Japan.

The principal businesses of the Company is engaged in the manufacture and distribution of batteries for automobiles and motorcycles.

The Company has extensive transactions and relationships with its related parties. Accordingly, the accompanying financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred had the Company operated without such affiliations.

**2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS**

2.1 These financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to the interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.

2.2 The statement of financial position as at December 31, 2024, presented herein for comparison, have been derived from the financial statements for the year then ended which had been previously audited.

2.3 The unaudited results of operations presented in the three-month period ended March 31, 2025 are not necessarily an indication nor anticipation of the operating results for the full year.

2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month period ended March 31, 2025 should be read in conjunction with the audited financial statements for the year ended December 31, 2024.

2.5 The English version of the interim financial statements have been prepared from the interim financial statements that is in the Thai language under law. In the event of a conflict or a difference in interpretation between the two languages, the Thai version of financial information shall prevail.

2.6 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements.

During the period, the Company adopted the revised financial reporting standards issued by the Federation of Accounting Professions, which are effective for fiscal years beginning on or after January 1, 2025. These revisions were made to align the standards with the International Financial Reporting Standards and involve amendments to accounting requirements, as follows:

- Thai Accounting Standard No. 1 “Presentation of Financial Statements”, amends to clarify the classification of liabilities as current or non-current, and to address non-current liabilities with covenants.

* Thai Accounting Standard No. 7 “Statement of Cash Flows” and Thai Financial Reporting Standard No. 7 “Financial Instruments: Disclosures”, require entities to disclose information about supplier financing arrangements and its related liquidity risk.
* Thai Financial Reporting Standard No. 16 “Leases”, introduces additional requirements for subsequent measurement of sale and leaseback transactions.
* Thai Financial Reporting Standard No. 17 “Insurance Contracts”, replaces Thai Financial Reporting Standard No.4 “Insurance Contracts”, and establishes principles for the recognition, measurement, presentation, and disclosure of insurance contracts.

The adoption of these financial reporting standards does not have any significant impact on the Company’s interim financial statements.

**3. MATERIAL ACCOUNTING POLICIES**

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2024.

**4.** **Related party transactions**

The Company had significant business transactions with related parties. Such transactions, which are summarized below, arose in the ordinary course of business. There were no significant changes in the transfer pricing policy of transactions with related parties.

Relationships with related parties are as follows:

| **Name of entities** | **Country of** | **Nature of relationships** |
| --- | --- | --- |
|  | **incorporation** |  |
|  |  |  |
| GS Yuasa International Ltd. | Japan | A major shareholder, 40.69% shareholding, and having a representative as a director of the Company |
| Siam GS Battery Co., Ltd. | Thailand | Common ultimate parent company |
| PT.Trimitra Baterai Prakasa Co., Ltd. | Indonesia | Common ultimate parent company |
| GS Yuasa Battery (Malaysia) Co., Ltd. | Malaysia | Common ultimate parent company |
| Tata Autocomp GY Battery Private Ltd. | India | Common ultimate parent company |
| Siam Battery (Shunde) Co., Ltd. | China | Common ultimate parent company |
| Yuasa Battery, Inc. | United States of America | Common ultimate parent company |
| GS Battery Vietnam Co., Ltd. | Vietnam | Common ultimate parent company |
| Inci GS Yuasa Aku Sanayi Ve Ticaret Co., Ltd. | Turkey | Common ultimate parent company |
| PT GS Battery Co., Ltd. | Indonesia | Common ultimate parent company |
| Taiwan Yuasa Battery Co., Ltd. | Taiwan | Common ultimate parent company |
| Key management |  | Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any director (whether executive or otherwise) of that company. |

Summaries significant business transactions with related parties are as follows:

**Unit : Thousand Baht**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **For the three-month periods** | | | **Pricing policy** |
|  | **ended March 31,** | | |  |
|  | **2025** |  | **2024** |  |
|  | **Baht** |  | **Baht** |  |
|  |  |  |  |  |
| Transactions with related parties |  |  |  |  |
| Sales of goods | 27,504 |  | 21,399 | Cost plus margin |
| Commission income | - |  | 551 | At an agreed price |
| Purchase of raw materials and goods | 77,262 |  | 70,580 | Market price |
| Royalty fee | 14,217 |  | 13,515 | Contract price |

The balances between the Company and those related parties are as follows:

**Unit : Thousand Baht**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **As at** |  | **As at** |
|  | **March 31,** |  | **December 31,** |
|  | **2025** |  | **2024** |
|  |  |  |  |
| **Trade receivables - related parties** (see Note 6) |  |  |  |
| Related parties | 15,801 |  | 19,596 |
| Total trade receivables - related parties | 15,801 |  | 19,596 |
|  |  |  |  |
| **Trade payables - related parties** (see Note 9) |  |  |  |
| Related parties | 55,041 |  | 64,559 |
|  |  |  |  |
| **Other payables - related parties** (see Note 9) |  |  |  |
| Related parties | 14,217 |  | 53,530 |
| Total trade and other payables - related parties | 69,258 |  | 118,089 |

**Directors and management’s benefits**

For the three-month periods ended March 31, 2025 and 2024, the Company had employee benefit expenses to their directors and management as below.

**Unit : Thousand Baht**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2025** |  | **2024** |
|  |  |  |  |
| Short-term employee benefits | 12,595 |  | 11,105 |
| Post-employment benefits | 394 |  | 391 |
| Total | 12,989 |  | 11,496 |

**5. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents as at March 31, 2025 and December 31, 2024, consist of:

**Unit : Thousand Baht**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **As at** |  | **As at** |
|  | **March 31,** |  | **December 31,** |
|  | **2025** |  | **2024** |
|  |  |  |  |
| Cash on hand | 8 |  | 35 |
| Cash at banks - current accounts | 2 |  | 30 |
| Cash at banks - savings accounts | 498,624 |  | 562,754 |
| Fixed deposit not exceeding 3 months | 50,000 |  | - |
| Total | 548,634 |  | 562,819 |

**6. Trade and other CURRENT receivables**

Trade and other current receivables as at March 31, 2025 and December 31, 2024, were as follows:

**Unit : Thousand Baht**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Note** | **As at** |  | **As at** |
|  |  | **March 31,** |  | **December 31,** |
|  |  | **2025** |  | **2024** |
|  |  |  |  |  |
| **Trade receivables - related parties** |  |  |  |  |
| Aged on the basis of due dates |  |  |  |  |
| Not yet due |  | 15,184 |  | 18,341 |
| Past due |  |  |  |  |
| Up to 3 months |  | 617 |  | 1,255 |
| Total trade receivables - related parties | 4 | 15,801 |  | 19,596 |
|  |  |  |  |  |
| **Trade receivables - other parties** |  |  |  |  |
| Aged on the basis of due dates |  |  |  |  |
| Not yet due |  | 308,053 |  | 283,131 |
| Past due |  |  |  |  |
| Up to 3 months |  | 40,426 |  | 50,094 |
| Over 12 months |  | 1,452 |  | 1,546 |
| Total |  | 349,931 |  | 334,771 |
| Less: Allowance for expected credit losses |  | (1,506) |  | (1,521) |
| Total trade receivables - other parties - net |  | 348,425 |  | 333,250 |
| Total trade receivables - net |  | 364,226 |  | 352,846 |
|  |  |  |  |  |
| **Other current receivables** |  |  |  |  |
| Prepaid expenses |  | 11,553 |  | 6,015 |
| Others |  | 18,728 |  | 16,867 |
| Total other current receivables |  | 30,281 |  | 22,882 |
| Trade and other current receivables |  | 394,507 |  | 375,728 |

The normal credit term is 30 to 90 days.

**7. INVENTORIES**

Inventories as at March 31, 2025 and December 31, 2024, consist of:

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Unit : Thousand Baht** | | | | | | |
|  | **Cost** | | **Allowance for diminution in value of inventories** | | **Inventories - net** | |
|  | **As at** | **As at** | **As at** | **As at** | **As at** | **As at** |
|  | **March 31,** | **December 31,** | **March 31,** | **December 31,** | **March 31,** | **December 31,** |
|  | **2025** | **2024** | **2025** | **2024** | **2025** | **2024** |
| Finished goods | 124,226 | 84,263 | (999) | (224) | 123,227 | 84,039 |
| Work in process | 44,416 | 39,439 | (170) | (506) | 44,246 | 38,933 |
| Semi-raw materials | 47,499 | 49,391 | - | - | 47,499 | 49,391 |
| Raw materials | 78,917 | 108,885 | (334) | (85) | 78,583 | 108,800 |
| Spare parts and  factory supplies | 22,859 | 21,702 | (1,995) | (2,190) | 20,864 | 19,512 |
| Goods in transit | 42,182 | 42,726 | - | - | 42,182 | 42,726 |
| Total | 360,099 | 346,406 | (3,498) | (3,005) | 356,601 | 343,401 |

As at March 31, 2025, the Company has reduced cost of inventories to reflect the net realizable value by Baht 0.5 million and recognized as expenses during the year.

As at December 31, 2024, the Company has not reduced cost of inventories to reflect the net realizable value. In addition, the Company reversed the write-down of cost of inventories by Baht 0.2 million and reduced the amount of inventories recognized as expenses during the year.

**8. PROPERTY, PLANT AND EQUIPMENT**

Movement of the property, plant and equipment for the three-month period ended March 31, 2025, were as follows:

|  |  |
| --- | --- |
| **Unit : Thousand Baht** | |
|  |  |
| **Net book value as at January 1, 2025** | 469,678 |
| Acquisitions during the period - at cost | 13,081 |
| Disposal during the period - net book value at disposal date | (364) |
| Depreciation for the period | (15,544) |
| Allowance for impairment | (1,864) |
| **Net book value as at March 31, 2025** | 464,987 |

As at March 31, 2025 and December 31, 2024, certain items of plant and equipment were fully depreciated but are still in use. The gross carrying amount before deducting accumulated depreciation and allowance for impairment loss of those assets amounted to approximately Baht 469 million and Baht 460 million, respectively.

**9. TRADE AND OTHER CURRENT PAYABLES**

Trade and other current payables as at March 31, 2025 and December 31, 2024, were as follows:

|  |  |  |  |
| --- | --- | --- | --- |
|  |  | **Unit : Thousand Baht** | |
|  | **Note** | **As at** | **As at** |
|  |  | **March 31,** | **December 31,** |
|  |  | **2025** | **2024** |
|  |  |  |  |
| Trade payables - related parties | 4 | 55,041 | 64,559 |
| Trade payables - other parties |  | 160,376 | 161,693 |
| Other payables - related parties | 4 | 14,217 | 53,530 |
| Other payables - other parties |  | 19,204 | 17,106 |
| Accrued expenses |  | 108,907 | 122,792 |
| Withholding tax payable |  | 1,856 | 8,980 |
| Others |  | 5,569 | 682 |
| Total |  | 365,170 | 429,342 |

**10. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFITS**

Movements of non-current provisions for employee benefits for the three-month period ended March 31, 2025, were as follows:

|  |  |
| --- | --- |
| **Unit : Thousand Baht** | |
|  |  |
| **Balance as at January 1, 2025** | 134,958 |
| Include in profit or loss : |  |
| Current service cost | 2,554 |
| Interest cost | 841 |
| **Balance as at March 31, 2025** | 138,353 |

**11. Segment information**

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance. The chief operating decision maker has been identified as Chief Executive Officer.

The Company is principally engaged in the manufacture and distribution of batteries. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment. The Company disaggregated revenue from sales at a point in time.

**Geographic information**

Revenue from external customers is based on locations of the customers.

**Unit : Thousand Baht**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **For the three-month periods ended March 31** | | |
|  | **2025** |  | **2024** |
|  |  |  |  |
| Revenue from external customers |  |  |  |
| Thailand | 588,324 |  | 550,225 |
| Others | 146,614 |  | 156,936 |
| Total | 734,938 |  | 707,161 |

The Company is managed and operates principally in Thailand. In presenting information on the basis of geographic segments, segment revenue is based on the geographic location of customers. There are no material assets located in foreign countries.

**Major customers**

For the three-month periods ended March 31, 2025 and 2024, the Company has revenue from one major customer amounting to Baht 116 million and Baht 120 million, respectively.

**12. Commitments and contingent liabilities**

12.1 Capital commitments

As at March 31, 2025, the Company has capital commitments of Baht 34 million, relating to the installation of intangible assets, purchases of machinery and equipment and construction of building (as at December 31, 2024: Baht 33 million).

12.2 Service commitments

As at March 31, 2025, the Company has future payments required under non-cancellable contracts of Baht 8 million (as at December 31, 2024: Baht 8 million).

12.3 Long-term service commitments

On January 1, 2009, the Company entered into licence and technical assistance agreements with an overseas related company to grant the Company the rights to use technical know-how and expertise related to manufacturing of automotive and motorcycle batteries as well as to use trademarks. Under the conditions of the licence agreement, the Company is to pay an annual royalty fee as stipulated in the agreement. These agreements shall remain effective for 5 years and will be automatically renewed for another one year each unless terminated by either party giving notice in writing at least 90 days before the expiration of the agreements. The fees for the three-month period ended March 31, 2025 amounting to approximately Baht 14 million were recognized as expenses (as at December 31, 2024: Baht 54 million).

12.4 Guarantees

As at March 31, 2025, there were outstanding bank guarantees of Baht 8 million issued by banks on behalf of the Company to guarantee electricity use and for performance bonds (as at December 31, 2024: Baht 8 million).

12.5 Other commitments

As at March 31, 2025, the Company had purchase order accepted by suppliers for purchase of raw materials for a total quantity of 6,760 Metric Tons, at the prices as determined in purchase order that will be delivered by January 2026.

As at December 31, 2024, the Company had purchase order accepted by suppliers for purchase of raw materials for a total quantity of 8,890 Metric Tons, at the prices as determined in purchase order that will be delivered by December 2025.

**13. Foreign currency risk**

The Company’s exposure to the foreign currency risk relates primarily to its trading transactions that are denominated in foreign currencies.

As at March 31, 2025 and December 31, 2024, the balances of financial assets and liabilities denominated in foreign currencies are summarized below.

|  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Foreign currency** | **Financial assets** | | |  | **Financial liabilities** | | |  | **Average exchange rate** | | |
|  | **March 31,** |  | **December 31,** |  | **March 31** |  | **December 31,** |  | **March 31,** |  | **December 31,** |
|  | **2025** |  | **2024** |  | **2025** |  | **2024** |  | **2025** |  | **2024** |
|  | **(Million)** |  | **(Million)** |  | **(Million)** |  | **(Million)** |  | **(Baht per 1 foreign currency unit)** | | |
|  |  |  |  |  |  |  |  |  |  | | |
| US dollar | 2 |  | 1 |  | 2 |  | 2 |  | 33.9265 |  | 33.9879 |
| Yen | - |  | - |  | 4 |  | 23 |  | 0.2272 |  | 0.2155 |

**14.** **RECLASSIFICATIONS**

Certain reclassifications have been made in the financial statements for the year ended December 31, 2024, to conform to the classification used in current period’s financial statements. Such reclassifications have no effect to previously reported net profit, total comprehensive income and shareholders’ equity. The reclassifications are as follows:

|  |  |  |  |
| --- | --- | --- | --- |
| **Account** | **Previous presentation** | **Current presentation** | **Amount** |
|  |  |  | **Baht** |
|  |  |  |  |
| Prepaid expenses | Other current assets | Trade and other current receivables | 6,015,036 |
| Revenue Department receivable | Other current assets | Trade and other current receivables | 8,061 |
| Accrued Expenses | Other current liabilities | Trade and other current payables | 20,560,371 |
| Withholding tax payables | Other current liabilities | Trade and other current payables | 8,980,014 |
| Revenue Department payable | Other current liabilities | Trade and other current payables | 339,274 |
| Advances received | Other current liabilities | Trade and other current payables | 342,590 |

**15. EVENT AFTER THE REPORTING PERIOD**

On April 9, 2025, the Annual General Meeting of the shareholders 2025 of the Company passed a resolution to approve the dividend payment for the 2024 operating result at Baht 0.6088 per share amounting to Baht 66 million. Such dividend was paid to the shareholders on May 9, 2025.

**16. Approval of interim financial statements**

These interim financial statements have been approved for issuance by the Board of Directors of the Company on May 13, 2025.