

STS Gems Thai Limited
Balance Sheet as at 31 March 2019
(All amount in Thai Baht)

	Notes	31 Mar 2019	31 March 2018
ASSETS			
Non-current assets			
Property, plant and equipment	4.	3,39,165	4,25,689
Other intangible assets	5.	58,983	1,27,504
Financial assets			
Others	7.	10,000	10,000
Deferred tax assets (net)	8.	4,16,628	-
Total non-current assets		8,24,776	5,63,193
Current assets			
Inventories	9.	3,70,78,432	3,35,99,336
Financial assets			
Trade receivables	10.	9,92,72,830	8,43,62,053
Cash and cash equivalents	11.	86,02,246	37,60,962
Loans	6.	50,55,295	49,45,995
Other current assets	12.	68,27,317	41,62,319
Total current assets		15,68,36,120	13,08,30,664
Total Assets		15,76,60,896	13,13,93,857
EQUITY AND LIABILITIES			
Equity			
Equity share capital	13A.	3,50,00,000	3,50,00,000
Other equity	13B.	9,67,972	(83,45,286)
Total equity		3,59,67,972	2,66,54,714
Liabilities			
Non-current liabilities			
Financial Liabilities			
Borrowings	14.	8,01,54,110	7,87,19,891
Provisions	16.	20,83,141	18,26,832
Total non-current liabilities		8,22,37,251	8,05,46,723
Current liabilities			
Financial liabilities			
Trade payables	18.	3,74,92,589	2,26,79,600
Other current liabilities	15	81,646	1,71,619
Current tax liabilities (net)	17.	18,81,437	13,41,202
Total current liabilities		3,94,55,673	2,41,92,420
Total liabilities		12,16,92,924	10,47,39,143
Total Equity and Liabilities		15,76,60,896	13,13,93,857

For Morison CKS Co. Ltd.
Certified Public Accountant

For and on behalf of STS Gems Thai Limited

Netiluck Densirimongkol
Partner
Membership No.: 5192
Place: Bangkok
Date: 10 April 2019

Director
Place: Bangkok
Date: 10 April 2019

STS Gems Thai Limited
Statement of Profit and Loss for the year ended 31 March 2019
(All amount in Thai Baht)

	Notes	For year ended 31 Mar 2019	For year ended 31 March 2018
Sale of goods	19.	26,77,35,845	25,78,98,061
Exchange gain/(loss)	19.	(10,70,407)	62,988
Revenue from operations		26,66,65,438	25,79,61,049
Other income	20.	2,41,039	2,45,164
Total Income		26,69,06,478	25,82,06,214
EXPENSES			
Purchases of stock-in-trade	21.	23,44,11,067	23,68,26,064
Change in inventories of finished goods, stock-in-trade and work-in-progress	22.	(34,79,097)	(93,14,905)
Employee benefits expense	23.	1,50,48,419	1,26,21,070
Finance costs	24.	22,25,818	15,67,432
Depreciation and amortization expense	25.	3,38,691	5,25,956
Other expenses	26.	63,84,000	63,49,304
Total expenses		25,49,28,899	24,85,74,920
Profit before tax		1,19,77,579	96,31,294
Income tax expense	27.		
- Current tax expenses		30,80,950	23,01,289
- Deferred tax credit		(4,16,628)	-
		26,64,322	23,01,289
Profit for the year (A)		93,13,257	73,30,004
Other comprehensive income (B)			
Items that will not be reclassified to profit or loss		-	-
Income tax relating to items that will not be reclassified to profit or loss		-	-
		-	-
Items that will be reclassified to profit or loss		-	-
Income tax relating to items that will be reclassified to profit or loss		-	-
		-	-
Total Comprehensive Income for the year (A) + (B)		93,13,257	73,30,004

For Morison CKS Co. Ltd.
Certified Public Accountant

For and on behalf of STS Gems Thai Limited

Netiluck Densirimongkol
Partner
Membership No.: 5192
Place: Bangkok
Date: 10 April 2019

Director
Place: Bangkok
Date: 10 April 2019

STS Gems Thai Limited
Cash Flow Statement for the year ended 31 March, 2019
(All amount in Thai Baht)

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
A. Cash flow from operating activities		
Profit for the year	1,19,77,579	96,31,294
<i>Adjustment for :</i>		
Depreciation and amortisation	3,38,692	5,25,955
Unrealised foreign exchange difference (net)	4,84,273	(24,85,392)
Employee benefit expenses	2,56,309	18,26,832
Interest income	(2,41,039)	(2,45,164)
Finance costs	21,43,234	14,73,337
Operating profit before working capital changes	1,49,59,048	1,07,26,862
<i>Working capital adjustments :</i>		
(Increase) / decrease in trade receivable	(1,38,18,337)	(3,37,822)
(Increase) / decrease in inventories	(34,79,097)	(93,14,904)
(Increase) / decrease in other assets	(30,23,905)	39,85,705
Increase / (decrease) in trade payables, provisions, other current liabilities	1,26,86,896	10,38,045
Cash generated from operating activities	73,24,605	60,97,886
Income taxes paid	(25,40,715)	(24,03,218)
Net cash generated from operating activities (A)	47,83,890	36,94,668
B. Cash flow from investing activities		
Purchase of fixed assets	(1,83,645)	(1,24,410)
Interest received	2,41,039	2,45,164
Net cash used in investing activities (B)	57,394	1,20,754
C. Cash flow from financing activities		
Finance cost	-	(29,55,144)
Net cash used in financing activities (C)	-	(29,55,144)
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	48,41,284	8,60,278
Opening balance of cash and cash equivalents	37,60,962	29,00,684
Closing balance of cash and cash equivalents	86,02,246	37,60,962
Cash and cash equivalents comprises		
Balance with scheduled bank in current accounts	86,00,477	37,56,604
Cash, cheques and drafts in hand	1,769	4,359
	86,02,246	37,60,962

For Morison CKS Co. Ltd.
Certified Public Accountant

For and on behalf of STS Gems Thai Limited

Netiluck Densirimongkol
Partner
Membership No.: 5192
Place: Bangkok
Date: 10 April 2019

Director
Place: Bangkok
Date: 10 April 2019

STS Gems Thai Limited

Notes to Financial Statements for the year ended 31 March 2019

(All amount in Thai Baht)

**4. Property plant and equipment
Reconciliation of carrying amount**

Particulars	Furniture and fixtures	Office equipment	Computers	Vehicles	Total
Cost or deemed cost					
Balance as at 01 April 2017	2,11,817	3,45,654	7,31,343	11,89,000	24,77,814
Additions	12,050	87,542	24,817	-	1,24,410
Balance as at 31 March 2018	2,23,867	4,33,196	7,56,160	11,89,000	26,02,223
Additions	15,725	71,399	96,521	-	1,83,645
Balance as at 31 March 2019	2,39,592	5,04,595	8,52,681	11,89,000	27,85,868
Accumulated depreciation					
Balance at 01 April 2017	89,657	2,05,293	5,92,175	8,31,971	17,19,096
Depreciation charge for the year	42,905	55,329	1,21,406	2,37,800	4,57,439
Balance as at 31 March 2018	1,32,561	2,60,622	7,13,580	10,69,771	21,76,534
Depreciation charge for the year	45,721	61,014	44,205	1,19,229	2,70,169
Balance as at 31 March 2019	1,78,282	3,21,636	7,57,785	11,89,000	24,46,704
Carrying amount (net)					
Balance as at 31 March 2018	91,306	1,72,574	42,580	1,19,229	4,25,689
Balance as at 31 March 2019	61,310	1,82,959	94,896	-	3,39,165

STS Gems Thai Limited
Notes to Financial Statements for the year ended 31 March 2019
(All amount in Thai Baht)

5. Other intangible assets

Particulars	Softwares
Cost or deemed cost	
Balance as at 01 April 2017	3,46,207
Balance as at 31 March 2018	<u>3,46,207</u>
Balance as at 31 March 2019	<u>3,46,207</u>
Accumulated amortisation	
Balance as at 01 April 2017	1,50,186
Amortisation charge for the year	68,517
Balance as at 31 March 2018	<u>2,18,702</u>
Amortisation charge for the year	68,521
Balance as at 31 March 2019	<u>2,87,224</u>
Carrying amount (net)	
Balance as at 31 March 2018	1,27,504
Balance as at 31 March 2019	58,983

STS Gems Thai Limited
Notes to Financial Statements for the year ended 31 March 2019
(All amount in Thai Baht)

	<u>Year ended 31 Mar 2019</u>	<u>Year ended 31 March 2018</u>
6. Financial Assets - Loans		
Current		
Loans to related parties	47,46,735	46,58,595
Loans and advances to staff	3,08,560	2,87,400
	<u>50,55,295</u>	<u>49,45,995</u>
7. Other financial assets		
Non- Current		
Security deposits	10,000	10,000
	<u>10,000</u>	<u>10,000</u>
8. Deferred tax asset	<u>4,16,628</u>	<u>-</u>
9. Inventories		
Closing Finished Goods	3,70,78,432	3,35,99,336
	<u>3,70,78,432</u>	<u>3,35,99,336</u>
10. Trade receivables		
Unsecured, cosidered good		
Trade receivables Others	1,75,310	57,76,813
Trade receivables Related party	9,90,97,520	7,85,85,239
Provision for doubtful debts	-	-
	<u>9,92,72,830</u>	<u>8,43,62,053</u>
11. Cash and cash equivalent		
(a) Balances with banks:		
Balance with bank current account	86,00,477	37,56,604
Cash on hand	1,769	4,359
	<u>86,02,246</u>	<u>37,60,962</u>
12. Other Current Assets		
Advances other than capital advance		
Advances to suppliers	17,68,951	4,64,400
Others		
Balances-with-tax authorities	50,44,867	36,84,419
Prepaid expenses	13,500	13,500
	<u>68,27,317</u>	<u>41,62,319</u>
13A. Share Capital		
Issued, subscrbed and fully paid up		
Equity share capital	3,50,00,000	3,50,00,000
	<u>3,50,00,000</u>	<u>3,50,00,000</u>
13B. Other equity		
Reserves & Surplus		
a). Retained earnings		
Opening balance of retained earnings	(15,64,45,286)	(16,37,75,290)
Net profit for the year	93,13,257	73,30,004
	<u>(14,71,32,028)</u>	<u>(15,64,45,286)</u>
b). Security premium		
Opening balance of security premium	14,81,00,000	14,81,00,000
Movement during the year	-	-
	<u>14,81,00,000</u>	<u>14,81,00,000</u>

STS Gems Thai Limited
Notes to Financial Statements for the year ended 31 March 2019
(All amount in Thai Baht)

14. Borrowings		
Non-current borrowings:		
Term Loan		
Loan from related parties	8,01,54,110	7,87,19,891
Total non-current Borrowings	<u><u>8,01,54,110</u></u>	<u><u>7,87,19,891</u></u>
15 Trade payable		
Trade payables	2,26,30,787	2,17,54,219
Trade payables- Related parties	1,48,61,802	9,25,381
Total trade payable	<u><u>3,74,92,589</u></u>	<u><u>2,26,79,600</u></u>
16. Provisions		
Provision for employee benefits		
Provision for retirement benefit	20,83,141	18,26,832
Total provision for employee benefits	<u><u>20,83,141</u></u>	<u><u>18,26,832</u></u>
Total provisions	<u><u>20,83,141</u></u>	<u><u>18,26,832</u></u>
17. Current tax liabilities (net)		
Provision for Income Tax	18,81,437	13,41,202
	<u><u>18,81,437</u></u>	<u><u>13,41,202</u></u>
18. Other liabilities		
Statutory dues payable	81,646	76,646
Other liabilities	-	94,973
Total other liabilities	<u><u>81,646</u></u>	<u><u>1,71,619</u></u>
19. Revenue from operations:		
Sale of products	82,19,586	92,53,445
Sale of products related parties	25,95,16,259	24,86,44,616
Sale of goods	<u><u>26,77,35,845</u></u>	<u><u>25,78,98,061</u></u>
Foreign exchange gain	(10,70,407)	62,988
Total	<u><u>26,66,65,438</u></u>	<u><u>25,79,61,049</u></u>
20. Other income:		
Interest	2,41,039	2,45,164
Total	<u><u>2,41,039</u></u>	<u><u>2,45,164</u></u>
21. Purchases of Stock-In-Trade	<u><u>23,44,11,067</u></u>	<u><u>23,68,26,064</u></u>
22. Change in inventories		
Inventory at the beginning of the year		
Opening Finished Goods	3,35,99,336	2,42,84,431
Inventory at the end of the year		
Closing Finished Goods	3,70,78,432	3,35,99,336
Decrease/(Increase) of stock	<u><u>(34,79,097)</u></u>	<u><u>(93,14,905)</u></u>

STS Gems Thai Limited
Notes to Financial Statements for the year ended 31 March 2019
(All amount in Thai Baht)

23. Employee benefits expense		
Salaries wages and bonus	1,12,64,960	1,20,75,142
Contribution to provident and other funds	4,28,961	4,00,289
Share based payments	31,48,056	-
Staff welfare expenses	2,06,442	1,45,639
	<u>1,50,48,419</u>	<u>1,26,21,070</u>
24. Finance costs		
Interest on debts and borrowings	21,43,234	14,73,337
Other borrowing costs	82,584	94,095
	<u>22,25,818</u>	<u>15,67,432</u>
25. Depreciation and amortisation expense		
Deprecitaion of tangible assets	2,70,170	4,57,439
Amortisation of intangible assets	68,521	68,517
	<u>3,38,691</u>	<u>5,25,956</u>
26. Other expense		
a. Manufacturing and Direct Expenses		
Other direct expenses	3,53,981	4,90,108
	<u>3,53,981</u>	<u>4,90,108</u>
b. Administrative and Selling Expenses		
Rent	4,80,000	4,80,000
Rates and taxes	22,828	48,577
Travelling and conveyance	3,61,902	5,57,422
Legal and professional fees	4,66,535	2,00,960
Postage and telephone	2,67,163	1,93,466
Printing and stationery	71,295	71,289
Repairs and maintenance building and others	25,519	2,13,920
Packing and forwarding	29,81,351	24,60,200
Donation	39,685	-
Security expenses	54,000	54,000
Utilities expenses	3,39,193	2,86,172
Directors remuneration	1,76,800	5,30,400
Payment to auditor	2,11,000	2,05,000
Miscellaneous expenses	5,32,748	5,57,790
	<u>60,30,019</u>	<u>58,59,196</u>
Total	<u>63,84,000</u>	<u>63,49,304</u>
27. Tax expenses		
(a) Income tax charge		
Current tax	30,80,950	23,01,289
	<u>30,80,950</u>	<u>23,01,289</u>
Deferred tax charge	(4,16,628)	-
	<u>(4,16,628)</u>	<u>-</u>
	<u>26,64,322</u>	<u>23,01,289</u>

For Morison CKS Co. Ltd.
Certified Public Accountant

For and on behalf of STS Gems Thai Limited

Netiluck Densirimongkol
Partner
 Membership No.: 5192
 Place: Bangkok
 Date: 10 April 2019

Director

Place: Bangkok
 Date: 10 April 2019