

STS Gems Thai Ltd.
Balance Sheet as at 31 March 2020
(All amount in THB)

	<u>Notes</u>	<u>31 Mar 2020</u>	<u>31 Mar 2019</u>
ASSETS			
Non-current assets			
Property, plant and equipment	4.	267,383	339,165
Other intangible assets	5.	18,103	58,983
Financial assets			
Others	7.	145,000	10,000
Deferred tax assets (net)	8.	416,628	416,628
Total non-current assets		847,114	824,776
Current assets			
Inventories	9.	32,308,589	37,078,432
Financial assets			
Trade receivables	10.	120,842,455	99,272,830
Cash and cash equivalents	11.	8,172,121	8,602,246
Loans	6.	5,845,433	5,055,295
Other current assets	12.	2,158,301	6,827,317
Total current assets		169,326,899	156,836,120
Total Assets		170,174,013	157,660,896
EQUITY AND LIABILITIES			
Equity			
Equity share capital	13A.	35,000,000	35,000,000
Other equity	13B.	14,962,502	967,972
Total equity		49,962,502	35,967,972
Liabilities			
Non-current liabilities			
Financial Liabilities			
Borrowings	14.	82,287,894	80,154,110
Provisions	16.	3,175,441	2,083,141
Total non-current liabilities		85,463,335	82,237,251
Current liabilities			
Financial liabilities			
Trade payables	15.	31,892,090	37,492,589
Other current liabilities	18.	75,407	81,646
Current tax liabilities (net)	17.	2,780,679	1,881,437
Total current liabilities		34,748,176	39,455,673
Total liabilities		120,211,511	121,692,924
Total Equity and Liabilities		170,174,013	157,660,896

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: 20 April 2020

Director
Place: Bangkok
Date: 20 April 2020

STS Gems Thai Ltd.
Statement of Profit and Loss
(All amount in THB)

Particulars	Notes	For year ended 31 Mar 2020	Year ended 31 Mar 2019
Sale of goods	19.	250,110,882	267,735,845
Exchange gain	19.	1,827,925	(1,070,407)
Revenue from operations		251,938,807	266,665,438
Other income	20.	240,208	241,039
Total Income		252,179,015	266,906,478
EXPENSES			
Purchases of stock-in-trade	21.	208,687,164	234,411,067
Change in inventories of finished goods, stock-in-trade and work-in-progress	22.	4,769,843	(3,479,097)
Employee benefits expense	23.	12,614,391	15,048,419
Finance costs	24.	2,034,045	2,225,818
Depreciation and amortization expense	25.	188,053	338,691
Other expenses	26.	6,110,310	6,384,000
Total expenses		234,403,806	254,928,899
Profit before tax		17,775,209	11,977,579
Income tax expense	27.		
- Current tax expenses		3,780,679	3,080,950
- Deferred tax charge/ (credit)		-	(416,628)
		3,780,679	2,664,322
Profit for the year		13,994,530	9,313,257

For Morison CKS Co. Ltd.
Certified Public Accountant

For and on behalf of STS Gems Thai Limited

Netiluck Densirimongkol
Partner
 Membership No.: 5192

Director

Place: Bangkok
 Date: 20 April 2020

Place: Bangkok
 Date: 20 April 2020

STS Gems Thai Limited
Statement of cash flow For the year ended March 31, 2020
(All amount in THB)

Particulars	Year ended 31 Mar 2020	Year ended 31 Mar 2019
Cash flows from operating activities		
Net profit for the year	17,775,209	11,977,580
Adjustment for :		
Depreciation and amortisation	188,053	338,692
Unrealised (gain)loss on exchange rate	(2,279,382)	484,271
Interest income	(230,746)	(241,039)
Employee benefit expenses	1,092,300	256,309
Finance cost	1,951,738	2,143,234
Operating profit before working capital changes	18,497,172	14,959,047
Working capital adjustments:		
(Increase) / decrease in trade receivable	(16,355,449)	(13,949,637)
(Increase) / decrease in inventories	4,769,843	(3,479,096)
(Increase) / decrease in other assets	3,961,164	(2,892,605)
Increase / (decrease) in trade payables, provisions, other current liabilities	(4,073,423)	12,686,896
Cash flows from operating activities	6,799,307	7,324,605
Income tax paid during the year	(2,881,437)	(2,540,715)
Net cash receipts/ (payments) from operating activities	3,917,870	4,783,890
Cash flows from investing activities		
Long-term loan to related persons	(670,790)	-
Purchases to equipment	(75,391)	(183,645)
Interest received	8	241,039
Net cash receipts (payments) from investing activities	(746,173)	57,394
Cash flows from financing activities		
Finance cost	(3,601,822)	-
Net cash receipts (payments) from financing activities	(3,601,822)	-
Net increase (decrease) in cash and cash equivalents	(430,125)	4,841,284
Cash in hand and equivalents at beginning of year	8,602,246	3,760,962
Cash in hand and equivalents at end of year	8,172,121	8,602,246

For Morison CKS Co. Ltd.
Certified Public Accountant

For and on behalf of STS Gems Thai Limi

Netiluck Densirimongkol
Partner
 Membership No.: 5192

Director

Place: Bangkok
 Date: 20 April 2020

Place: Bangkok
 Date: 20 April 2020

STS Gems Thai Ltd.**Notes to financial statements****(All amount in THB)****4. Property, plant and equipment**

Particulars	Furniture and fixtures	Office equipment	Computers	Vehicles	Total
Cost or deemed cost					
Balance as at 01 April 2018	223,867	433,196	756,160	1,189,000	2,602,223
Additions	15,725	71,399	96,521	-	183,645
Balance as at 31 March 2019	239,592	504,595	852,681	1,189,000	2,785,868
Additions	38,206	37,185			75,391
Balance as at 31 March 2020	277,798	541,780	852,681	1,189,000	2,861,259
Accumulated depreciation					
Balance as at 01 April 2018	132,561	260,622	713,580	1,069,771	2,176,534
Depreciation charge for the year	45,721	61,014	44,205	119,229	270,169
Balance as at 31 March 2019	178,282	321,636	757,785	1,189,000	2,446,703
Depreciation charge for the year	33,391	66,601	47,181		147,173
Balance as at 31 March 2020	211,673	388,237	804,966	1,189,000	2,593,876
Carrying amount (net)					
Balance as at 31 March 2019	61,310	182,959	94,896	-	339,165
Balance as at 31 March 2020	66,125	153,543	47,715	-	267,383

STS Gems Thai Ltd.
Notes to financial statements
(All amount in THB)

5. Other intangible assets

Particulars	Softwares
Cost or deemed cost	
Balance as at 01 April 2018	346,207
Additions	-
Balance as at 31 March 2019	346,207
Additions	-
Balance as at 31 March 2020	346,207
Accumulated amortisation	
Balance as at 01 April 2018	218,702
Amortisation charge for the year	68,521
Balance as at 31 March 2019	287,224
Amortisation charge for the year	40,880
Balance as at 31 March 2020	328,104
Carrying amount (net)	
Balance as at 31 March 2019	58,983
Balance as at 31 March 2020	18,103

STS Gems Thai Ltd.
Notes to financial statements
(All amount in THB)

Particulars	Year ended 31 Mar 2020	Year ended 31 Mar 2019
6. Financial Assets - Loans		
Current		
Loans to related parties	4,876,875	4,746,735
Loans and advances to staff	968,558	308,560
	5,845,433	5,055,295
7. Other financial assets		
Non- Current		
Security deposits	145,000	10,000
	145,000	10,000
8. Deferred tax asset	416,628	416,628
9. Inventories		
Closing Finished Goods	32,308,589	37,078,432
	32,308,589	37,078,432
10. Trade receivables		
Unsecured, cosidered good		
Trade receivables	120,842,455	99,272,830
	120,842,455	99,272,830
Provision for doubtful debts	-	-
	120,842,455	99,272,830
11. Cash and cash equivalent		
Balances with banks:		
Balance with bank current account	8,161,492	8,600,477
Cash on hand	10,629	1,769
	8,172,121	8,602,246
12. Other Current Assets		
Advances other than capital advance		
Advances to suppliers	549,280	1,768,951
Others		
Balances-with-tax authorities	1,595,521	5,044,867
Prepaid expenses	13,500	13,500
	2,158,301	6,827,317
13A. Share Capital		
Issued, subscrbed and fully paid up		
Equity share capital	35,000,000	35,000,000
	35,000,000	35,000,000
13B. Other equity		
Reserves & Surplus		
a). Retained earnings		
Opening balance of retained earnings	(147,132,028)	(156,445,286)
Net profit for the year	13,994,530	9,313,258
	(133,137,498)	(147,132,028)
b). Security premium		
Opening balance of security premium	148,100,000	148,100,000
Movement during the year	-	-
	148,100,000	148,100,000

STS Gems Thai Ltd.
Notes to financial statements
(All amount in THB)

Particulars	Year ended 31 Mar 2020	Year ended 31 Mar 2019
14. Borrowings		
Non-current borrowings:		
Loan from related parties	82,287,894	80,154,110
Total non-current Borrowings	82,287,894	80,154,110
15. Trade payable		
Trade payables	31,892,090	37,492,589
Total trade payable	31,892,090	37,492,589
16. Provisions		
Provision for employee benefits		
Provision for gratuity	3,175,441	2,083,141
Total provision for employee benefits	3,175,441	2,083,141
Total provisions	3,175,441	2,083,141
17. Current tax liabilities (net)		
Provision for Income Tax	2,780,679	1,881,437
	2,780,679	1,881,437
18. Other liabilities		
Statutory dues payable	75,407	81,646
Total other liabilities	75,407	81,646
19. Revenue from operations:		
Sale of products	250,110,882	267,735,845
Sale of goods	250,110,882	267,735,845
Foreign exchange gain	1,827,925	(1,070,407)
Total	251,938,807	266,665,438
20. Other income:		
Interest	240,208	241,039
Total	240,208	241,039
21. Purchases of Stock-In-Trade	208,687,164	234,411,067
22. Change in inventories		
Inventory at the beginning of the year		
Opening Finished Goods	37,078,432	33,599,336
Inventory at the end of the year		
Closing Finished Goods	32,308,589	37,078,432
Decrease/(Increase) of stock	4,769,843	(3,479,097)

STS Gems Thai Ltd.
Notes to financial statements
(All amount in THB)

Particulars	Year ended 31 Mar 2020	Year ended 31 Mar 2019
23. Employee benefits expense		
Salaries wages and bonus	11,997,766	11,264,960
Contribution to provident and other funds	427,336	428,961
Share based payments	58,703	3,148,056
Staff welfare expenses	130,586	206,442
	12,614,391	15,048,419
24. Finance costs		
Interest on debts and borrowings	1,951,738	2,143,234
Other borrowing costs	82,307	82,584
	2,034,045	2,225,818
25. Depreciation and amortisation expense		
Deprecitaion of tangible assets	147,173	270,170
Amortisation of intangible assets	40,880	68,521
	188,053	338,691
26. Other expense		
a. Manufacturing and Direct Expenses		
Other manufacturing and direct expenses	583,924	353,981
	583,924	353,981
b. Administrative and Selling Expenses		
Rent	537,368	480,000
Rates and taxes	59,551	22,828
Travelling and conveyance	435,921	361,902
Legal and professional fees	220,627	466,535
Postage and telephone	188,978	267,163
Printing and stationery	49,747	71,295
Repairs and maintenance building and others	71,721	25,519
Packing and forwarding	3,083,312	2,981,351
Donation	16,681	39,685
Security expenses	47,468	54,000
Utilities expenses	148,528	339,193
Directors remuneration	-	176,800
Payment to auditor	218,000	211,000
Miscellaneous expenses	448,484	532,748
	5,526,386	6,030,019
Total	6,110,310	6,384,000
27. Tax expenses		
Income tax charge		
Current tax	3,780,679	3,080,950
	3,780,679	3,080,950
Deferred tax charge	-	(416,628)
	-	(416,628)
	3,780,679	2,664,322