

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

TO THE BOARD OF DIRECTORS

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of Khon Kaen Sugar Industry Public Company Limited and its subsidiaries and the separate statement of financial position of Khon Kaen Sugar Industry Public Company Limited as at April 30, 2017, and the related consolidated and separate statements of profit or loss and statements of profit or loss and other comprehensive income for the three-month and six-month periods then ended, and consolidated and separate statements of changes in shareholders' equity and statements of cash flows for the six-month period then ended, and the condensed notes to interim financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Thai Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information has not been prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

Emphasis of Matter

Without modifying our conclusion, as discussed in Note 2.7 to the interim financial information, The Company and its subsidiaries have initial adopted the Accounting Standard No. 41, “Agriculture” commencing November 1, 2016. The comparative consolidated and separate statements of financial position as at October 31, 2016 have been retrospectively adjusted for the effects of the adoption of such standard. In addition, as discussed in Note 2.8 to the interim financial information, the related consolidated and separate statements of profit or loss and statements of profit or loss and other comprehensive income for the three-month and six-month periods ended April 30, 2016, and consolidated and separate statements of changes in shareholders’ equity and statements of cash flows for the six-month period then ended, have been restated for the effect of change in the accounting policies for investment property and assets not used in operation for land from cost method to fair value method made in the fourth quarter for fiscal year 2016.

BANGKOK
June 9, 2017

Niti Jungnitnirundr
Certified Public Accountant (Thailand)
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT APRIL 30, 2017

UNIT : THOUSAND BAHT

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		"Unaudited" As at April 30, 2017	"Restated" As at October 31, 2016	"Unaudited" As at April 30, 2017	"Restated" As at October 31, 2016
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.2	511,199	82,311	40,305	20,856
Temporary investments		24	2,725	-	-
Trade and other receivables	6	1,961,703	1,407,276	625,574	980,114
Short-term loans	7	1,281,367	1,273,097	2,502,009	2,484,006
Inventories		10,009,863	2,551,549	5,262,663	1,298,018
Biological assets	8	161,418	250,734	7,800	11,502
Other current assets		64,556	84,752	29,552	45,496
Total Current Assets		13,990,130	5,652,444	8,467,903	4,839,992
NON-CURRENT ASSETS					
Investments in associates	9	474,568	386,600	136,747	136,747
Investments in subsidiaries	10	-	-	5,786,096	5,786,096
Other long-term investments	11	409,665	370,795	409,195	370,325
Long-term loans		360,608	358,064	4,354,877	4,395,438
Investment property	12	4,492,929	4,496,184	1,499,684	1,499,684
Property, plant and equipment	13	26,801,639	26,185,989	8,266,260	7,947,679
Intangible assets		48,081	46,276	36,359	34,017
Deferred tax assets	18.2	4,978	2,830	-	-
Other non-current assets		823,933	875,649	14,847	7,597
Total Non-Current Assets		33,416,401	32,722,387	20,504,065	20,177,583
TOTAL ASSETS		47,406,531	38,374,831	28,971,968	25,017,575

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT APRIL 30, 2017

UNIT : THOUSAND BAHT

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		April 30, 2017	October 31, 2016	April 30, 2017	October 31, 2016
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term borrowings from financial institutions		11,354,026	3,757,026	4,630,633	1,108,000
Trade and other payables	14	1,205,355	1,711,610	945,214	905,766
Current portion of long-term debentures	16	1,999,953	2,999,307	1,999,953	2,999,307
Current portion of long-term borrowings	17	1,911,633	2,011,633	1,205,833	1,205,833
Short-term borrowings	5.1	5,700	6,900	179,200	482,900
Current income tax payable		107,849	25,326	-	-
Provision for production costs	15	1,150,841	-	597,046	-
Other current liabilities		103,533	78,798	16,337	12,847
Total Current Liabilities		<u>17,838,890</u>	<u>10,590,600</u>	<u>9,574,216</u>	<u>6,714,653</u>
NON-CURRENT LIABILITIES					
Long-term debentures	16	8,992,393	6,993,763	8,992,393	6,993,763
Long-term borrowings	17	2,155,833	3,055,833	1,603,833	2,203,833
Deferred tax liabilities	18.3	750,404	739,563	162,528	148,274
Employee benefit obligations		269,412	261,287	110,948	107,427
Other non-current liabilities		95,445	83,354	34,107	29,187
Total Non-Current Liabilities		<u>12,263,487</u>	<u>11,133,800</u>	<u>10,903,809</u>	<u>9,482,484</u>
TOTAL LIABILITIES		<u>30,102,377</u>	<u>21,724,400</u>	<u>20,478,025</u>	<u>16,197,137</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT APRIL 30, 2017

UNIT : THOUSAND BAHT

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		April 30, 2017	October 31, 2016	April 30, 2017	October 31, 2016
LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)					
SHAREHOLDERS' EQUITY					
SHARE CAPITAL					
Authorized share capital					
		2,205,122	2,205,122	2,205,122	2,205,122
4,410,243,648 ordinary shares of Baht 0.50 each					
Issued and paid-up share capital					
		2,205,116	2,205,116	2,205,116	2,205,116
4,410,232,619 ordinary shares of Baht 0.50 each					
		2,205,116	2,205,116	2,205,116	2,205,116
fully paid					
		2,946,439	2,946,439	2,946,439	2,946,439
SHARE PREMIUM ACCOUNT - ORDINARY SHARES					
RETAINED EARNINGS					
Appropriated					
		220,512	220,512	220,512	220,512
Legal reserve					
		9,656,596	9,004,710	2,311,346	2,668,937
Unappropriated					
		1,798,221	1,789,333	810,530	779,434
OTHER COMPONENTS OF EQUITY					
TOTAL EQUITY ATTRIBUTABLE TO OWNERS					
		16,826,884	16,166,110	8,493,943	8,820,438
OF THE PARENT					
		477,270	484,321	-	-
NON-CONTROLLING INTERESTS					
		17,304,154	16,650,431	8,493,943	8,820,438
TOTAL SHAREHOLDERS' EQUITY					
		47,406,531	38,374,831	28,971,968	25,017,575
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY					

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS
FOR THE THREE-MONTH PERIOD ENDED APRIL 30, 2017
"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate		
		Financial Statements		Financial Statements		
		"Restated"		"Restated"		
		2017	2016	2017	2016	
Revenues from sales and revenues from rendering of services						
Revenues from sales		4,574,970	3,899,227	1,893,539	1,949,416	
Revenues from rendering of services		63,409	39,672	39,870	28,808	
		<u>4,638,379</u>	<u>3,938,899</u>	<u>1,933,409</u>	<u>1,978,224</u>	
Costs of sales of goods and rendering of services						
Costs of sales of goods		(3,400,773)	(2,949,427)	(1,755,030)	(1,703,240)	
Costs of rendering of services		(13,659)	(26,389)	(17,978)	(15,542)	
		<u>(3,414,432)</u>	<u>(2,975,816)</u>	<u>(1,773,008)</u>	<u>(1,718,782)</u>	
Gross profit		1,223,947	963,083	160,401	259,442	
Other incomes		236,738	83,481	95,130	74,827	
Selling expenses		(415,345)	(499,651)	(119,281)	(226,443)	
Administrative expenses		(158,935)	(162,813)	(67,091)	(67,177)	
Management benefit expenses		(29,156)	(32,800)	(9,032)	(11,187)	
Finance costs		(173,734)	(180,651)	(128,820)	(137,964)	
Share of gain of an associate		9,926	9,287	-	-	
Profit (loss) before income tax (expense) income		<u>693,441</u>	<u>179,936</u>	<u>(68,693)</u>	<u>(108,502)</u>	
Income tax (expense) income	18.1	<u>(53,849)</u>	<u>(7,253)</u>	<u>21,821</u>	<u>10,155</u>	
PROFIT (LOSS) FOR THE PERIOD		<u><u>639,592</u></u>	<u><u>172,683</u></u>	<u><u>(46,872)</u></u>	<u><u>(98,347)</u></u>	
PROFIT (LOSS) ATTRIBUTABLE TO :						
Owners of the parent		639,854	184,876	(46,872)	(98,347)	
Non-controlling interests		(262)	(12,193)	-	-	
		<u><u>639,592</u></u>	<u><u>172,683</u></u>	<u><u>(46,872)</u></u>	<u><u>(98,347)</u></u>	
EARNINGS (LOSS) PER SHARE	22					
Basic earnings (loss) per share		BAHT	0.145	0.042	(0.011)	(0.022)
Basic number of ordinary shares		THOUSAND SHARES	4,410,233	4,410,244	4,410,233	4,410,244

See the See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED APRIL 30, 2017
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"		"Restated"	
	2017	2016	2017	2016
Profit (loss) for the period	639,592	172,683	(46,872)	(98,347)
Other comprehensive income (expense) :				
Items that will be reclassified subsequently to profit or loss:				
Changes in the fair value of available-for-sale securities	31,096	-	31,096	-
Exchange differences on translating financial statements	(39,046)	(45,192)	-	-
	<u>(7,950)</u>	<u>(45,192)</u>	<u>31,096</u>	<u>-</u>
Total other comprehensive income (expense)	<u>(7,950)</u>	<u>(45,192)</u>	<u>31,096</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD	<u><u>631,642</u></u>	<u><u>127,491</u></u>	<u><u>(15,776)</u></u>	<u><u>(98,347)</u></u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO				
Owners of the parent	639,709	148,714	(15,776)	(98,347)
Non-controlling interests	(8,067)	(21,223)	-	-
	<u><u>631,642</u></u>	<u><u>127,491</u></u>	<u><u>(15,776)</u></u>	<u><u>(98,347)</u></u>

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS
FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017
"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate		
		Financial Statements		Financial Statements		
		"Restated"		"Restated"		
		2017	2016	2017	2016	
Revenues from sales and revenues from rendering of services						
Revenues from sales		7,415,060	7,648,295	3,539,392	4,396,323	
Revenues from rendering of services		117,757	82,741	86,918	61,598	
		<u>7,532,817</u>	<u>7,731,036</u>	<u>3,626,310</u>	<u>4,457,921</u>	
Costs of sales of goods and rendering of services						
Costs of sales of goods		(5,305,310)	(5,572,615)	(3,120,221)	(3,749,926)	
Costs of rendering of services		(40,705)	(67,188)	(60,238)	(44,580)	
		<u>(5,346,015)</u>	<u>(5,639,803)</u>	<u>(3,180,459)</u>	<u>(3,794,506)</u>	
Gross profit		2,186,802	2,091,233	445,851	663,415	
Other incomes		500,875	149,656	339,714	158,688	
Selling expenses		(764,321)	(856,977)	(254,144)	(425,406)	
Administrative expenses		(387,109)	(399,946)	(161,180)	(156,899)	
Management benefit expenses	5.2	(84,451)	(84,773)	(28,723)	(29,148)	
Finance costs		(333,949)	(360,744)	(255,319)	(281,745)	
Share of profit of investments in associates		93,462	14,419	-	-	
Profit (loss) before income tax (expense) income		<u>1,211,309</u>	<u>552,868</u>	<u>86,199</u>	<u>(71,095)</u>	
Income tax (expense) income	18.1	(119,903)	(27,436)	(2,767)	15,099	
PROFIT (LOSS) FOR THE PERIOD		<u><u>1,091,406</u></u>	<u><u>525,432</u></u>	<u><u>83,432</u></u>	<u><u>(55,996)</u></u>	
PROFIT (LOSS) ATTRIBUTABLE TO :						
Owners of the parent		1,092,909	541,435	83,432	(55,996)	
Non-controlling interests		(1,503)	(16,003)	-	-	
		<u>1,091,406</u>	<u>525,432</u>	<u>83,432</u>	<u>(55,996)</u>	
EARNINGS (LOSS) PER SHARE	22					
Basic earnings (loss) per share		BAHT	0.248	0.123	0.019	(0.013)
Basic number of ordinary shares		THOUSAND SHARES	4,410,233	4,410,244	4,410,233	4,410,244

See the See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"		"Restated"	
	2017	2016	2017	2016
Profit (loss) for the period	1,091,406	525,432	83,432	(55,996)
Other comprehensive income (expense) :				
Items that will be reclassified subsequently to profit or loss:				
Changes in the fair value of available-for-sale securities	31,096	-	31,096	-
Exchange differences on translating financial statements	(27,756)	(35,182)	-	-
	<u>3,340</u>	<u>(35,182)</u>	<u>31,096</u>	<u>-</u>
Total other comprehensive income (expense)	3,340	(35,182)	31,096	-
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD	<u>1,094,746</u>	<u>490,250</u>	<u>114,528</u>	<u>(55,996)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO				
Owners of the parent	1,101,797	513,283	114,528	(55,996)
Non-controlling interests	(7,051)	(23,033)	-	-
	<u>1,094,746</u>	<u>490,250</u>	<u>114,528</u>	<u>(55,996)</u>

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017
"UNAUDITED"

UNIT : THOUSAND BAHT

Note	Owners of the Parent										Non-controlling interests	Total shareholders' equity	
	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Other components of equity					Total owners of the parent			
			Appropriated Legal reserve	Unappropriated	Other comprehensive income (expense)			Losses on internal restructure of entities under common control	Losses on change in shareholding ratio in subsidiaries				Total other components of equity
					Exchange differences on translating financial statements	Gain (loss) on remeasuring available-for-sale investments	Gain (loss) on asset revaluation						
"Restated"													
For the six-month period ended													
April 30, 2016													
Beginning balance as at November 1, 2015													
- as previously reported	2,004,656	2,946,439	200,466	7,150,166	59,183	(138)	1,396,272	(264,043)	(83,641)	1,107,633	13,409,360	2,079,123	15,488,483
Effects of the adoption of new Thai Financial Reporting Standard													
- Investment property	-	-	-	834,325	-	-	(190,722)	-	-	(190,722)	643,603	9,461	653,064
- Assets not yet used in operation for land	-	-	-	7,060	-	-	110,959	-	-	110,959	118,019	5,636	123,655
- Consolidated Financial Statements	-	-	-	(18,016)	-	138	(134,652)	767	(27,853)	(161,600)	(179,616)	(1,643,273)	(1,822,889)
Beginning balance as at November 1, 2015													
- after adjustment	2,004,656	2,946,439	200,466	7,973,535	59,183	-	1,181,857	(263,276)	(111,494)	866,270	13,991,366	450,947	14,442,313
Changes in shareholders' equity during the period													
- Dividends paid	19	-	-	(222,734)	-	-	-	-	-	-	(222,734)	(1,564)	(224,298)
- Dividends stock	19	200,466	-	(200,466)	-	-	-	-	-	-	-	-	-
- Legal reserve	19	-	-	20,046	(20,046)	-	-	-	-	-	-	-	-
- Total comprehensive income (expense) for the period	-	-	-	541,435	(28,152)	-	-	-	-	(28,152)	513,283	(23,033)	490,250
Ending balance as at April 30, 2016	2,205,122	2,946,439	220,512	8,071,724	31,031	-	1,181,857	(263,276)	(111,494)	838,118	14,281,915	426,350	14,708,265

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017
"UNAUDITED"

UNIT : THOUSAND BAHT

Note	Owners of the Parent									Total owners of the parent	Non-controlling interests	Total shareholders' equity		
	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Other components of equity									
			Appropriated	Unappropriated	Other comprehensive income loss			Losses on internal restructure of entities under common control	Losses on change in shareholding ratio in subsidiaries	Total other components of equity				
			Legal reserve		Exchange differences on translating financial statements	Gain (loss) on remeasuring available-for-sale investments	Gain (loss) on asset revaluation							
For the six-month period ended April 30, 2017														
	Beginning balance as at November 1, 2016	2,205,116	2,946,439	220,512	9,004,710	40,451	-	2,123,652	(263,276)	(111,494)	1,789,333	16,166,110	484,321	16,650,431
	Changes in shareholders' equity during the period													
19	- Dividends paid	-	-	-	(441,023)	-	-	-	-	-	-	(441,023)	-	(441,023)
	- Total comprehensive income (expense) for the period	-	-	-	1,092,909	(22,208)	31,096	-	-	-	8,888	1,101,797	(7,051)	1,094,746
	Ending balance as at April 30, 2017	2,205,116	2,946,439	220,512	9,656,596	18,243	31,096	2,123,652	(263,276)	(111,494)	1,798,221	16,826,884	477,270	17,304,154

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017
"UNAUDITED"

UNIT : THOUSAND BAHT

	Note	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Other components of equity		Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	Other comprehensive income Gain on asset revaluation	Total other components of equity	
"Restated"								
For the six-month period ended April 30, 2016								
Beginning balance as at November 1, 2015 - as previously reported		2,004,656	2,946,439	200,466	2,250,747	517,481	517,481	7,919,789
Effects of the adoption of new Thai Financial Reporting Standard								
- Investment property		-	-	-	591,746	(146,830)	(146,830)	444,916
- Assets not yet used in operation for land		-	-	-	5,554	2,569	2,569	8,123
Beginning balance as at November 1, 2015 - after adjustment		2,004,656	2,946,439	200,466	2,848,047	373,220	373,220	8,372,828
Changes in shareholders' equity during the period								
- Dividends paid	19	-	-	-	(222,734)	-	-	(222,734)
- Dividends stock	19	200,466	-	-	(200,466)	-	-	-
- Legal reserve	19	-	-	20,046	(20,046)	-	-	-
- Total comprehensive expense for the period		-	-	-	(55,996)	-	-	(55,996)
Ending balance as at April 30, 2016		2,205,122	2,946,439	220,512	2,348,805	373,220	373,220	8,094,098

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017
"UNAUDITED"

UNIT : THOUSAND BAHT

Note	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Other components of equity			Total shareholders' equity	
			Appropriated Legal reserve	Unappropriated	Other comprehensive income		Total other components of equity		
					Gain on available-for-sale investments	Gain on asset revaluation			
For six-month period ended April 30, 2017									
	Beginning balance as at November 1, 2016	2,205,116	2,946,439	220,512	2,668,937	-	779,434	779,434	8,820,438
	Changes in shareholders' equity during the period								
	- Dividends paid	19	-	-	(441,023)	-	-	-	(441,023)
	- Total comprehensive income for the period	-	-	-	83,432	31,096	-	31,096	114,528
	Ending balance as at April 30, 2017	2,205,116	2,946,439	220,512	2,311,346	31,096	779,434	810,530	8,493,943

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017

"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"		"Restated"	
	2017	2016	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit (loss) before income tax (expense) income	1,211,309	552,868	86,199	(71,095)
Adjustments for:				
Dividend income	(14,956)	-	(20,451)	(7,297)
Doubtful accounts - trade and other receivables (reversal)	(2,839)	(1,003)	(2,380)	(1,148)
Share of gain of investment in an associate	(93,462)	(14,419)	-	-
Amortization of premium on bonds	2	101	-	-
Employee benefit expenses	9,025	9,365	3,995	3,945
Loss on diminution in value and obsolescence of inventories (reversal)	244,931	(30,828)	86,646	(24,897)
Loss from plantation	2,305	8,589	-	-
Depreciation and amortization	824,915	870,386	276,353	337,196
(Gain) loss on disposal of assets	(1,611)	17,142	711	(396)
(Gain) loss on fair value adjustments of investment property	-	(1,130)	-	19
Unrealized loss on exchange rate	3,697	1,331	18,249	19,292
(Gain) loss on fair value adjustments of biological assets	(977)	10,641	(3,391)	(95)
Interest expenses	331,456	358,524	252,826	279,525
Finance costs	2,493	2,220	2,493	2,220
	<u>2,516,288</u>	<u>1,783,787</u>	<u>701,250</u>	<u>537,269</u>
Operating assets (increase) decrease				
Trade and other receivables	(542,848)	232,675	362,980	401,309
Inventories	(7,703,245)	(5,487,054)	(4,051,291)	(2,407,208)
Biological assets	103,688	162,836	7,096	7,105
Other current assets	26,822	(10,270)	20,481	6,083
Other non-current assets	67,745	56,140	(3,857)	4,852
Operating liabilities increase (decrease)				
Trade and other payables	(452,403)	(96,404)	24,987	(35,198)
Provision for production costs	1,150,841	1,401,157	597,046	670,028
Other current liabilities	24,735	3,633	3,490	(5,506)
Employee benefit obligations	(900)	(887)	(474)	(832)
Other non-current liabilities	12,091	7,034	4,920	1,405
Cash paid from operating activities	(4,797,186)	(1,947,353)	(2,333,372)	(820,693)
Interest paid	(308,233)	(364,907)	(234,673)	(287,214)
Income tax expense paid	(43,087)	(46,136)	(825)	(2,491)
Net cash used in operating activities	<u>(5,148,506)</u>	<u>(2,358,396)</u>	<u>(2,568,870)</u>	<u>(1,110,398)</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017

"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"		"Restated"	
	2017	2016	2017	2016
CASH FLOWS FROM INVESTING ACTIVITIES				
Cash payments for the purchase of temporary investments	(1)	-	-	-
(Increase) decrease in short-term loans to related parties	(615,892)	(351,498)	(112,647)	81,415
Decrease in short-term loans to farmers and others	507,335	136,328	67,343	871
Cash payments for investments in an associate	-	(8,100)	-	(8,100)
Cash received from redemption of other long-term investments	2,700	-	-	-
Decrease in loans for cane plantation development	90,345	58,936	41,842	8,740
Decrease in long-term loans to related parties and others	7,856	-	7,206	23,333
Cash received from dividends from other company	14,956	-	14,956	271,285
Cash payments for purchases of property, plant and equipment	(1,595,568)	(412,939)	(607,206)	(123,628)
Cash received from sales of property, plant and equipment	14,029	1,876	456	400
Cash payments for purchase of investment properties	(1,560)	(19)	-	(19)
Cash payments for purchase of assets not yet used in operation	(32)	(15,646)	(32)	-
Cash received from sales of assets not yet used in operation	485	2,315	-	-
Cash payments of purchase of intangible assets	(229)	(76)	(229)	(2,498)
Net cash provided by investing activities	<u>(1,575,576)</u>	<u>(588,823)</u>	<u>(588,311)</u>	<u>251,799</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in short-term borrowings from financial institutions	7,598,937	4,105,162	3,524,570	1,805,000
(Decrease) increase in short-term borrowings from related parties	(1,200)	400	(303,700)	(250,600)
Cash received from long-term debentures	1,996,783	-	1,996,783	-
Cash payment for long-term debentures	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
Cash received from long-term borrowings	-	1,201,880	-	1,000,000
Cash payment for long-term borrowings	(1,000,000)	(1,141,880)	(600,000)	(450,000)
Cash payments for dividends to shareholders of the parent	(441,023)	(222,734)	(441,023)	(222,734)
Cash payments for non-controlling interests	-	(1,564)	-	-
Net cash provided by financing activities	<u>7,153,497</u>	<u>2,941,264</u>	<u>3,176,630</u>	<u>881,666</u>
Exchange differences on translation of cash of foreign subsidiaries	(527)	13,348	-	-
Net increase in cash and cash equivalents	<u>428,888</u>	<u>7,393</u>	<u>19,449</u>	<u>23,067</u>
Cash and cash equivalents at the beginning of the period	<u>82,311</u>	<u>168,021</u>	<u>20,856</u>	<u>42,206</u>
Cash and cash equivalents at the end of the period	<u><u>511,199</u></u>	<u><u>175,414</u></u>	<u><u>40,305</u></u>	<u><u>65,273</u></u>

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2017
“UNAUDITED”

1. GENERAL INFORMATION AND THE COMPANY’S OPERATIONS

Khon Kaen Sugar Industry Public Company Limited (the “Company”) was registered as a limited company under the Civil and Commercial Code with the registration number 1163/2519 on October 6, 1976 and was registered as a limited public company on March 18, 2004 with the registration number Bor Mor Jor 0107547000214 and was listed with the Stock Exchange of Thailand on March 7, 2005. Its registered headquarter is located at No. 503 K.S.L. Tower, 9th Floor, Sriyudahya Road, Ratchathewi, Bangkok, and the locations of its 5 factories (branches) are as follows :

Branch I at No. 43 Moo 10, Tambol Namphong, Amphur Namphong, Khonkaen Province

Branch II at No. 255 Moo 4, Tambol Nongyaplong, Amphur Wangsaphung, Loei Province

Branch III at No. 99 Moo 6, Tambol Lumlang, Amphur Boploy, Kanchanaburi Province

Branch VI at No. 14/1 Moo 10, Saengchooto Road, Tambol Tamaka, Amphur Tamaka, Kanchanaburi Province

Branch V at No. 24 Moo 1, Ban-Nhongbua Road, Tambol Mon-Nang, Amphur Panutnikom, Chonburi Province.

The Company’s main businesses are to manufacture and distribute sugar and molasses and trading of spare parts and supplies to its subsidiaries, subcontractors and farmers who have business with the Company and/or its subsidiaries. The subsidiaries’ main business operations are listed in Note 2.6.

The Company’s major shareholder is K.S.L. Sugar Holding Co., Ltd., a company incorporated in Thailand, which holds 32.92% of issued and paid-up share capital.

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

2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 (Revised 2016) “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements.

2.2 The consolidated and separate statements of financial position as at October 31, 2016, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.

2.3 The unaudited results of operations presented in the six-month period ended April 30, 2017 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 six-month period ended April 30, 2017 should be read in conjunction with the audited financial statements for the year ended October 31, 2016.
- 2.5 Material intercompany transactions between the Company and its subsidiaries have been eliminated from this interim consolidated financial statements. The interim consolidated financial statements for the three-month period ended March 31, 2017 have included the subsidiaries' interim financial statements for the three-month period ended March 31, 2017 which were reviewed.
- 2.6 These interim consolidated financial statements have been prepared by including the financial information of the Company and its subsidiaries (the "Group") and have been prepared under the same basis as the consolidated financial statements for the year ended October 31, 2016, as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at April 30, 2017	As at October 31, 2016		
	%	%		
Subsidiaries in which the Company holds shares directly				
New Krung Thai Sugar Factory Company Limited	95.78	95.78	Thailand	Manufacture and distribution of sugar and molasses
Tamaka Sugar Industry Company Limited	90.21	90.21	Thailand	Manufacture and distribution of sugar and molasses
New Kwang Soon Lee Sugar Factory Company Limited	98.61	98.61	Thailand	Manufacture and distribution of sugar and molasses
KSL Material Supplys Co., Ltd.	100.00	100.00	Thailand	Manufacture and distribution of fertilizer and trading spare part of agricultural
Khon Kaen Sugar Power Plant Company Limited	100.00	100.00	Thailand	Production and distribution of electricity
KSL Green Innovation Public Company Limited	100.00	100.00	Thailand	Manufacture and distribution of alcohol or fuel from agricultural produce
KSL. Agro & Trading Company Limited	100.00	100.00	Thailand	Domestic sugar trading and agricultural business operation
WSP Logistic Company Limited	100.00	100.00	Thailand	Service transport and shipping goods
Savannakhet Sugar Corporation	98.49	98.49	Laos	Agricultural operation, manufacture and distribution of sugar and molasses
Koh Kong Sugar Industry Co., Ltd.	80.00	80.00	Cambodia	Manufacture and distribution of sugar and molasses
Wynn In Trading Co., Ltd.	100.00	100.00	Mauritius	Trading and consultancy services
Subsidiaries in which the Company holds shares indirectly				
K.S.L. Export Trading Co., Ltd.*	79.55	79.55	Thailand	Export sugar as exporting agent
KSL Real Estate Company Limited**	91.02	91.02	Thailand	Housing and land for agriculture estate including holiday resort for training and seminar center and office building for rental
Subsidiary in which the Company holds the shares indirectly through Wynn In Trading Co., Ltd.				
Koh Kong Plantation Company Limited	80.00	80.00	Cambodia	Agricultural operation

* The Company holds shares indirectly through New Krung Thai Sugar Factory Company Limited, Tamaka Sugar Industry Company Limited and New Kwang Soon Lee Sugar Factory Company Limited.

** The Company holds shares indirectly through Tamaka Sugar Industry Company Limited.

The accounting period of subsidiaries ended the same date as the Company (accounting period ended on October 31) except for 5 subsidiaries whose accounting periods ended December 31, as follows:

- New Krung Thai Sugar Factory Company Limited
- Tamaka Sugar Industry Company Limited
- New Kwang Soon Lee Sugar Factory Company Limited
- KSL. Agro & Trading Company Limited
- WSP Logistic Company Limited

The consolidated interim financial statements are prepared based on the same accounting policies for the same accounting items or similar accounting events and the same financial reporting period.

Significant balances and transactions between the Company and its subsidiaries including investments in subsidiaries and subsidiaries' share capital were eliminated from the consolidated interim financial statements.

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

Commencing November 1, 2016, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 2017. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements, except the following financial reporting standard:

TAS 41 Agriculture and Accounting Treatment Guidance for Recognition and Measurement of Bearer Plant

TAS 41 and the Accounting Treatment Guidance for Recognition and Measurement of Bearer Plant prescribe the accounting treatment for recognition and measurement of biological asset, bearer plant and agricultural produce. The measurement is as follows:

- Biological asset which is not bearer plant is to be measured at its fair value less costs to sell
- Bearer plant which is not yet mature and mature is to be measured at its costs less accumulated depreciation and allowance for impairment or at revaluation method. The measurement is in accordance with TAS 16 Property, Plant and Equipment
- Agricultural produce is measured at its fair value less costs to sell at the point of harvest.

However, the cumulative effect of this change in accounting policies have no material impact on the previous year's financial statements presented herein for comparison, except for the presentation in the statements of financial position as follows:

	Consolidated		Unit : Million Baht	
	Financial statements		Separate	
	Previously presented	Currently presented	Previously presented	Currently presented
As at October 31, 2016				
Deferred cane plantation costs	407.24	-	21.99	-
Biological assets	-	250.73	-	11.50
Bearer plant (see Note 13)	-	156.51	-	10.49
As at November 31, 2015				
Deferred cane plantation costs	517.93	-	24.81	-
Biological assets	-	341.56	-	10.26
Bearer plant	-	176.37	-	14.55

2.8 In the fourth quarter of fiscal year 2016, the Company and its subsidiaries changed their accounting policies for investment property and assets not used in operation for land from valuation using the cost method to fair value. The consolidated and separate statements of financial position as at October 31, 2016, presented herein for comparison, are prepared in accordance with the new accounting policies. However, the consolidated and separate statements of profit and loss and statements of changes in shareholders' equity for the six-month period ended April 30, 2016, presented herein for comparison, and the financial information for the year ended April 30, 2016, which is presented for comparison with the financial information for the year ended April 30, 2017 in Note 26 as previously presented, have been retrospectively adjusted for the effects of such changes in accounting policies accordingly.

2.9 The preparation of interim financial information in conformity with Thai Financial Reporting Standards requires the Group's management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Although, these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended October 31, 2016, except for the change in accounting policies regarding agriculture as a result of the adoption of new standard (see Note 2.7).

The Group's accounting policies regarding agriculture are as follows:

- Biological asset which is standing sugar cane is measured at its fair value less costs to sell.
- Agricultural produce which is harvested sugar cane is measured at its fair value less costs to sell at the point of harvest and is presented as a part of inventories.
- Bearer plant which consisted of sugar cane roots, labor cost and related initial harvest expenses is measured at its costs less accumulated depreciation and allowance for impairment (if any). The depreciation is calculated using the straight-line method over its estimated useful life of 3 years and presented as a part of property, plant and equipment

The fair value of domestic harvested cane is determined based on reference to the Office of Cane and Sugar Board's cane price and of oversea harvested cane is determined using the price that market participants entered into transactions at that market.

Gains or losses on changes in fair value of biological asset and agricultural produce are recognized in profit or loss for the period when incurred.

In case the fair value cannot be reliably measured, the biological asset shall be measured at its cost less any accumulated depreciation and allowance of impairment (if any). Once the fair value of such a biological asset becomes reliably measurable, biological asset shall be measured at its fair value less costs to sell.

4. ADDITIONAL CASH FLOW INFORMATION AND CASH EQUIVALENTS

4.1 Significant non-cash items in the consolidated and separate financial statements for the six-month period ended April 30, are as follows:

Type of Transactions	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements		Financial Statements	
	2017	2016	2017	2016
Transfer equipment depreciation to costs of biological assets	14,814	15,138	3	74
Purchases of property, plant and equipment which have not yet been paid during the period	103,022	187,024	37,301	39,471
Dividend income offset against short-term borrowings from subsidiaries	-	-	-	815,000
Transfer of property and buildings to investment property	85	(2,251)	-	-
Transfer of property, plant and equipment to other non-current assets	-	1,659	-	-
Transfer of property, plant and equipment to assets not yet used	16,196	-	3,361	-
Transfer of investment property to property, plant and equipment	4,900	-	-	-
Transfer of investment property to other non-current assets	-	(1,102)	-	-
Transfer of equipment to intangible assets	4,779	2,969	4,538	-
Transfer of other non-current liabilities to other current liabilities	-	935	-	-

4.2 Cash and cash equivalents as at April 30, are as follows:

Type of Transactions	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements		Financial Statements	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Cash	5,494	3,214	2,289	2,070
Savings accounts deposits	106,418	16,593	23,434	7,854
Current accounts deposits	399,287	62,504	14,582	10,932
Total	<u>511,199</u>	<u>82,311</u>	<u>40,305</u>	<u>20,856</u>

5. TRANSACTIONS WITH RELATED PARTIES

The Company and its subsidiaries had transactions incurred with related parties through common shareholdings or directorship. Significant balances and transactions between the Company and its subsidiaries with related parties could be summarized as follows:

5.1 Significant balances with the related parties are as follows:

Type of Balances	Consolidated		Unit : Million Baht Separate	
	Financial Statements As at April 30, 2017	Financial Statements As at October 31, 2016	Financial Statements As at April 30, 2017	Financial Statements As at October 31, 2016
Trade and other receivables				
Subsidiaries	-	-	185.68	275.67
Associates	6.10	1.30	5.49	1.27
Related parties	-	0.03	-	0.03
Total	<u>6.10</u>	<u>1.33</u>	<u>191.17</u>	<u>276.97</u>
Short-term loans (see Note 7)				
Subsidiaries	-	-	2,081.10	2,136.23
Related parties	455.34	-	-	-
Total	<u>455.34</u>	<u>-</u>	<u>2,081.10</u>	<u>2,136.23</u>
Other current assets				
Subsidiaries	-	-	40.36	40.00
Related parties	0.24	0.43	0.11	0.23
Total	<u>0.24</u>	<u>0.43</u>	<u>40.47</u>	<u>40.23</u>
Long-term loans				
Subsidiaries	-	-	4,256.03	4,266.96
Other non-current assets				
Subsidiaries	-	-	3.29	0.02
Related parties	0.02	-	-	-
Total	<u>0.02</u>	<u>-</u>	<u>3.29</u>	<u>0.02</u>
Trade and other payables				
Subsidiaries	-	-	280.36	100.79
Associates	6.44	3.54	0.17	2.38
Related parties	0.39	2.58	0.36	0.23
Total	<u>6.83</u>	<u>6.12</u>	<u>280.89</u>	<u>103.40</u>
Other accrued expenses (included in other payables)				
Subsidiaries	-	-	22.12	0.49
Related parties	0.11	0.02	0.11	-
Total	<u>0.11</u>	<u>0.02</u>	<u>22.23</u>	<u>0.49</u>
Short-term borrowings				
Subsidiaries	-	-	173.50	476.00
Related parties	5.70	6.90	5.70	6.90
Total	<u>5.70</u>	<u>6.90</u>	<u>179.20</u>	<u>482.90</u>
Other current liabilities				
Subsidiaries	-	-	0.47	0.02
Related parties	-	0.02	-	0.02
Total	<u>-</u>	<u>0.02</u>	<u>0.47</u>	<u>0.04</u>
Other non-current liabilities - others				
Subsidiaries	-	-	0.92	0.58
Related parties	1.19	1.32	1.19	1.30
Total	<u>1.19</u>	<u>1.32</u>	<u>2.11</u>	<u>1.88</u>

As at April 30, 2017 and October 31, 2016, short-term loans to subsidiaries and related parties represented promissory notes receivable on demand, carrying interest rates at 1.92% - 3.70% per annum and 1.90% - 3.60% per annum, respectively.

As at April 30, 2017 and October 31, 2016, long-term loans to subsidiaries represented loans with maturity date within 2018 and 2020 carrying the interest rates at 2.93% - 3.73% per annum and 2.03% - 3.73% per annum, respectively.

As at April 30, 2017 and October 31, 2016, short-term borrowings from related parties represented promissory notes payable on demand, carrying the interest rates at 1.89% - 1.95% per annum and 1.90% - 3.60% per annum, respectively.

5.2 Significant transactions with related parties for the three-month and six-month periods ended April 30, are as follows:

Type of transactions	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements for the three-month periods ended April 30,		Financial Statements for the three-month periods ended April 30,	
	2017	2016	2017	2016
Revenues from sales and rendering of services				
Subsidiaries	-	-	881.11	968.38
Related parties	0.11	0.30	-	0.07
Total	<u>0.11</u>	<u>0.30</u>	<u>881.11</u>	<u>968.45</u>
Cost of sales and rendering of services				
Subsidiaries	-	-	1,011.76	1,069.37
Associates	3.04	1.49	3.04	1.49
Related parties	0.48	-	0.46	-
Total	<u>3.52</u>	<u>1.49</u>	<u>1,015.26</u>	<u>1,070.86</u>
Other income				
Subsidiaries	-	-	48.01	49.20
Associates	0.61	0.87	-	0.08
Related parties	1.11	1.03	1.11	1.03
Total	<u>1.72</u>	<u>1.90</u>	<u>49.12</u>	<u>50.31</u>
Selling expenses				
Subsidiaries	-	-	0.31	2.57
Associates	8.69	16.48	-	5.52
Total	<u>8.69</u>	<u>16.48</u>	<u>0.31</u>	<u>8.09</u>
Administrative expenses				
Subsidiaries	-	-	0.82	0.25
Related parties	4.03	3.56	1.29	1.27
Related juristic person	2.84	2.86	2.53	2.53
Total	<u>6.87</u>	<u>6.42</u>	<u>4.64</u>	<u>4.05</u>
Financial costs				
Subsidiaries	-	-	1.22	2.65
Related juristic person	0.06	0.03	0.06	0.03
Total	<u>0.06</u>	<u>0.03</u>	<u>1.28</u>	<u>2.68</u>
Management compensation				
Short-term employee benefits	29.16	32.80	9.03	11.19
Post-employment benefits	0.72	0.85	0.30	0.36
Total	<u>29.88</u>	<u>33.65</u>	<u>9.33</u>	<u>11.55</u>

Type of transactions	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements for the six-month periods ended April 30,		Financial Statements for the six-month periods ended April 30,	
	2017	2016	2017	2016
Revenues from sales and rendering of services				
Subsidiaries	-	-	1,824.84	2,007.50
Related parties	0.82	2.09	-	0.97
Total	0.82	2.09	1,824.84	2,008.47
Cost of sales and rendering of services				
Subsidiaries	-	-	1,698.80	2,292.99
Associates	10.85	8.24	10.85	8.24
Related parties	0.60	-	0.53	-
Total	11.45	8.24	1,710.18	2,301.23
Other income				
Subsidiaries	-	-	98.26	97.34
Associates	0.61	1.03	-	0.10
Related parties	2.23	2.17	2.23	2.16
Total	2.84	3.20	100.49	99.60
Selling expenses				
Subsidiaries	-	-	1.16	2.57
Associates	9.78	20.89	0.08	7.84
Total	9.78	20.89	1.24	10.41
Administrative expenses				
Subsidiaries	-	-	1.64	0.48
Related parties	8.09	7.34	3.17	2.68
Related juristic person	5.69	5.77	5.05	5.09
Total	13.78	13.11	9.86	8.25
Financial costs				
Subsidiaries	-	-	3.21	9.49
Related juristic person	0.12	0.06	0.12	0.06
Total	0.12	0.06	3.33	9.55
Management compensation				
Short-term employee benefits	84.45	84.77	28.72	29.15
Post-employment benefits	2.16	2.55	0.91	1.10
Total	86.61	87.32	29.63	30.25

POLICIES OF INTER-PRICE SETTING

- The inter-purchases/sales of raw sugar transactions among the Group are based on the world market prices.
- In case of the sugar purchases/sales agreements entered into on behalf of the Group, which each company has already been allocated the sales volume, if any company within the Group has no sufficient volume of sugar to sell, the purchases of sugar can be made within the group companies at the same price as stipulated in such sugar purchases/sales agreements.
- The prices for other inter-purchases/sales of goods (except for sugar products) are in accordance with the prices stipulated in the mutually agreed contracts, which are higher than costs.

- The prices for the inter-purchases/sales of assets are in accordance with the agreed prices by counter parties, which are higher than costs.
- Revenues from sales of supplies are in accordance with the agreed prices by counter parties, which are higher than cost.
- Revenues from land leased to a subsidiary are charged according to the lease agreement which term is 30 years, commencing from January 25, 2005 until January 24, 2035 at annual rent of Baht 0.11 million, and will be increased by 10% for every 3 years. Once the lease is expired, ownership rights on all constructions built on the leased land will be vested to the lessor.
- Rental income from land structure and machines which lease terms range from 1 to 3 years are in accordance with the mutually agreed prices.
- Inter-service income, other incomes and expenses are charged according to the normal price charged to general clients.
- Fees for goods custody are charged according to the volume of the goods and the custody period at general market rates.
- Expenses paid on behalf of each other are charged at actual.

5.3 Relationship of related parties other than subsidiaries and associate consisted of:

Company Name	Relationship	Connection
K.S.L. IT Center Co., Ltd.	Related party	Same group of shareholder and Mutual directors
On Nuj Construction Co., Ltd.	Related party	Same group of shareholder and Mutual directors
Raja Ceramics Co., Ltd.	Related party	Same group of shareholders
K.K. Wood Industry Co., Ltd.	Related party	Same group of shareholders
Amarco Co., Ltd.	Related party	Same group of shareholders
Thai Fermentation Industry Co., Ltd.	Related party	Same group of shareholders
KSL Tower Juristic Person office	Related Juristic Person	Shared owner of office building

All of the aforementioned related entities are incorporated in Thailand.

Prachuap Industry Co., Ltd. holds no part in management of the Company, but is a related company, where certain directors of Prachuap Industry Co., Ltd. are also directors of K.S.L. Export Trading Co., Ltd., which are subsidiaries of Khon Kaen Sugar Industry Public Company Limited.

K.K Wood Industry Co., Ltd and Amarco Co., Ltd are related company, registered the dissolution with the Ministry of Commerce in quarter 1, 2017.

6. TRADE AND OTHER RECEIVABLES

Trade and other receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Trade receivables	1,275,486	943,453	368,678	765,798
Farmer receivables	416,257	309,238	136,280	130,431
Other receivables	22,685	15,689	14,058	12,123
Prepaid expenses	64,941	37,652	22,987	17,232
Advance payment	15,646	16,574	3,657	4,767
Revenue Department receivable	28,995	-	22,974	-
Accrued dividend	5,495	-	5,495	-
Accrued income	132,198	84,670	51,445	49,763
Total trade and other receivables	<u>1,961,703</u>	<u>1,407,276</u>	<u>625,574</u>	<u>980,114</u>

6.1 Trade receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Related parties	-	2	178,576	266,621
Others	1,277,290	945,255	190,102	499,177
Total	1,277,290	945,257	368,678	765,798
Less Allowance for doubtful accounts	(1,804)	(1,804)	-	-
Total trade receivables	<u>1,275,486</u>	<u>943,453</u>	<u>368,678</u>	<u>765,798</u>

Aging analyzes for trade receivables are as follows:

6.1.1 Trade receivables - related parties

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Domestic trade receivables				
Not yet due	-	2	166,759	239,955
Overdue not over 3 months	-	-	11,817	26,666
Total	<u>-</u>	<u>2</u>	<u>178,576</u>	<u>266,621</u>

The normal credit terms granted to the related parties of the Company and subsidiaries range from 7 days to 90 days.

6.1.2 Trade receivables - others

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Business are to manufacture and distribute sugar and molasses				
Domestic trade receivables				
Not yet due	322,699	181,966	82,594	58,378
Overdue not over 3 months	115,994	59,742	20,000	21,541
Total	<u>438,693</u>	<u>241,708</u>	<u>102,594</u>	<u>79,919</u>
Foreign trade receivables				
Not yet due	505,455	442,321	86,326	417,908
Overdue not over 3 months	6,625	1,350	1,182	1,350
Total	<u>512,080</u>	<u>443,671</u>	<u>87,508</u>	<u>419,258</u>
Total of business are to manufacture and distribute sugar and molasses	<u>950,773</u>	<u>685,379</u>	<u>190,102</u>	<u>499,177</u>
Manufacture and distribution of alcohol and electricity				
Domestic trade receivables				
Not yet due	286,365	187,547	-	-
Overdue not over 3 months	29,114	61,813	-	-
Total of business of manufacturing and distributing of alcohol and electricity	<u>315,479</u>	<u>249,360</u>	<u>-</u>	<u>-</u>
Other business				
Domestic trade receivables				
Not yet due	2,218	3,279	-	-
Overdue not over 3 months	1,997	678	-	-
Overdue over 12 months	6,823	6,559	-	-
Total other business	<u>11,038</u>	<u>10,516</u>	<u>-</u>	<u>-</u>
Total	<u>1,277,290</u>	<u>945,255</u>	<u>190,102</u>	<u>499,177</u>
<u>Less</u> Allowance for doubtful accounts	<u>(1,804)</u>	<u>(1,804)</u>	<u>-</u>	<u>-</u>
Total trade receivables - others	<u>1,275,486</u>	<u>943,451</u>	<u>190,102</u>	<u>499,177</u>

The normal credit terms granted by the customers of the Company and subsidiaries range from 5 days to 90 days.

6.2 Farmer receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Cane receivables				
Before Season 2013/2014	71,323	73,756	11,351	13,080
Season 2013/2014	39,602	40,946	6,285	6,844
Season 2014/2015	54,088	54,698	12,923	13,088
Season 2015/2016	68,049	79,180	15,910	22,345
Season 2016/2017	125,584	-	25,654	-
Total cane receivables	<u>358,646</u>	<u>248,580</u>	<u>72,123</u>	<u>55,357</u>
Advance payment				
Season 2016/2017	1,862	95,891	-	93,021
Season 2017/2018	86,435	-	78,408	-
Total advance payment for purchases of cane	<u>88,297</u>	<u>95,891</u>	<u>78,408</u>	<u>93,021</u>
Receivables from fuel oil, fertilizer and other services	<u>10,773</u>	<u>8,607</u>	<u>9,734</u>	<u>8,418</u>
Total	457,716	353,078	160,265	156,796
<u>Less</u> Allowance for doubtful accounts	<u>(41,459)</u>	<u>(43,840)</u>	<u>(23,985)</u>	<u>(26,365)</u>
Total farmer receivables	<u>416,257</u>	<u>309,238</u>	<u>136,280</u>	<u>130,431</u>

Cane receivables are farmer receivables which had not yet delivered cane in according to contract, most of cane receivables are secured.

7. SHORT-TERM LOANS

Short-term loans consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Short-term loans to subsidiaries (see Note 5.1)	455,341	-	2,081,098	2,136,233
Short-term loans to other	159,900	-	159,900	-
Short-term loans to farmers	458,114	965,448	180,566	247,908
Current portion of long-term loans to others	41,983	41,333	41,983	41,333
Current portion of loans for cane plantation development	166,029	266,316	38,462	58,532
Total short-term loans	<u>1,281,367</u>	<u>1,273,097</u>	<u>2,502,009</u>	<u>2,484,006</u>

Short-term loans to other as at April 30, 2017, in the consolidated and separate financial statements represent loans the form of promissory notes with 90 days maturity, carrying interest rates at MLR - 1.50% per annum. The interest is payable at the end of each month. Such loans are guaranteed by the director of such company.

Short-term loans to farmers as at April 30, 2017 and October 31, 2016, in the consolidated and separate financial statements represent loans the form of discounted check purchase for post-dated checks which the Company and its subsidiaries issued to the farmers on purchases of sugar cane, which the farmers discounted sale to the Company and its subsidiaries with interest rates based on average lending rates of commercial banks.

8. BIOLOGICAL ASSETS

Movements of biological assets for the six-month period ended April 30, 2017 are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value	250,734	11,502
Gain (loss) on arising from change in fair value	977	3,391
Additional costs during the years	51,686	7,800
Amortization of cane plantation costs during the year	(140,560)	(14,893)
Exchange differences on translating financial statements	(1,419)	-
Ending book value	<u>161,418</u>	<u>7,800</u>

The methods and assumptions used in estimating the fair value of biological asset has been determined based on fair value less costs to sell. The valuation involves certain assumptions and estimates such as the final cane price for the current production season, a sweetness and quantity of sugar cane (see Note 14). The fair value is hierarchy level 3.

9. INVESTMENTS IN ASSOCIATES

Investments in associates consisted of:

Consolidated Financial Statements

Company Name	Paid-up		Percentage of		As at April 30, 2017			As at October 31, 2016		
	Share Capital		Shareholding		Investment		Dividend	Investment		Dividend
	2017	2016	%	%	Cost	Equity	for the period 2017	Cost	Equity	for the year 2016
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	428,141	5,478	90,267	340,157	4,227
T S G Assets Co., Ltd.*	50,000	50,000	4.11	4.11	2,061	2,061	-	2,061	2,061	-
T S Oil Industry Co., Ltd.*	500,000	500,000	0.62	0.62	3,089	3,089	-	3,089	3,089	-
T S Flour Mill Public Company Limited*	342,246	342,051	0.07	0.07	313	260	16	313	276	37
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	509	-	509	509	-
T S Transport and Logistic Co., Ltd.*	400,000	400,000	10.12	10.12	40,508	40,508	-	40,508	40,508	-
Total					<u>136,747</u>	<u>474,568</u>	<u>5,494</u>	<u>136,747</u>	<u>386,600</u>	<u>4,264</u>

* An associate considering by significant influence of the Company to Thai Sugar Terminal Public Limited, which is parent company of this associate.

Separate Financial Statements

Company Name	Unit : Thousand Baht							
	Paid-up		Percentage of		Investment Cost		Dividends	
	share Capital		Shareholding		As at	As at	For the period ended	For the year ended
	2017	2016	%	%	April 30,	October 31,	April 30,	October 31,
		2017	2016	2017	2016	2017	2016	
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	90,267	5,478	4,227
T S G Assets Co., Ltd.*	50,000	50,000	4.11	4.11	2,061	2,061	-	-
T S Oil Industry Co., Ltd.*	500,000	500,000	0.62	0.62	3,089	3,089	-	-
T S Flour Mill Public Company Limited*	342,246	342,051	0.07	0.07	313	313	16	37
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	509	-	-
T S Transport and Logistic Co., Ltd.*	400,000	400,000	10.12	10.12	40,508	40,508	-	-
Total					136,747	136,747	5,494	4,264

* An associate considering by significant influence of the Company to Thai Sugar Terminal Public Limited, which is parent company of this associate.

10. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries consisted of :

Separate Financial Statements

Company Name	Unit : Thousand Baht							
	Paid-up		Percentage of		Investment Cost		Dividends	
	Share Capital		Shareholding		As at	As at	For the period ended	For the year ended
	2016	2015	%	%	April 30,	October 31,	April 30,	October 31,
		2016	2015	2017	2016	2017	2016	
New Krung Thai Sugar Factory Company Limited	1,000,000	1,000,000	95.78	95.78	834,394	834,394	-	-
Tamaka Sugar Industry Company Limited	600,000	600,000	90.21	90.21	523,337	523,337	-	-
New Kwang Soon Lee Sugar Factory Company Limited	500,000	500,000	98.61	98.61	569,284	569,284	-	-
KSL Material Supplies Company Limited	480,000	480,000	100.00	100.00	479,119	479,119	-	-
Khon Kaen Sugar Power Plant Company Limited	800,000	800,000	100.00	100.00	799,972	799,972	-	-
KSL Green Innovation Public Company Limited	610,000	610,000	100.00	100.00	609,986	609,986	-	304,993
KSL. Agro & Trading Company Limited	300,000	300,000	100.00	100.00	300,000	300,000	-	-
KSL WSP Logistic Company Limited	250	250	100.00	100.00	250	250	-	-
Savannahet Sugar Corporation	684,757	684,757	98.49	98.49	674,178	674,178	-	-
Koh Kong Sugar Industry Company Limited *	1,167,660	1,167,660	80.00	80.00	932,589	932,589	-	-
Wynn In Trading Company Limited	487,497	487,497	100.00	100.00	487,497	487,497	-	-
K.S.L. Real Estate Company Limited	840,000	840,000	40.77	40.77	319,134	319,134	-	-
K.S.L. Export Trading Company Limited	20,000	20,000	33.88	33.88	6,775	6,775	-	3,049
Total					6,536,515	6,536,515	-	308,042
Less Allowance for impairment of investments					(750,419)	(750,419)	-	-
Total investments subsidiaries					5,786,096	5,786,096	-	308,042

* These are foreign subsidiaries including Koh Kong Plantation Company Limited which the Company holds its shares indirectly through Wynn. In Trading Co., Ltd. at 80%. Furthermore, Koh Kong Plantation Company Limited has the condition to dissolve the Company if its loss exceed 75% of the registered share capital and could not solve the said loss within 1 year.

11. OTHER LONG-TERM INVESTMENTS

Other long-term investments consisted of:

	Parentage of Shareholding		Consolidated		Unit : Thousand Baht	
	Direct and indirect		Financial Statements		Separate	
	As at	As at	As at	As at	As at	As at
	April 30, 2017	October 31, 2016	April 30, 2017	October 31, 2016	April 30, 2017	October 31, 2016
General Investments						
- Thai Cane and Sugar Co., Ltd.	3.93	3.93	787	787	323	323
- Thai Sugar Millers Co., Ltd.	7.36	7.36	8	8	2	2
- Mudman Co., Ltd.	-	9.46	-	350,000	-	350,000
- TISCO ESG Investment Fund for Society			20,000	20,000	20,000	20,000
Total			<u>20,795</u>	<u>370,795</u>	<u>20,325</u>	<u>370,325</u>
Marketable equity securities-Available-for-sale-securities						
- Mudman Public Company Limited	7.46	-	350,000	-	350,000	-
Gain from the transfer of investment			82,952	-	82,952	-
Change in fair value			(44,082)	-	(44,082)	-
Net			<u>388,870</u>	<u>-</u>	<u>388,870</u>	<u>-</u>
Held-to-maturity debt securities - government bonds			-	2,724	-	-
Less Amortization			-	(22)	-	-
Current portion			-	(2,702)	-	-
Net			<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other long-term investments			<u>409,665</u>	<u>370,795</u>	<u>409,195</u>	<u>370,325</u>

In during the second quarter of 2017, the investment in Madman Co., Ltd. changed the general investment to investment in available-for-sale securities which recognized gain from the transfer of investment of Baht 82.95 million. Since the company had has registered with the Stock Exchange of Thailand and started trading on April 11, 2017.

The fair value of investments in available-for-sale securities is the offer price on the Stock Exchange of Thailand which is hierarchy level 1.

12. INVESTMENT PROPERTY

Movement of investment property which consisted of land, land improvement and building and warehouses using fair value method for the six-month period ended April 30, 2017 are as follows:

	Consolidated	Unit : Thousand Baht
	Financial	Separate
	Statements	Financial Statements
Beginning book value	4,496,184	1,499,684
Reclassification/Adjustments	(4,815)	-
Purchases	1,560	-
Ending book value	<u>4,492,929</u>	<u>1,499,684</u>

For the six-month periods ended April 30, 2017 and 2016, the Company and its subsidiaries recognized rental income from investment property of Baht 100.46 million and Baht 98.88 million, respectively, in the consolidated statements of profit or loss, and of Baht 25.58 million and Baht 23.26 million, respectively, in the separate statements of profit or loss.

Represented fair value of investment property which was determined by an independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand) using income approach and market approach which is hierarchy level 3.

13. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment for the six-month period ended April 30, 2017 are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value - as previously reported	26,029,479	7,937,194
Restated - increase of bearer plant	156,510	10,485
Beginning book value - after adjustment	<u>26,185,989</u>	<u>7,947,679</u>
Reclassifications/adjustments	(29,506)	(14,952)
Purchases of assets (including construction in progress and bearer plant)	1,520,198	608,631
Transfer in - cost	349,720	129,153
Transfer out - cost	(349,720)	(129,153)
Cost of disposal/written off of assets	(50,503)	(3,881)
Accumulated depreciation - disposal/written off	37,799	2,714
Depreciation	(836,522)	(273,931)
Translation of financial statements differences	(25,816)	-
Ending book value	<u><u>26,801,639</u></u>	<u><u>8,266,260</u></u>

As at April 30, 2017 and October 31, 2016, buildings and structure and building under construction of two foreign subsidiaries at book value of Baht 468.81 million and Baht 487.43 million, respectively, in the consolidated financial statements, are located on the concessional and which the ownership will be transferred to the lesser when the agreements are expired (see Note 24.7.3).

As at April 30, 2017 and October 31, 2016, assets at cost of Baht 4,498.14 million and Baht 4,013.62 million, respectively, in the consolidated financial statements, and of Baht 2,490.83 million and Baht 2,260.77 million, respectively, in the separate financial statements, were fully depreciated but still in use.

As at October 31, 2016, land which is recorded at revaluation method with the net value of Baht 3,160.21 million in the consolidated financial statements and Baht 1,360.09 million in the separate financial statements represented fair value of land which was determined by an independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand) using the market approach which is hierarchy level 3. As at October 31, 2016, and net book value at the cost method of Baht 850.23 million in the consolidated financial statements, and of Baht 407.14 million in the separate financial statements.

14. TRADE AND OTHER PAYABLES

Trade and other payables consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Trade payables - related parties	480	2,325	224,724	87,341
Trade payable - others				
- Payables for cane purchases	89,321	724,238	6,293	230,566
- Other trade payables	156,924	61,470	9,021	21,687
Advances received for sales of goods	96,973	20,442	97,889	13,714
Accrued fees payable to the Office of the Cane and Sugar Fund	38,667	38,842	5,703	5,456
Accrued stabilization function payment to the Office of the Cane and Sugar Fund	29,307	-	15,580	-
Other accrued expenses	176,418	178,212	142,960	109,894
Payables on purchases of assets	163,018	242,030	39,912	45,541
Other payables	454,247	444,051	403,132	391,567
Total trade and other payables	1,205,355	1,711,610	945,214	905,766

As at April 30, 2017, the Company and its three subsidiaries purchased canes for the production season 2016/2017 using the initial cane price for production season 2016/2017 announced by the Cane and Sugar Board's in the Royal Gazette dated April 17, 2017. The price is Baht 1,050.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 63.00 per cane ton. Until the date the Company's Audit Committee approved the issuance of these interim financial statements, the Office of Cane and Sugar Board has not yet announced a final cane price for the production season 2016/2017. Therefore, the Company and its subsidiaries recorded the provision for production costs as mentioned in Note 15 and calculated cost of goods sold and inventories for the six-month period ended April 30, 2017, from the estimation made by the management of the Company and its subsidiaries by reference calculated from the Office of Cane and Sugar Board at cane price of Baht 1,282.99 - 1,389.52 per ton with average sweetness level at 11.06 - 12.81 c.c.s.

15. PROVISION FOR PRODUCTION COSTS

As at April 30, 2017, the Company and three subsidiaries recorded provision for production cost based on average rate of production costs for the entire production season to estimate the cost of production per unit, which was calculated from the estimated cost of cane, direct labor and production costs expected to occur divided by the estimated volume of production expected to produce in each production season. The estimated cost of cane is based on the price as mentioned in Note 14 and the quantities of cane to be crushed in each production season. Direct labor and production costs are estimated by the management of the Company and its subsidiaries by considering from past information relating to the nature of each recurring expense and capacity in each production season. The differences between the estimated production cost of the produced units and the actual production cost is upper in each reporting period is shown under the "Provision for Production Costs", which will reduce over time according to the increase in actual production costs and will be completely depleted at the end of the production season.

Such estimates, assumptions and judgments, the managements of the Company and subsidiaries will continually evaluated which are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances at that time.

16. LONG-TERM DEBENTURES

Long-term debentures consisted of:

	Unit : Thousand Baht Consolidated/Separate Financial Statements	
	As at April 30, 2017	As at October 31, 2016
Unsecured senior debt debentures	10,992,346	9,993,070
<u>Less</u> Current portion	<u>(1,999,953)</u>	<u>(2,999,307)</u>
Net	<u>8,992,393</u>	<u>6,993,763</u>

Movements of long-term debentures for the six-month period ended April 30, 2017 are as follows:

	Unit : Thousand Baht Consolidated/Separate Financial Statements
Beginning book value	9,993,070
Debentures issuance during the period	2,000,000
Redemptions during the period	(1,000,000)
Amortized debenture issuance expenses during the period	<u>(724)</u>
Ending book value	<u>10,992,346</u>

Other significant compliance to the covenants of the debenture issuances are as follows:

- The Company shall maintain the debts with interest to equity ratio in the consolidated financial statements as at October 31 in every year not exceed 2 : 1 the entire term.

As at October 31, 2016, the debts with interest to equity ratio is 1.13 : 1.00.

- The Company shall proceed the credit rating the entire term. In case the credit rating of the debentures is lower than the current Company's rating at that time, the Company shall pledge assets as collateral for the debenture holders or proceed to correct the credit rating of the debentures to be at the same level or better than the credit rating of the Company.

As at April 30, 2017, the credit rating of the debentures was not lower than the Company's credit rating.

17. LONG-TERM BORROWINGS

Movements of long-term borrowings for the six-month period ended April 30, 2017, are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning balance at book value	5,067,466	3,409,666
Repayment during the period	<u>(1,000,000)</u>	<u>(600,000)</u>
Ending balance at book value	4,067,466	2,809,666
<u>Less</u> Current portion	<u>(1,911,633)</u>	<u>(1,205,833)</u>
Long-term borrowings	<u>2,155,833</u>	<u>1,603,833</u>

The interest rates of long-term borrowings are as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	As at April 30, 2017 %	As at October 31, 2016 %	As at April 30, 2017 %	As at October 31, 2016 %
Borrowings - Baht currency	2.00 - 4.25	2.00 - 4.25	2.00 - 3.86	2.00 - 3.86

Maturities of long-term borrowings are as follows:

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Within 1 year	1,911,633	2,011,633	1,205,833	1,205,833
Over 1 year and within 5 years	2,155,833	3,055,833	1,603,833	2,203,833

Credit Limit	Balances		Interest rate	Principal repayment	Interest payment	Commencing repayment	Maturity
	As at April 30, 2017	As at October 31, 2016					
	Thousand Baht	Thousand Baht					
The Company							
1. Baht 2,500 million	600,000	850,000	AMLR - Fixed rate	Semi-annual	Monthly	May 2013	March 2019
2. Baht 1,500 million	900,000	1,050,000	AMLR - Fixed rate	Semi-annual	Quarterly	May 2015	November 2019
3. Baht 1,000 million	800,000	900,000	AMLR - Fixed rate	Semi-annual	Quarterly	June 2016	December 2020
4. Baht 1,000 million	500,000	600,000	AMLR - Fixed rate	Semi-annual	Monthly	April 2015	October 2019
5. Baht 11.30 million	2,000	2,000	Fixed rate	Annual	Monthly	June 2012	June 2017
6. Baht 23 million	7,666	7,666	Fixed rate	Annual	Annual	June 2013	June 2019
Total	<u>2,809,666</u>	<u>3,409,666</u>					
The subsidiaries							
7. Baht 800 million	100,000	200,000	AMLR - Fixed rate	Semi-annual	Monthly	February 2014	February 2019
8. Baht 1,000 million	500,000	600,000	Fixed rate	Semi-annual	Monthly	April 2015	October 2019
9. Baht 1,000 million	300,000	400,000	AMLR - Fixed rate	Semi-annual	Monthly	March 2012	June 2018
10. Baht 1,000 million	352,000	452,000	AMLR - Fixed rate	Semi-annual	Monthly	August 2014	February 2019
11. Baht 33.90 million	5,800	5,800	Fixed rate	Annual	Annual	June 2012	June 2017
Total	<u>1,257,800</u>	<u>1,657,800</u>					
Grand Total	<u>4,067,466</u>	<u>5,067,466</u>					

* AMLR is the average MLR of 4 large Thai financial institutions

In the consolidated and separate financial statements as at April 30, 2017 and October 31, 2016, most of the borrowings are guaranteed by the Company and its subsidiaries. The subsidiaries insured certain structure and machine with transferring beneficial right to lenders, the commercial banks. The fifth, sixth and eleventh credit lines are borrowing for purchases of agricultural equipment with secured by the executive directors of the Company and guaranteed cheques of the Company.

In addition, the Company and its subsidiaries have to abide to certain financial conditions, such as maintaining of debt with interest-to-equity ratio, the shareholding ratio in subsidiaries, debt service coverage ratio, restriction on additional long-term debt creation, increase of the registered share capital and restriction on dividend payment of subsidiaries. As at April 30, 2017 and October 31, 2016, the Company and its subsidiaries can maintain the ratios as stipulated in the agreements.

18. INCOME TAX EXPENSE (INCOME), DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES

18.1 Income tax expense (income)

Income tax expense (income) for the six-month periods ended April 30, are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	2017	2016	2017	"Restated" 2016
<u>Current income tax</u>				
Current income tax expense (income)	118,984	78,264	(3,713)	-
<u>Deferred income tax</u>				
Deferred income tax expense (income)				
and temporary differences	919	(50,828)	6,480	(15,099)
Total	<u>119,903</u>	<u>27,436</u>	<u>2,767</u>	<u>(15,099)</u>

Reconciliation of income tax expenses and the results of the accounting profit (loss) multiplied by the income tax rate for the six-month periods ended April 30, are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	2017	2016	2017	"Restated" 2016
Profit (loss) before income tax expense (income)				
- Promoted sector-exempted from income tax	457,579	274,925	-	-
- Non-promoted sector	753,730	277,943	86,199	(71,095)
Total profit (loss) before income tax expense (income)	<u>1,211,309</u>	<u>552,868</u>	<u>86,199</u>	<u>(71,095)</u>
Statutory tax rates (%)	20	20	20	20
Income tax expense				
- Non-promoted sector	150,746	55,589	17,240	-
Total income tax	<u>150,746</u>	<u>55,589</u>	<u>17,240</u>	<u>-</u>
Effect on income tax from non-deductible taxable expense and exempted taxable income expense	(27,948)	34,938	(17,240)	-
	122,798	90,527	-	-
Prior year income tax income	(3,814)	(12,263)	(3,713)	-
Deferred income tax expense (income)	919	(50,828)	6,480	(15,099)
Income tax expense (income)	<u>119,903</u>	<u>27,436</u>	<u>2,767</u>	<u>(15,099)</u>

18.2 Deferred tax assets - net are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
Deferred tax assets - net				
Employee benefit obligations	601	587	-	-
Loss carried forward	4,377	2,243	-	-
Deferred tax assets - net	<u>4,978</u>	<u>2,830</u>	<u>-</u>	<u>-</u>

The movements of deferred tax assets during six-month periods ended April 30, are as follows:

2017

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	As at November 1, 2016	Items as recognized in profit or loss	Items as recognized in other comprehensive income	As at April 30, 2017
Deferred tax assets - net				
Employee benefit obligations	587	14	-	601
Loss carried forward	2,243	2,134	-	4,377
Deferred tax assets - net	<u>2,830</u>	<u>2,148</u>	<u>-</u>	<u>4,978</u>

2016

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	“Restated” As at November 1, 2015	Items as recognized in profit or loss	Items as recognized in other comprehensive income	“Restated” As at April 30, 2016
Deferred tax assets - net				
Employee benefit obligations	1,281	7,151	-	8,432
Loss carried forward	1,208	160,615	257	162,080
Depreciation	(269)	(101,074)	(211)	(101,554)
Allowance for diminution in value of inventories	11,655	14,154	(288)	25,521
Gain on asset revaluation	(14,455)	-	(51,413)	(65,868)
Allowance for doubtful accounts	361	3,555	-	3,916
Change in fair value	9,768	(26,374)	-	(16,606)
Others	391	956	-	1,347
Deferred tax assets - net	<u>9,940</u>	<u>58,983</u>	<u>(51,655)</u>	<u>17,268</u>

Unrecognized deferred tax assets of three and two foreign subsidiaries, respectively, as at April 30, are as follows:

	Unit : Thousand Baht	
	Consolidated	
	Financial Statements	
	2017	2016
The following deferred tax assets have not been recognized		
Temporary differences	(153,518)	(28,663)
Loss carried forward	256,247	141,215
	<u>102,729</u>	<u>112,552</u>

As at April 30, 2017, the Company's management assessed that the deferred tax assets will not be utilized in full amount because the future taxable profit of subsidiaries will not be sufficient to utilize such deferred tax assets. The loss carried forward which is not recognize deferred tax asset of Baht 256.25 million, will be matured by the years 2017 and 2022 of Baht 61.09 million and Baht 195.16 million, respectively.

18.3 Deferred tax liabilities - net are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	April 30,	October 31,	April 30,	October 31,
	2017	2016	2017	2016
Deferred tax liabilities - net				
Allowance for doubtful accounts	1)	2)))
Allowance for diminution in value of inventories	6))	5))
Allowance for impairment in subsidiary investments			84)	07)
Allowance for impairment in other long-term investments))
Employee benefit obligations	2)	5)	0)	5)
Gain on asset revaluation	'0	'0	;8	;8
Loss carried forward	40)	19)	4)	6)
Depreciation)	;)	
Change in fair value	;4	;8	;3	;8
Others	0)	9)	(8,283)	(8,213)
Deferred tax liabilities - net	<u>;4</u>	<u>;3</u>	<u>;8</u>	<u>;4</u>

The movements of deferred tax liabilities during six-month periods ended April 30, are as follows:

2017

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	As at November 1, 2016	Items as recognized in profit or loss	Items as recognized in other comprehensive income	As at April 30, 2017
Deferred tax liabilities - net				
Allowance for doubtful accounts	2))	-	1)
Allowance for diminution in value of inventories)	0)	-	6)
Allowance for impairment in other long-term investments)		-	-
Employee benefit obligations	5))	-	2)
Gain on asset revaluation	'0		-	'0
Loss carried forward	19))	-	40)
Depreciation	i	4)	-)
Change in fair value	i8		7,774	i4
Others	9)		-	0)
Deferred tax liabilities - net	<u>i3</u>			<u>i4</u>

2016

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	“Restated” As at November 1, 2015	Items as recognized in profit or loss	Items as recognized in other comprehensive income	“Restated” As at April 30, 2016
Deferred tax liabilities - net				
Allowance for doubtful accounts	0)		-)
Allowance for diminution in value of inventories	6))	-)
Allowance for impairment in other long-term investments)		-)
Employee benefit obligations	0)		-	5)
Gain on asset revaluation	i2		3)	'9
Loss carried forward	12)	i7	-	75)
Depreciation	i5	30)	-	
Change in fair value	.6	2)	-	i4
Others)		-)
Deferred tax liabilities - net	<u>i0</u>		<u>(51,413)</u>	<u>i2</u>

2017

	Unit : Thousand Baht			
	Separate Financial Statements			
	As at November 1, 2016	Items as recognized in profit or loss	Items as recognized in other comprehensive income	As at April 30, 2017
Deferred tax liabilities - net				
Allowance for doubtful accounts)		-)
Allowance for diminution in value of inventories)	9)	-	5)
Allowance for impairment in subsidiary investments	07))	-	84)
Allowance for impairment in other long-term investments)		-	-
Employee benefit obligations	5)		-	0)
Gain on asset revaluation	i8	-	-	i8
Loss carried forward	6)	!	-	4)
Depreciation)	-)
Change in fair value	i8		7,774	i3
Others)		-)
Deferred tax liabilities - net	<u>74</u>		<u>7,774</u>	<u>8</u>

2016

	Unit : Thousand Baht			
	Separate Financial Statements			
	“Restated” As at November 1, 2015	Items as recognized in profit or loss	Items as recognized in other comprehensive income	“Restated” As at April 30, 2016
Deferred tax liabilities - net				
Allowance for doubtful accounts	(5,591)	57	-	(5,534)
Allowance for diminution in value of inventories	(4,980)	3,754	-	(1,226)
Allowance for impairment in other long-term investments	(1,177)		-	(1,177)
Employee benefit obligations	(18,355)	(622)	-	(18,977)
Gain on asset revaluation	93,305		-	93,305
Loss carried forward	(89,776)	(1,042)	-	(90,818)
Depreciation	(3,525)	(17,023)	-	(20,548)
Change in fair value	94,167	204	-	94,371
Others	629	(427)	-	202
Deferred tax liabilities - net	<u>64,697</u>	<u>(15,099)</u>	<u>-</u>	<u>49,598</u>

19. DIVIDENDS PAID AND LEGAL RESERVE

The annual general meeting of shareholders of the Company passed a resolution to pay dividends as follows:

Dividends	Approved by	Number of shares Billion shares	Dividends Paid per share	Ordinary Shares per share	Dividends Paid Million Baht	Dividends Paid Date
- Dividends paid from the Company's result of operations from November 1, 2015 to October 31, 2016	No. 1/2017 held on February 24, 2017	4.41	0.10	-	441.02	March 23, 2017
- Dividends paid from the Company's result of operations from November 1, 2014 to October 31, 2015	No. 1/2016 held on February 26, 2016	4.01	0.06	0.05	423.21	March 25, 2016

In accordance with the Public Limited Company Act B.E. 2535, the Company is required to set aside a legal reserve of at least 5 percent of net earnings after deducting accumulated deficit brought forward (if any) until reserve reaches 10 percent of the authorized share capital and this reserve is not available for distribution as dividends. As at April 30, 2017 and October 31, 2016, the Company's legal reserve reaches 10 percent of the Company's authorized share capital.

20. MANAGEMENT BENEFIT EXPENSES

Management benefit expenses included the compensation paid to the directors of the Company and its subsidiaries in accordance to Section 90 of Public Company Act which do not include salaries and related benefits paid to the executive directors of the Company and its subsidiaries are as follows:

	Unit : Thousand Baht	
	Consolidated/Separate Financial Statements 2017	2016
For the three-month periods ended April 30,	1,753	1,725
For the six-month periods ended April 30,	5,728	5,566

21. EXPENSES BY NATURE

The significant expenses by nature for the three-month periods and six-month periods ended April 30, are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	for the three-month		Financial Statements	
	periods ended April 30,		for the three-month	
	“Restated”		periods ended April 30,	
	2017	2016	2017	“Restated”
			2016	
Salaries, wages and other employee benefits	594,988	555,884	222,036	215,654
Depreciation	473,612	474,962	129,788	191,681
Fee paid to the Office of the Cane and Sugar Fund	295,023	342,588	92,756	137,228
Maintenance expenses	304,485	311,170	118,995	118,318
Transportation expenses	167,562	139,334	30,119	89,389
Raw material and supplies used	6,116,616	3,949,581	2,527,978	1,974,996
Purchased finished goods	94,302	6,451	692,553	381,703
Changes in finished goods and goods in process	(4,174,958)	(2,401,439)	(2,032,870)	(1,191,896)
Management benefit expenses	29,156	32,800	9,032	11,187
Finance costs	173,734	180,651	128,820	137,964
Other operating expenses	117,082	259,749	178,025	95,329
Total	<u>4,191,602</u>	<u>3,851,731</u>	<u>2,097,232</u>	<u>2,161,553</u>

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	for the six-month		Financial Statements	
	periods ended April 30,		for the six-month	
	“Restated”		periods ended April 30,	
	2017	2016	2017	“Restated”
			2016	
Salaries, wages and other employee benefits	1,065,532	1,082,102	442,555	434,917
Depreciation	836,522	903,138	273,931	370,867
Fee paid to the Office of the Cane and Sugar Fund	593,709	620,788	214,866	299,753
Maintenance expenses	567,537	594,771	226,605	225,925
Transportation expenses	255,746	243,239	43,699	125,828
Raw material and supplies used	9,921,257	8,261,458	4,864,044	4,468,106
Purchased finished goods	107,487	10,507	1,189,825	735,318
Changes in finished goods and goods in process	(7,204,672)	(5,341,540)	(3,984,210)	(2,491,182)
Management benefit expenses	84,451	84,773	28,723	29,148
Finance costs	333,949	360,744	255,319	281,745
Other operating expenses	354,327	522,263	324,468	207,279
Total	<u>6,915,845</u>	<u>7,342,243</u>	<u>3,879,825</u>	<u>4,687,704</u>

22. EARNINGS (LOSS) PER SHARE

The calculations of basic earnings (loss) per share were based on dividing the profit (loss) for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares held by the outsiders outstanding during the period. Basic earnings (loss) per share for three-month and six-month periods ended April 30, 2017 and 2016 is as follows:

2017

	Consolidated Financial Statements			Separate Financial Statements		
	Net profit for the period Thousand Baht	Number of shares Thousand Shares	Earnings per share Baht	Net profit (loss) for the period Thousand Baht	Number of shares Thousand Shares	Earnings (loss) per share Baht
<u>Basic and diluted earnings (loss) per share</u>						
For the three-month period						
to ordinary equity holders	639,854	4,410,233*	<u>0.145</u>	(46,872)	4,410,233*	<u>(0.011)</u>
For the six-month period						
to ordinary equity holders	1,092,909	4,410,233*	<u>0.248</u>	83,432	4,410,233*	<u>0.019</u>

2016 (Restated)

	Consolidated Financial Statements			Separate Financial Statements		
	Net profit for the period Thousand Baht	Number of shares Thousand Shares	Earnings per share Baht	Net loss for the period Thousand Baht	Number of shares Thousand Shares	(Loss) per share Baht
<u>Basic and diluted earnings (loss) per share</u>						
For the three-month period						
to ordinary equity holders	184,876	4,410,244	<u>0.042</u>	(98,347)	4,410,244	<u>(0.022)</u>
For the six-month period						
to ordinary equity holders	541,435	4,410,244	<u>0.123</u>	(55,996)	4,410,244	<u>(0.013)</u>

* Number of shares as at April 30, 2017 equivalent to number of shares as at October 31, 2016. However number of share as at October 31, 2016 changed from the stock dividend adjustment.

23. DISCLOSURE OF OPERATING SEGMENTS

The Company and subsidiaries (“Group Company”) presented the segment information in respect of the Group’s business segments. The primary format in segment information report is based on the Group’s management and internal reporting structure.

The Group comprises the following main business segments:

Manufacture and Distribution of Sugar and Molasses

Produce and distribute sugar and molasses to industrial enterprises, re-export manufacturing enterprises and international sugar traders.

Manufacture and Distribution of Alcohol

Produce and distribute alcohol to a domestic and overseas oil companies.

Manufacture and Sale of Electricity

Generate and sale electricity to Electricity Generating Authority of Thailand and the group companies.

Real Estate Rental

Operate office building and holiday resort for training and seminar center.

Geographical segments information is based on entity operating in the country and overseas. The overseas operations comprise Laos People's Democratic Republic and Kingdom of Cambodia.

Major Customer Information

For the six-month periods ended April 30, 2017 and 2016, the Group has revenue with a single external customer in Thailand in electricity sector in the amount of Baht 485.79 million and Baht 397.13 million, respectively, of the Group's total revenue.

Details of the operating segments of the Group are as follows:

Consolidated statements of profit or loss

For the six-month periods ended April 30, 2017 and 2016

	Unit : Million Baht												Total	
	Manufacture and Distribution of Sugar and Molasses		Manufacture and Distribution of Alcohol		Manufacture and Sale of Electricity		Real Estate Rental		Others Business		Inter-Transaction			
	"Restated"		"Restated"		"Restated"		"Restated"		"Restated"		"Restated"			
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016		
Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai
Net revenue from operation - external	5,013	471	5,684	245	1,109	1,011	486	409	82	78	-	-	7,533	7,731
Net revenue from operation - internal	3,291	123	3,205	154	-	-	1,371	1,444	-	-	(5,394)	-	-	-
Total	8,304	594	8,889	399	1,109	1,011	1,857	1,853	82	78	(5,394)	7,533	7,731	
Profit (loss) from operations	1,570	182	1,388	(39)	206	217	682	681	94	87	(180)	2,688	2,241	
Selling, administrative expenses and others												(1,236)	(1,342)	
Finance costs	(322)	(46)	(350)	(42)	(14)	(18)	(37)	(40)	(13)	(15)	106	(334)	(361)	
Share of profit of investment in an associate												93	14	
Income tax expenses												(120)	(27)	
Net profit												1,091	525	
(Less) Loss for the six-month period of non-controlling interest												(2)	(16)	
Profit for the period												1,093	541	
Interest income	158	3	150	4	-	6	-	-	-	-	(106)	63	56	
Depreciation	(493)	(57)	(543)	(60)	(36)	(27)	(162)	(162)	-	-	-	(757)	(807)	

Consolidated Statements of Financial Position

As at April 30, 2017 and October 31, 2016

Trade and other receivables		1,452	72		198	325	168		12		(661)	1,407
Inventories		1,423	145		334	161	62		-		(49)	2,552
Property, plant and equipment		14,437	3,413		907	7,465	7,041		1		(370)	26,186
Central assets		17,342	375		15	30	104		3,635		(13,696)	8,230
Total Assets		34,654	4,005		1,454	7,981	7,375		3,648		(14,776)	38,375
Total Liabilities		21,467	2,907		948	2,404	2,363		964		(7,386)	21,724

24. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENTS

As at April 30, 2017 and October 31, 2016, apart from liabilities reflected in the interim financial information, the Company and its subsidiaries have commitments and contingent liabilities as follows:

24.1 The Company and its subsidiaries have commitments relating to the sales agreements but not yet delivered in the consolidated financial statements amounting to Baht 6,526.45 million and Baht 1,455.67 million, respectively, and in the separate financial statements amounting to Baht 3,549.20 million and Baht 816.63 million, respectively.

24.2 The Company and three subsidiaries had agreements to purchase cane by issuing post-dated checks. The Company and such subsidiaries did not record the said liabilities as the checks were not yet due and the cane of the production season has not been received from the farmers as follows:

	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	As at April 30, 2017	As at October 31, 2016	As at April 30, 2017	As at October 31, 2016
For the production season 2016/2017	-	1,106.95	-	370.17
For the production season 2017/2018	502.39	-	180.54	-

24.3 A subsidiary entered into two electricity sale-purchase agreements with the Electricity Generating Authority of Thailand (EGAT) as follows:

- Agreement dated February 21, 2005, EGAT agrees to buy electricity from the subsidiary at Namphong District, Khon kaen Province, for the period of 21 years commencing from the first month of electricity sales (December 2006) at the volume of 20 Megawatt at the voltage of 115 Kilovolts. For the second year until the year before last year, EGAT agrees to buy electricity at not less than 80% of the electricity volume stipulated in the agreement.
- Agreement dated January 12, 2010, EGAT agrees to buy electricity at the volume of 22 Megawatt at the voltage of 115 Kilovolts at Bo Ploy District, Kanchanaburi Province, at the mutually-agreed price as stipulated in the agreement for the period of 5 years commencing from April 1, 2011. Prior to the expiration of the contractual term, the subsidiary shall inform EGAT for the extension of the contractual term in writing at not less than 30 days prior to the expiry date of the agreement and the agreement shall be extended for the contractual term of 5 years at a time. The subsidiary has pledged the letter of guarantee at the amount of Baht 4.40 million as collateral for the offer to sell the electricity. Subsequently, on June 2, 2014, EGAT agrees to buy additional electricity at the volume of 8 Megawatt totaling 30 Megawatt at the voltage of 115 Kilovolts, at the mutually-agreed price as stipulated in the agreement, for the period commencing from July 1, 2014 to November 2, 2018.

24.4 A subsidiary entered into an electricity sale-purchase agreement with the Electricity Generating Authority of Thailand (EGAT) on September 18, 2012, EGAT agrees to buy electricity at the volume of 2.12 Megawatt at the voltage of 22,000 volts at Wangsaphung District, Loei Province, at the mutually-agreed price as stipulated in the agreement for the period of 5 years commencing from November 20, 2012. And the postpone for sale electricity to December 27, 2014. Prior to the expiration of the contractual term, the subsidiary shall inform EGAT for the extension of the contractual term in writing at not less than 30 days prior to the expiry date of the agreement and the agreement shall be extended for the contractual term of 5 years at a time.

24.5 The consolidated and separate financial statements have commitments, contingent liabilities and credit facilities as follows:

Unit : Million

	Currency	Consolidated Financial Statements					
		As at April 30, 2017			As at October 31, 2016		
		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	5,497.72	-	-	3,417.35	-
Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	USD	-	12.76	-	-	1.97	-
Contingent Liabilities							
Letters of guarantees (unspecified credit limit)	THB	-	93.27	-	-	81.45	-
Letters of credit and trust receipts	THB	120.00	-	120.00	170.00	-	170.00
Letters of credit	USD	10.00	-	10.00	11.90	1.90	10.00
Letters of credit	EURO	2.01	2.01	-	2.01	2.01	-
Overdraft and short-term borrowings	THB	25,146.04	8,139.29	17,006.75	21,512.20	2,720.73	18,791.47
Short-term borrowings	USD	50.50	10.86	39.64	50.50	0.04	50.46
Joint credit line in short-term borrowings	THB	3,681.50	2,840.50	841.00	2,365.00	1,035.00	1,330.00
Joint credit line in short-term borrowings	USD	-	-	-	20.00	-	20.00
Long-term borrowings	THB	4,067.47	4,067.47	-	5,067.47	5,067.47	-

Unit : Million

	Currency	Separate Financial Statements					
		As at April 30, 2017			As at October 31, 2016		
		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	4,154.72	-	-	1,642.85	-
Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	USD	-	10.39	-	-	1.93	-
Contingent Liabilities							
Letters of guarantees (unspecified credit limit)	THB	-	4.53	-	-	4.13	-
Letters of credit and trust receipts	THB	30.00	-	30.00	30.00	-	30.00
Letters of credit	EURO	2.01	2.01	-	2.01	2.01	-
Overdraft and short-term borrowings	THB	11,078.70	4,632.57	6,446.13	9,545.20	1,108.00	8,437.20
Short-term borrowings	USD	10.50	-	10.50	10.50	-	10.50
Joint credit line in short-term borrowings	THB	3,681.50	2,840.50	841.00	2,365.00	1,035.00	1,330.00
Joint credit line in short-term borrowings	USD	-	-	-	20.00	-	20.00
Long-term borrowings	THB	2,809.67	2,809.67	-	3,409.67	3,409.67	-

The above credit facilities are partially secured between the Company and its subsidiaries, and transfer of benefits arisen from insurance policy for structure and machineries to the lenders. For certain credit fatalities are secured by the executive directors of the Company and guaranteed cheques of the Company. In addition, for certain credit facilities, if they are is utilized, certain inventories of the Company and its subsidiaries will be used as collateral, however, as at April 30, 2017 and October 31, 2016 the Company and its subsidiaries do not use those facilities.

The Company and its subsidiaries are required to comply with certain financial conditions for joint commitments and contingent liabilities, including maintaining the debt with interest-to-equity ratio, maintaining the shareholding ratio in subsidiary, maintaining the debt service coverage ratio in the consolidated financial statements, restriction on additional long-term debt creation, increase of the registered share capital, and restriction on dividend payment of subsidiaries, etc.

24.6 The Company and its subsidiaries have the remaining commitments under the various contracts as follows:

						Unit : Million			
						Consolidated Financial Statements			
						As at April 30, 2017		As at October 31, 2016	
	Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments				
Construction and subcontract agreements	THB	998.00	166.81	1,070.15	207.36				
Machine and equipment purchase agreements	THB	761.16	354.07	317.72	49.65				
	USD	14.01	0.79	13.60	1.42				
	EURO	2.88	2.01	2.88	2.01				

										Unit : Million			
										Consolidated Financial Statements			
										Outstanding Contractual Commitments			
										As at April 30, 2017		As at October 31, 2016	
		Within 1 year	1 - 5 years	Over 5 years	Total	Within 1 year	1 - 5 years	Over 5 years	Total				
Leased concessions agreements	USD	0.17	0.68	11.57	12.42	0.17	0.67	11.70	12.54				
Rental agreements	THB	13.33	26.93	-	40.26	5.61	11.87	-	17.48				

						Unit : Million			
						Separate Financial Statements			
						As at April 30, 2017		As at October 31, 2016	
	Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments				
Construction and subcontract agreements	THB	622.19	82.45	704.01	98.22				
Machine and equipment purchase agreements	THB	752.96	352.43	304.59	40.46				
	EURO	2.88	2.01	2.88	2.01				

										Unit : Million			
										Separate Financial Statements			
										Outstanding Contractual Commitments			
										As at April 30, 2017		As at October 31, 2016	
		Within 1 year	1 - 5 years	Total	Within 1 year	1 - 5 years	Total						
Rental agreements	THB	6.12	12.70	18.82	5.61	11.87	17.48						

24.7 Other significant agreements

- 24.7.1 A subsidiary was granted the electricity generating business concession from the Ministry of Energy on October 1, 2005 in the area of 43 Moo 10, Tambol Namphong, Amphur Namphong, Khon kaen Province, for the period of 21 years. However, such subsidiary obtained a license for energy industry operation from the Energy Regulatory Commission (ERC) as a replacement when the Energy Industry Act B.E. 2550 was effective, for the period of 19 years ending in December 2028. The subsidiary has to comply with the Energy Industry Act B.E. 2550 and the conditions according to the license.
- 24.7.2 On February 16, 2006, Savannakhet Sugar Corporation (subsidiary) made a contract to develop area in the Laos People's Democratic Republic with the Government of that country to be used for the subsidiary's office, factory unit, road and area for cane plantation with the total area of 10,000 hectares covering the period of 40 years which can be extended for another 20 years if approved by the counter party. As at April 30, 2017 and October 31, 2016, the subsidiary has already utilized the area of 5,053.61 hectares at the rental rate.
- 24.7.3 Koh Kong Plantation Company Limited and Koh Kong Sugar Industry Co., Ltd. (subsidiaries) entered into the Memorandum of Understanding (MOU) with the Government of Kingdom of Cambodia on August 2, 2006 in order to build a sugar mill factory and receive concession land for cane plantation in Koh Kong Province, Kingdom of Cambodia with total area of 19,100 hectares covering period of 90 years and the rental price has a grace period of the first 4 years, afterwards, the rate of rental price of USD 1 - 4 per hectare per annum. As at April 30, 2017 and October 31, 2016, the subsidiaries have already utilized the area of 9,398.69 hectares, equal for both period. Buildings and structure and building under construction of subsidiaries, are located on the concession land which the ownership will be transferred to the lessor when the agreements are expired (see Note 13).
- 24.7.4 A subsidiary in the Kingdom of Cambodia entered into two long-term land lease agreements with an outside person to build port and land awaiting development dated June 1, 2007 and May 21, 2007, respectively. The contractual term is 90 years for both agreements. The subsidiary has already paid the entire advance lease fee at USD 0.48 million. As at April 30, 2017 and October 31, 2016, the balances of the advance lease fee paid are USD 0.43 million, equal for both period, which is presented as part of other non-current assets.

25. FINANCIAL INSTRUMENTS

Risk management policies

The Company and its subsidiaries possess risks regarding to the change of market interest rate, market currency exchange rate, rates of the related goods' price changing and from non-performance of contractual obligations by counter parties. The Company and its subsidiaries will consider to using appropriate financial instruments when it considers necessary to manage such risks. However, the Company and its subsidiaries do not have any policy to hold or issue any financial instruments for speculation or for trading.

Risk on interest rate

The Company and its subsidiaries possess risk on interest rates is derived from the fluctuation of the market interest rate in the future, which will affect upon the Company and its subsidiaries' operating results and cash flows. However, the Group manage risk on interest rate by using various methods including the loans allocation to gain appropriate balance between fixed interest rate loans and floating interest rate loans and compatible to different activities of the Group with the details mainly as follows:

Unit : Thousand Baht

Consolidated Financial Statements
As at April 30, 2017

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year	More than 5 years		
Financial Assets					
Savings accounts deposits				106,418	106,418
Fixed account deposits					24
Loans for cane plantation development	1,985	5,323	275	38,577	489,160
Short-term loans to farmers	2,589	551		20,874	458,114
Short-term loans to others	5,241				615,241
Long-term loans to others	983	477			79,460
Total	251,822	7,451	275	165,869	1,748,417

Financial Liabilities					
Short-term borrowings from financial institutions	354,026				11,354,026
Other short-term borrowings	700				5,700
Long-term debentures	999,953	92,393			10,992,346
Long-term borrowings	509,733	905,733		652,000	4,067,466
Liabilities from long-term lease agreements	7				397
Total	869,809	898,126		652,000	26,419,935

Unit : Thousand Baht

Consolidated Financial Statements
As at October 31, 2016

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year	More than 5 years		
Financial Assets					
Savings accounts deposits				62,504	62,504
Fixed account deposits					23
Loans for cane plantation development	7,821	4,656	315	4,754	579,046
Short-term loans to farmers	6,631	314		60,004	965,449
Long-term loans to others	333	334			86,667
Other long-term investments	702				2,702
Total	198,510	8,804	315	127,262	1,696,391
Financial Liabilities					
Short-term borrowings from financial institutions	757,026				3,757,026
Other short-term borrowings	900				6,900
Long-term debentures	999,307	93,763			9,993,070
Long-term borrowings	409,733	305,734		852,000	5,067,467
Liabilities from long-term lease agreements	323				1,323
Total	174,289	799,497		852,000	18,825,786

Risks on exchange rates

Risks on exchange rates for the Company and its subsidiaries are mainly involved with sales of goods and import of machines which are transactions denominated in foreign currencies. As at April 30, 2017 and October 31, 2016, the significant assets and liabilities denominated in foreign currencies of the Company and its subsidiaries which the risk on exchange rates have not been hedged are as follows:

Currency	Consolidated Financial Statements				Separate Financial Statements				Unit : Million
	As at		As at		As at		As at		
	April 30, 2017		October 31, 2016		April 30, 2017		October 31, 2016		
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	
USD	31.20	14.27	15.60	2.58	-	-	11.91	-	
YEN	-	2.92	-	2.50	-	-	-	-	
EURO	0.86	-	-	-	0.86	-	-	-	
RIEL	873.77	96.99	711.48	92.03	-	-	-	-	
LAK	151.59	299.71	252.97	489.34	-	-	-	-	

As at April 30, 2017 and October 31, 2016, the Company and its subsidiaries entered into forward contracts and cross currency swap with commercial banks to hedge against exchange rate risk from receipts and debt repayments denominated in foreign currencies. The Company and its subsidiaries have not recorded such financial liabilities in the consolidated and separate financial statements.

The open forward contracts and cross currency swap contracts, which are due between 1 - 3 years, are as follows:

Currency	Amount fixed in contracts				Currency	Amount earned on contracts				Unit : Million
	Consolidated		Separate			Consolidated		Separate		
	Financial Statements		Financial Statements			Financial Statements		Financial Statements		
	As at	As at	As at	As at		As at	As at	As at	As at	
April 30, 2017	October 31, 2016	April 30, 2017	October 31, 2016	April 30, 2017	October 31, 2016	April 30, 2017	October 31, 2016			
USD	33.37	30.99	47.74	47.74	THB	1,186.39	1,098.04	1,700.57	1,693.00	

Net fair values of forward contracts at the end of the reporting period of the Company and its subsidiaries are as follows:

	Consolidated		Separate		Unit: Million Baht
	Financial Statements		Financial Statements		
	As at	As at	As at	As at	
	April 30, 2017	October 31, 2016	April 30, 2017	October 31, 2016	
Net fair values of forward contracts	(26.04)	(6.35)	(42.56)	(13.33)	

Risk on the fluctuation of sugar and cane prices

The cane and sugar industry in Thailand is under the benefit sharing system between the cane farmers and the sugar mill factories, the selling price of sugar under Quota B and the exchange rate of the actual sales made by Thailand Cane and Sugar Corporation (TCSC) have significant effect on cane price which is major cost of sugar production. To manage risk on the fluctuation of gross profit, the Company and its subsidiaries have hedged the risk by entering into commodity swap contracts for the period not over 1 years. Gain or loss is recognized in the statement of profit or loss when the contracts are settled or expired.

Net fair values of commodity swap contracts as at April 30, 2017 and October 31, 2016 of the Company and its subsidiaries are as follows:

	Currency	Unit : Million	
		Consolidated/ Separate Financial Statements As at April 30, 2017	As at October 31, 2016
Net fair values for commodity swap contracts	USD	(1.36)	(0.85)

Credit risk

The Company and its subsidiaries have risk on credit regarding trade accounts receivable, farmer accounts receivable, loans to farmers, loans to related parties and others receivable. However, as the Company and its subsidiaries have many receivables and have conservative credit policy including allowance for doubtful accounts. In addition, the Company and its subsidiaries request farmers to pledge land or other assets as collateral or guarantee by individual. The Group's management of the Company and its subsidiaries believes that the risk of default by receivables is low.

Fair value

Cash and cash equivalents, temporary investments, trade and other receivables, short-term loans, other current assets, short-term borrowings from financial institutions, trade and other payables, short-term borrowings, current income tax payable and other current liabilities, the carrying values approximate their fair values due to the relatively short period to maturity.

The carrying amounts of long-term loans approximate their fair values due to floating interest rates. The long-term loans and others with fixed interest rate, their fair values approximate the carrying amounts because the average interest rate at the financial position date offered to the loans interest rate with the similar terms and conditions to the Group's approximate to the fixed rates specified in the contracts.

The transactions disclosed in the following table, are considered that the carrying amounts of financial assets and liabilities recognized in the consolidated and separate financial statements are different from their fair values.

	Consolidated / Separate Financial Statement		Fair value Hierarchy	Valuation technique of fair value
	Carrying amount Million Baht	Fair value Million Baht		
As at April 30, 2017				
Financial liabilities				
Long-term debentures	10,992	10,171	Level 2	Calculated from the closing price of the last Bond Market Association Thailand at the last day.
As at October 31, 2016				
Financial liabilities				
Long-term debentures	9,993	10,227	Level 2	Calculated from the closing price of the last Bond Market Association Thailand at the last day.

The fair values of derivative financial instruments, which are forward contracts and cross currency swap contracts are assessment determined by discounted cash flows method. Future cash flows are estimated based on relevant market price discounting the weighted average cost (interest rate swap contracts at the end of the reporting period), are the market prices adjusted by credit risk of the counter parties which are hierarchy level 3 and the commodity swap contracts are calculated by using the raw sugar and white sugar prices from The Exchange and Bloomberg at the end of the reporting period as though the Company and its subsidiaries have settled those contracts at the end of the reporting period are hierarchy level 2.

26. COMPARATIVE INFORMATION OF FINANCIAL STATEMENTS FOR THE YEARS ENDED APRIL 30, 2017 AND 2016

The nature of the operations of the Company and its subsidiaries with the main business activities in manufacturing and distributing sugar depending on seasons, which can be classified as production season, from November to April of each year, and outside production season, from May to October. To facilitate the users of these interim financial information in comparing the information for the business with definite seasonal fluctuation, the Company presents the comparative financial information for the years ended April 30, 2017 and 2016 as follows:

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at April 30, 2017	As at April 30, "Restated" 2016	As at April 30, 2017	As at April 30, "Restated" 2016
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	511,199	175,414	40,305	65,273
Trade and other receivables	1,961,703	1,890,516	625,574	916,449
Short-term loans	1,281,367	1,272,259	2,502,009	1,696,250
Inventories	10,009,863	8,911,498	5,262,663	4,624,697
Biological assets	161,418	187,033	7,800	7,620
Other current assets	64,580	111,054	29,552	43,158
Total Current Assets	<u>13,990,130</u>	<u>12,547,774</u>	<u>8,467,903</u>	<u>7,353,447</u>

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30,		Financial Statements	
	"Restated"		As at April 30,	
	2017	2016	2017	2016
ASSETS (CONTINUED)				
NON-CURRENT ASSETS				
Long-term loans	360,608	461,112	4,354,877	4,364,449
Investment property	4,492,929	3,354,563	1,499,684	1,013,558
Property, plant and equipment	26,801,639	24,520,893	8,266,260	7,243,024
Other non-current assets	1,761,225	1,514,303	6,383,244	6,670,609
Total Non-Current Assets	33,416,401	29,850,871	20,504,065	19,291,640
TOTAL ASSETS	47,406,531	42,398,645	28,971,968	26,645,087
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Short-term borrowings from financial institutions	11,354,026	8,295,709	4,630,633	2,741,652
Trade and other payables	1,205,355	1,203,536	945,214	642,410
Current portion of long-term debentures	1,999,953	1,999,113	1,999,953	1,999,113
Current portion of long-term borrowings	1,911,633	1,921,593	1,205,833	1,205,833
Short-term borrowings	5,700	6,500	179,200	199,500
Current income tax payable	107,849	93,974	-	-
Provision for production costs	1,150,841	1,401,157	597,046	670,028
Other current liabilities	103,533	97,875	16,337	17,138
Total Current Liabilities	17,838,890	15,019,457	9,574,216	7,475,674
Total Non-Current Liabilities	12,263,487	12,670,923	10,903,809	11,075,315
TOTAL LIABILITIES	30,102,377	27,690,380	20,478,025	18,550,989
TOTAL SHAREHOLDERS' EQUITY	17,304,154	14,708,265	8,493,943	8,094,098
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	47,406,531	42,398,645	28,971,968	26,645,087

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	For the years ended		Financial Statements	
	April 30,		For the years ended	
	2017	2016	2017	2016
Revenue from sales	16,511,227	17,826,580	8,864,482	9,278,551
Revenues from services	201,726	161,740	168,249	129,859
Total revenues	16,712,953	17,988,320	9,032,731	9,408,410
Costs of the sales of goods	(12,876,196)	(14,326,719)	(7,647,617)	(8,315,231)
Cost of the rendering of services	(108,731)	(115,858)	(99,223)	(70,246)
Total costs	(12,984,927)	(14,442,577)	(7,746,840)	(8,385,477)
Gross profit	3,728,026	3,545,743	1,285,891	1,022,933
Other incomes	1,849,085	515,441	1,390,808	1,538,619
Profit before expenses	5,577,111	4,061,184	2,676,699	2,561,552
Selling expenses	(1,598,803)	(1,799,626)	(640,164)	(801,709)
Administrative expenses	(820,836)	(852,979)	(1,085,413)	(372,424)
Management benefit expenses	(140,990)	(146,816)	(48,141)	(52,226)
Finance costs	(683,188)	(772,029)	(525,272)	(579,610)
Share of gain of an associate	135,924	32,485	-	-
Profit before income tax (expense) income	2,469,218	522,219	377,709	755,583
Income tax (expense) income	(462,984)	2,105	(3,993)	60,346
Profit for the year	2,006,234	524,324	373,716	815,929

27. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial information have been approved for issuance by an authorized director of the Company on June 9, 2017.