

**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, 2020, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income for the three-month and six-month periods ended April 30, 2020, and the related consolidated and separate statements of changes in shareholders' equity and cash flows for the six-month period then ended, and the condensed notes to the 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 is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

BANGKOK
June 11, 2020

Juntira Juntrachaichoat
Certified Public Accountant (Thailand)
Registration No. 6326
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT APRIL 30, 2020

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		April 30,	October 31,	April 30,	October 31,
		2020	2019	2020	2019
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.3	912,019	2,430,387	515,578	34,007
Current investments		264	260	-	-
Trade and other current receivables	6	1,063,566	1,287,033	1,623,089	3,202,486
Current portion of finance lease receivable	7	19,999	-	-	-
Short-term loans	8	666,940	925,606	1,520,445	2,553,297
Inventories		6,102,290	2,774,381	2,957,229	1,513,172
Current biological assets	9	57,342	52,368	2,495	2,537
Other current assets		72,329	44,612	23,118	26,759
Total Current Assets		<u>8,894,749</u>	<u>7,514,647</u>	<u>6,641,954</u>	<u>7,332,258</u>
NON-CURRENT ASSETS					
Investments held as available for sale		130,673	217,263	130,673	217,263
Investments in associates	10	4,132,818	3,965,309	3,380,459	3,380,459
Investments in subsidiaries	11	-	-	4,131,385	4,131,385
Other long-term investments		27,537	27,526	20,327	20,327
Trade and other non-current receivables	12	452,029	615,644	297,561	366,140
Finance lease receivable - net of current portion	7	364,967	-	-	-
Long-term loans		149,019	145,503	3,085,038	3,202,609
Investment properties	13	5,641,256	5,636,792	1,769,232	1,769,232
Property, plant and equipment	14	25,190,642	25,868,494	9,415,428	9,561,626
Other intangible assets		37,535	39,756	28,628	30,169
Deferred tax assets	20.2	16,915	8,471	-	-
Other non-current assets		98,198	81,845	57,248	46,074
Total Non-current Assets		<u>36,241,589</u>	<u>36,606,603</u>	<u>22,315,979</u>	<u>22,725,284</u>
TOTAL ASSETS		<u><u>45,136,338</u></u>	<u><u>44,121,250</u></u>	<u><u>28,957,933</u></u>	<u><u>30,057,542</u></u>

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, 2020

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		April 30,	October 31,	April 30,	October 31,
		2020	2019	2020	2019
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term borrowings from financial institutions		9,518,419	4,880,138	5,746,678	2,465,992
Trade and other current payables	15	1,059,774	1,282,666	554,140	1,130,864
Current portion of long-term debentures	17	499,980	3,499,449	499,980	3,499,449
Current portion of long-term borrowings	18	1,882,000	1,982,000	1,882,000	1,982,000
Short-term borrowings		3,900	3,400	556,900	442,600
Current income tax payable		29,825	51,916	-	-
Provision for production costs	16	1,464,767	-	732,444	-
Other current liabilities		113,646	118,123	20,449	52,367
Total Current Liabilities		<u>14,572,311</u>	<u>11,817,692</u>	<u>9,992,591</u>	<u>9,573,272</u>
NON-CURRENT LIABILITIES					
Long-term debentures	17	6,995,175	6,994,151	6,995,175	6,994,151
Long-term borrowings	18	3,826,000	4,767,000	3,826,000	4,767,000
Deferred tax liabilities	20.3	919,745	1,130,897	56,998	225,239
Non-current provision for employee benefit		296,690	295,824	122,779	125,518
Other non-current liabilities		89,669	94,419	30,881	34,947
Total Non-current Liabilities		<u>12,127,279</u>	<u>13,282,291</u>	<u>11,031,833</u>	<u>12,146,855</u>
TOTAL LIABILITIES		<u>26,699,590</u>	<u>25,099,983</u>	<u>21,024,424</u>	<u>21,720,127</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT APRIL 30, 2020

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		April 30,	October 31,	April 30,	October 31,
		2020	2019	2020	2019
LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)					
SHAREHOLDERS' EQUITY					
SHARE CAPITAL					
Authorized share capital					
4,410,243,648 ordinary shares of Baht 0.50 each		2,205,122	2,205,122	2,205,122	2,205,122
Issued and paid-up share capital					
4,410,232,619 ordinary shares of Baht 0.50 each, fully paid		2,205,116	2,205,116	2,205,116	2,205,116
SHARE PREMIUM ACCOUNT - ORDINARY SHARES		2,946,439	2,946,439	2,946,439	2,946,439
RETAINED EARNINGS					
Appropriated					
Legal reserve		220,512	220,512	220,512	220,512
Unappropriated		11,192,212	11,785,942	1,957,470	2,292,104
OTHER COMPONENTS OF EQUITY		1,477,779	1,447,732	603,972	673,244
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		18,042,058	18,605,741	7,933,509	8,337,415
NON-CONTROLLING INTERESTS		394,690	415,526	-	-
TOTAL SHAREHOLDERS' EQUITY		18,436,748	19,021,267	7,933,509	8,337,415
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		45,136,338	44,121,250	28,957,933	30,057,542

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, 2020

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2020	2019	2020	2019
Revenues from sales and rendering of services					
Revenues from sales		3,370,771	3,242,518	1,685,199	1,806,458
Revenues from rendering of services		49,665	91,918	33,813	37,491
		<u>3,420,436</u>	<u>3,334,436</u>	<u>1,719,012</u>	<u>1,843,949</u>
Costs of sales of goods and rendering of services					
Costs of sales of goods	19	(3,037,856)	(2,167,587)	(1,696,667)	(1,564,278)
Costs of rendering of services		(17,270)	(58,698)	(25,798)	(24,841)
		<u>(3,055,126)</u>	<u>(2,226,285)</u>	<u>(1,722,465)</u>	<u>(1,589,119)</u>
Gross profit		365,310	1,108,151	(3,453)	254,830
Other incomes		36,012	69,084	587,775	94,460
Contribution to the Cane and Sugar Fund	19	(336,741)	-	(194,160)	-
(Loss) gain from investments in derivatives		(505,771)	42,188	(280,929)	42,188
Distribution costs		(165,933)	(497,196)	(61,158)	(288,516)
Administrative expenses		(121,593)	(72,193)	(56,823)	(24,546)
Remuneration for directors and executives	5.2	(28,165)	(30,173)	(11,308)	(13,212)
Finance costs		(129,791)	(182,908)	(117,963)	(162,379)
Share of profit of associates		104,015	33,497	-	-
Profit (loss) before income tax (expense) income		<u>(782,657)</u>	<u>470,450</u>	<u>(138,019)</u>	<u>(97,175)</u>
Income tax (expense) income		172,449	(60,695)	125,899	21,470
NET PROFIT (LOSS) FOR THE PERIOD		<u><u>(610,208)</u></u>	<u><u>409,755</u></u>	<u><u>(12,120)</u></u>	<u><u>(75,705)</u></u>
PROFIT (LOSS) ATTRIBUTABLE TO					
Owners of the parent		(586,715)	415,944	(12,120)	(75,705)
Non-controlling interests		(23,493)	(6,189)	-	-
		<u><u>(610,208)</u></u>	<u><u>409,755</u></u>	<u><u>(12,120)</u></u>	<u><u>(75,705)</u></u>
EARNINGS (LOSS) PER SHARE	24				
Basic earnings (loss) per share		BAHT (0.133)	0.094	(0.003)	(0.017)
Basic number of ordinary shares		THOUSAND SHARES 4,410,233	4,410,233	4,410,233	4,410,233

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, 2020
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2020	2019	2020	2019
Net profit (loss) for the period	(610,208)	409,755	(12,120)	(75,705)
Other comprehensive income (expense):				
Items that will be reclassified subsequently to profit or loss:				
Exchange differences on translating financial statements	57,463	39,863	-	-
Loss on remeasuring investments held as available for sale	(40,304)	(20,152)	(40,304)	(20,152)
Total items that will be reclassified subsequently to profit or loss	<u>17,159</u>	<u>19,711</u>	<u>(40,304)</u>	<u>(20,152)</u>
Items that will not be reclassified subsequently to profit or loss:				
Gain on revaluation of assets	-	649	-	-
Total items that will not be reclassified subsequently to profit or loss	<u>-</u>	<u>649</u>	<u>-</u>	<u>-</u>
Other comprehensive income (expense) - net of tax	<u>17,159</u>	<u>20,360</u>	<u>(40,304)</u>	<u>(20,152)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD	<u>(593,049)</u>	<u>430,115</u>	<u>(52,424)</u>	<u>(95,857)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO				
Owners of the parent	(572,115)	428,333	(52,424)	(95,857)
Non-controlling interests	(20,934)	1,782	-	-
	<u>(593,049)</u>	<u>430,115</u>	<u>(52,424)</u>	<u>(95,857)</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, 2020

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2020	2019	2020	2019
Revenues from sales and rendering of services					
Revenues from sales		6,313,673	6,183,648	3,436,554	3,576,699
Revenues from rendering of services		106,112	194,248	101,776	91,869
		<u>6,419,785</u>	<u>6,377,896</u>	<u>3,538,330</u>	<u>3,668,568</u>
Costs of sales of goods and rendering of services					
Costs of sales of goods	19	(5,382,883)	(4,289,025)	(3,321,771)	(3,180,705)
Costs of rendering of services		(36,824)	(124,087)	(73,931)	(61,684)
		<u>(5,419,707)</u>	<u>(4,413,112)</u>	<u>(3,395,702)</u>	<u>(3,242,389)</u>
Gross profit		1,000,078	1,964,784	142,628	426,179
Other incomes		230,167	163,107	714,879	230,531
Contribution to the Cane and Sugar Fund	19	(336,741)	-	(194,160)	-
Gain (loss) from investment in derivatives	27	(505,771)	102,732	(280,929)	102,732
Distribution costs		(295,460)	(949,817)	(158,618)	(528,226)
Administrative expenses		(457,582)	(295,762)	(194,809)	(181,009)
Remuneration for directors and executives	5.2	(91,057)	(91,212)	(36,738)	(38,954)
Finance costs		(271,929)	(347,435)	(257,299)	(313,331)
Share of profit of associates		176,759	13,214	-	-
Profit (loss) before income tax (expense) income		<u>(551,536)</u>	<u>559,611</u>	<u>(265,046)</u>	<u>(302,078)</u>
Income tax (expense) income	20.1	148,148	(52,010)	150,923	70,660
NET PROFIT (LOSS) FOR THE PERIOD		<u><u>(403,388)</u></u>	<u><u>507,601</u></u>	<u><u>(114,123)</u></u>	<u><u>(231,418)</u></u>
PROFIT (LOSS) ATTRIBUTABLE TO					
Owners of the parent		(374,756)	508,563	(114,123)	(231,418)
Non-controlling interests		(28,632)	(962)	-	-
		<u><u>(403,388)</u></u>	<u><u>507,601</u></u>	<u><u>(114,123)</u></u>	<u><u>(231,418)</u></u>
EARNINGS (LOSS) PER SHARE	24				
Basic earnings (loss) per share		BAHT (0.085)	0.115	(0.026)	(0.052)
Basic number of ordinary shares		THOUSAND SHARES 4,410,233	4,410,233	4,410,233	4,410,233

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, 2020
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2020	2019	2020	2019
Net profit (loss) for the period	(403,388)	507,601	(114,123)	(231,418)
Other comprehensive income (expense):				
Items that will be reclassified subsequently to profit or loss:				
Exchange differences on translating financial statements	108,834	(58,213)	-	-
Loss on remeasuring investments held as available for sale	(69,272)	(37,785)	(69,272)	(37,785)
Total items that will be reclassified subsequently to profit or loss	<u>39,562</u>	<u>(95,998)</u>	<u>(69,272)</u>	<u>(37,785)</u>
Items that will not be reclassified subsequently to profit or loss:				
Gain on revaluation of assets	339	649	-	-
Total items that will not be reclassified subsequently to profit or loss	<u>339</u>	<u>649</u>	<u>-</u>	<u>-</u>
Other comprehensive income (expense) for the period - net of tax	<u>39,901</u>	<u>(95,349)</u>	<u>(69,272)</u>	<u>(37,785)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD	<u><u>(363,487)</u></u>	<u><u>412,252</u></u>	<u><u>(183,395)</u></u>	<u><u>(269,203)</u></u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO				
Owners of the parent	(343,172)	424,853	(183,395)	(269,203)
Non-controlling interests	(20,315)	(12,601)	-	-
	<u><u>(363,487)</u></u>	<u><u>412,252</u></u>	<u><u>(183,395)</u></u>	<u><u>(269,203)</u></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, 2020

"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 shareholders' 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 shareholders' equity	
					Exchange differences on translating financial statements	Loss on re-measuring available-for-sale investments	Gain (loss) on asset revaluation							
For the six-month period ended April 30, 2019														
Beginning balance as at November 1, 2018	2,205,116	2,946,439	220,512	11,181,625	(35,280)	(34,398)	2,100,974	(263,276)	(111,494)	1,656,526	18,210,218	428,601	18,638,819	
Changes in shareholders' equity during the period														
- Dividends paid	21	-	-	(220,512)	-	-	-	-	-	-	(220,512)	(521)	(221,033)	
- Transfer of gain (loss) on asset revaluation		-	-	3,246	-	-	(2,597)	-	-	(2,597)	649	-	649	
- Total comprehensive income (expense) for the period		-	-	508,563	(46,574)	(37,785)	-	-	-	(84,359)	424,204	(12,601)	411,603	
Ending balance as at April 30, 2019		<u>2,205,116</u>	<u>2,946,439</u>	<u>220,512</u>	<u>11,472,922</u>	<u>(81,854)</u>	<u>(72,183)</u>	<u>2,098,377</u>	<u>(263,276)</u>	<u>(111,494)</u>	<u>1,569,570</u>	<u>18,414,559</u>	<u>18,830,038</u>	
For the six-month period ended April 30, 2020														
Beginning balance as at November 1, 2019		2,205,116	2,946,439	220,512	11,785,942	(169,685)	(106,190)	2,098,377	(263,276)	(111,494)	1,447,732	18,605,741	415,526	19,021,267
Changes in shareholders' equity during the period														
- Dividends paid	21	-	-	(220,511)	-	-	-	-	-	-	(220,511)	(521)	(221,032)	
- Transfer of gain (loss) on asset revaluation		-	-	1,537	-	-	(1,231)	-	-	(1,231)	306	33	339	
- Total comprehensive income (expense) for the period		-	-	(374,756)	100,550	(69,272)	-	-	-	31,278	(343,478)	(20,348)	(363,826)	
Ending balance as at April 30, 2020		<u>2,205,116</u>	<u>2,946,439</u>	<u>220,512</u>	<u>11,192,212</u>	<u>(69,135)</u>	<u>(175,462)</u>	<u>2,097,146</u>	<u>(263,276)</u>	<u>(111,494)</u>	<u>1,477,779</u>	<u>18,042,058</u>	<u>18,436,748</u>	

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, 2020

"UNAUDITED"

UNIT : THOUSAND BAHT

	Note	Issued and paid-up share capital	Share premium account - ordinary shares	Retained Earnings		Other components of shareholders' equity			Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	Other comprehensive income (expense)		Total other components of shareholders' equity	
						Loss on remeasuring available-for-sale investments	Gain on asset revaluation		
For the six-month period ended April 30, 2019									
Beginning balance as at November 1, 2018		2,205,116	2,946,439	220,512	2,750,548	(34,398)	779,434	745,036	8,867,651
Changes in shareholders' equity during the period									
- Dividends paid	21	-	-	-	(220,512)	-	-	-	(220,512)
- Total comprehensive expense for the period		-	-	-	(231,418)	(37,785)	-	(37,785)	(269,203)
Ending balance as at April 30, 2019		<u>2,205,116</u>	<u>2,946,439</u>	<u>220,512</u>	<u>2,298,618</u>	<u>(72,183)</u>	<u>779,434</u>	<u>707,251</u>	<u>8,377,936</u>
For the six-month period ended April 30, 2020									
Beginning balance as at November 1, 2019		2,205,116	2,946,439	220,512	2,292,104	(106,190)	779,434	673,244	8,337,415
Changes in shareholders' equity during the period									
- Dividends paid	21	-	-	-	(220,511)	-	-	-	(220,511)
- Total comprehensive expense for the period		-	-	-	(114,123)	(69,272)	-	(69,272)	(183,395)
Ending balance as at April 30, 2020		<u>2,205,116</u>	<u>2,946,439</u>	<u>220,512</u>	<u>1,957,470</u>	<u>(175,462)</u>	<u>779,434</u>	<u>603,972</u>	<u>7,933,509</u>

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, 2020

"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2020	2019	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit (loss) before income tax (expense) income	(551,536)	559,611	(265,046)	(302,078)
Adjustment for:				
Dividend income	(5,266)	(6,330)	(495,516)	(57,865)
Doubtful accounts - trade and other receivables (reversal)	(11,223)	(16,534)	(72)	(2,105)
Gain of investment in associates	(176,759)	(13,214)	-	-
Amortization (increase) of premium on bonds	(11)	(4)	-	-
Employee benefit expenses	7,026	11,697	2,977	5,298
(Gain) loss arising from change in fair value of biological assets	4,224	(47,315)	265	(238)
Loss on diminution in value and obsolescence of inventories (reversal)	133,276	(81,462)	(189,292)	(54,341)
Depreciation and amortization	753,938	842,222	276,688	387,706
(Gain) loss on sales and disposal of assets	(76,469)	(8,437)	330	6,522
Loss from plantation (reversal)	490	(735)	-	-
Loss arising from change in fair value of investment properties	2,500	-	-	-
Unrealized (gain) loss on exchange rate	(38)	(1,047)	(62,902)	38,275
Interest income	(52,909)	(64,963)	(96,028)	(118,154)
Interest expenses	271,929	347,435	257,299	313,331
	<u>299,172</u>	<u>1,520,924</u>	<u>(571,297)</u>	<u>216,351</u>
Operating assets (increase) decrease				
Trade and other current receivables	230,257	142,274	1,585,047	193,863
Inventories	(3,461,185)	(7,711,531)	(1,254,765)	(4,372,033)
Current biological assets	(9,198)	52,933	(223)	806
Other current assets	(12,805)	(21,250)	9,482	(16,730)
Trade and other non-current receivables	165,044	7,558	68,651	2,220
Other non-current assets	(16,474)	(7,719)	(11,174)	(5,041)
Operating liabilities increase (decrease)				
Trade and other current payables	(189,822)	(662,996)	(540,385)	(211,438)
Provision for production costs	1,464,767	963,039	732,444	462,285
Other current liabilities	(4,477)	61,880	(31,918)	22,844
Non-current provision for employee benefit	(6,160)	(700)	(5,715)	(694)
Other non-current liabilities	(4,750)	(6,567)	(4,066)	(8,250)
Cash paid from operating activities	<u>(1,545,631)</u>	<u>(5,662,155)</u>	<u>(23,919)</u>	<u>(3,715,817)</u>
Interest paid	(304,307)	(347,707)	(290,129)	(313,752)
Income tax expense paid	(91,397)	(97,372)	(5,841)	(5,366)
Net cash used in operating activities	<u>(1,941,335)</u>	<u>(6,107,234)</u>	<u>(319,889)</u>	<u>(4,034,935)</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE SIX-MONTH PERIOD ENDED APRIL 30, 2020

"UNAUDITED"

UNIT : THOUSAND BAHT

	Note	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2020	2019	2020	2019
CASH FLOWS FROM INVESTING ACTIVITIES					
Cash payments for the purchase of current investments		(4)	(236)	-	-
Decrease in short-term loans to related and other parties		-	220,780	1,141,452	353,158
Decrease in short-term loans to farmers		189,260	677,977	40,552	344,142
Decrease in loans for cane plantation development		66,639	88,317	29,988	20,053
Decrease (increase) in long-term loans to related and other parties		1,333	21,517	1,333	(189,833)
Cash received from interest income		45,828	63,347	95,042	126,284
Cash received from dividends from related and other company		9,852	2,000	490,852	8,535
Cash received from finance lease receivable		20,000	-	-	-
Cash payments for purchases of property, plant and equipment		(283,088)	(293,577)	(124,235)	(194,576)
Cash received from sales of property, plant and equipment		10,940	19,994	787	1,449
Cash payments for purchase of investment properties		(8,154)	(243,590)	-	-
Cash received from sales of investment properties		1,300	-	-	-
Cash received from sales of assets not yet used in operation		-	16,703	-	-
Cash payments for purchase of intangible assets		(241)	(379)	(100)	(90)
Cash received from sales of intangible assets		100	-	-	-
Net cash provided by investing activities		53,765	572,853	1,675,671	469,122
CASH FLOWS FROM FINANCING ACTIVITIES					
Increase in short-term borrowings from financial institutions	4.2	4,630,595	5,995,946	3,273,000	4,327,000
Increase in short-term borrowings from related and other parties	4.2	500	658,166	114,300	372,105
Cash payment for long-term debentures	4.2	(3,000,000)	(1,000,000)	(3,000,000)	(1,000,000)
Cash received from long-term borrowings	4.2	-	1,000,000	-	1,000,000
Cash payment for long-term borrowings from financial institutions	4.2	(1,041,000)	(912,000)	(1,041,000)	(860,000)
Cash payments for dividends to shareholders of the parent		(220,511)	(220,512)	(220,511)	(220,512)
Cash payments for non-controlling interests		(521)	(522)	-	-
Net cash provided by (used in) financing activities		369,063	5,521,078	(874,211)	3,618,593
Exchange differences on translation of cash of foreign subsidiaries		139	17,377	-	-
Net (decrease) increase in cash and cash equivalents		(1,518,368)	4,074	481,571	52,780
Cash and cash equivalents at the beginning of the period		2,430,387	129,242	34,007	8,029
Cash and cash equivalents at the end of the period		912,019	133,316	515,578	60,809

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 THREE-MONTH AND SIX-MONTH PERIODS ENDED APRIL 30, 2020
“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, Sriyudahaya 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 2.4.

The Company’s major shareholder is K.S.L. Sugar Holding Co., Ltd., a company incorporated in Thailand, which holds 33.29 of issued and paid-up share capital.

The Coronavirus disease 2019 (“COVID-19”) pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. Nevertheless, the Company’s management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities.

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 “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.

- 2.2 The unaudited results of operations for the three-month and six-month periods ended April 30, 2020 are not necessarily indicative of the operating results anticipated for the full year.
- 2.3 The consolidated and separate statements of financial position as at October 31, 2019, which have been presented herein for comparison, have been derived from the financial statements for the year then ended which have been audited.
- 2.4 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, 2019, as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at April 30, 2020	As at October 31, 2019		
	%	%		
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. 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 Subsidiaries in Cambodia has continue operating losses. The management of the Group therefore has a plan to cease their operations to internally restructure the subsidiaries. The subsidiaries’ assets and liabilities were appropriately remeasured and reclassified in the consolidated financial statements.

The accounting period of subsidiaries ended the same date as the Company (accounting period ended on October 31) except WSP Logistic Company Limited whose accounting periods ended December 31.

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.

2.5 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period's financial statements

During the period, the Group has adopted the revised and new financial reporting standards and guidelines on accounting issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 2019. 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 except the revenue recognition under the Thai Financial Reporting Standard No. 15 "Revenue from Contracts with Customers" that requires the Group to recognize revenue when (or as) a performance obligation is satisfied at a point in time, i.e. when 'control' of the goods or services underlying the particular performance obligation is transferred to the customer. This new accounting policy superseded the previous accounting policies regarding revenue recognition (see Note 3). However, the adoption of these financial reporting standards does not have any significant impact on the Group's interim financial statements.

2.6 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

The Federation of Accounting Professions has issued the Notification regarding Thai Accounting Standards, Thai Financial Reporting Standards, Thai Accounting Standards Interpretation and Thai Financial Reporting Standard Interpretation, which have been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2020 onwards. 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 Group's management will adopt such TFRSs in the preparation of the Group's financial statements when it becomes effective. The Group's management has assessed the impact of these TFRSs and considered that the adoption of these financial reporting standards does not have any material impact on the financial statements of the Group in the period of initial application, except the financial reporting standards as follows:

Group of Financial Instruments Standards

Thai Accounting Standards (“TAS”)

TAS 32 Financial Instruments: Presentation

Thai Financial Reporting Standards (“TFRS”)

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

Thai Financial Reporting Standard Interpretations (“TFRIC”)

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

These group of Standards make stipulations relating to the classification of financial instruments and their measurement at fair value or amortized cost; taking into account the type of instrument, the characteristics of the contractual cash flows and the Company’s business model, the calculation of impairment using the expected credit loss method, and the concept of hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. These Standards will supersede the Standards and Interpretations relating to the financial instruments upon its effective date.

The Group’s management is in the process to assess the impact of these Financial Instruments Standards on the financial statements of the Group in the period of initial application.

Thai Financial Reporting Standards No. 16 “Leases”

This TFRS provides a comprehensive model for the identification of lease arrangements and their treatment in the financial statements of both lessees and lessors.

This TFRS will supersede the following lease Standards and Interpretations upon its effective date, which are Thai Accounting Standard No.17 “Leases”, Thai Accounting Standard Interpretation No.15 “Operating Lease - Incentives”, Thai Accounting Standard Interpretation No.27 “Evaluating the Substance of Transactions involving the Legal Form of a Lease” and Thai Financial Reporting Standard Interpretation No.4 “Determining whether on Arrangement contains a Lease”.

For lessee accounting, there are significant changes to lease accounting in this TFRS by removing the distinction between operating and finance leases under TAS 17 and requiring a lessee to recognize a right-of-use asset and a lease liability at commencement for all leases, except for short-term- leases and leases of low value assets. However, the lessor accounting treatment continues to require a lessor to classify a lease either as an operating lease or a finance lease, using the same concept as TAS 17.

The Group’s management is in the process to assess the impact of this TFRS on the financial statements of the Group in the period of initial application.

2.7 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, 2019, except for the changes in accounting policies and the adoption of Thai Accounting Standards regarding policies and the additional significant accounting policies during the period which are as follows:

3.1 Revenue recognition

Revenue from sale of goods

Revenue from sale of goods is recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods. Revenue is measured at the amount of the consideration received or receivable, excluding value added tax, of goods supplied after deducting returns, discounts, allowances and payment with traditional business practice to customers.

Rental income and its related services from an investment property

Rental income and its related services from an investment property are recognized on a straight-line basis over the term of the lease. Contingent rentals are recognized as income in the accounting period in which they are occurred. The related service income is recognized over the term of the lease.

Revenue from rendering of services

Revenue from rendering of services is recognized overtime when service have been rendered.

3.2 Lease

Finance lease receivables are carried at contract amount less unearned interest income plus initial direct costs and less allowance for doubtful accounts (if any).

Unearned interest income and deferred subsidy income on finance leases are recognized by the effective interest rate method.

Initial direct cost is recognized by the effective interest rate method.

Initial direct costs is amortized to expense over the term of the finance lease contracts in proportion to interest income recognition. In case of early termination of the finance lease contracts, initial direct costs is fully amortized as expenses.

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 periods ended April 30, are as follows:

Type of Transactions	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements	Financial Statements	Financial Statements	Financial Statements
	2020	2019	2020	2019
Purchases of property, plant and equipment which have not yet been paid during the period	16,156	29,632	10,806	6,253
Transfer of property, plant and equipment to assets not yet used in operations	-	1,862,106	-	-
Transfer of assets not yet used in operations to property, plant and equipment	234	-	-	-
Transfer of other current assets to non-other current assets	603	-	-	-
Transfer of equipment to intangible assets	1,510	40	1,410	40
Decrease in short-term borrowings from subsidiaries by offsetting against dividend received	-	-	-	45,000

4.2 Changing in liabilities from financing activities for six-month periods ended April 30, are as follows:

2020

	Unit : Thousand Baht			
	Consolidated financial statements			
	Balance as at November 1, 2019	Financing cash flows	Non-cash changes	Balance as at April 30, 2020
Short-term borrowings from financial institutions	4,880,138	4,630,595	7,686	9,518,419
Short-term borrowings from related parties and others	3,400	500	-	3,900
Long-term borrowings from financial institutions	6,749,000	(1,041,000)	-	5,708,000
Long-term debentures	10,493,600	(3,000,000)	1,555	7,495,155
Total	<u>22,126,138</u>	<u>590,095</u>	<u>9,241</u>	<u>22,725,474</u>

	Unit : Thousand Baht			
	Separate financial statements			
	Balance as at November 1, 2019	Financing cash flows	Non-cash changes	Balance as at April 30, 2020
Short-term borrowings from financial institutions	2,465,992	3,273,000	7,686	5,746,678
Short-term borrowings from related parties and others	442,600	114,300	-	556,900
Long-term borrowings from financial institutions	6,749,000	(1,041,000)	-	5,708,000
Long-term debentures	10,493,600	(3,000,000)	1,555	7,495,155
Total	<u>20,151,192</u>	<u>(653,700)</u>	<u>9,241</u>	<u>19,506,733</u>

2019

	Unit : Thousand Baht			
	Consolidated financial statements			
	Balance as at November 1, 2018	Financing cash flows	Non-cash changes	Balance as at April 30, 2019
	Short-term borrowings from financial institutions	6,846,126	5,995,946	(1,464)
Short-term borrowings from related parties and others	374,583	658,166	-	1,032,749
Long-term borrowings from financial institutions	5,682,000	88,000	-	5,770,000
Long-term debentures	10,493,742	(1,000,000)	1,841	9,495,583
Total	<u>23,396,451</u>	<u>5,742,112</u>	<u>377</u>	<u>29,138,940</u>

	Unit : Thousand Baht			
	Separate financial statements			
	Balance as at November 1, 2018	Financing cash flows	Non-cash changes	Balance as at April 30, 2019
	Short-term borrowings from financial institutions	3,851,660	4,327,000	(1,464)
Short-term borrowings from related parties and others	631,950	372,105	(45,000)	959,055
Long-term borrowings from financial institutions	5,630,000	140,000	-	5,770,000
Long-term debentures	10,493,742	(1,000,000)	1,841	9,495,583
Total	<u>20,607,352</u>	<u>3,839,105</u>	<u>(44,623)</u>	<u>24,401,834</u>

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

Type of Transactions	Unit : Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2020	2019	2020	2019
Cash on hand	2,338	1,898	978	625
Current accounts deposits	206,763	16,896	21,099	3,708
Savings accounts deposits	702,918	114,522	493,482	56,476
Deposit in transit	-	-	19	-
Total	<u>912,019</u>	<u>133,316</u>	<u>515,578</u>	<u>60,809</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 are as follows:

5.1 Significant balance with the related parties are as follows:

Type of Balances	Consolidated Financial Statements		Unit : Million Baht Separate Financial Statements	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Trade and other current receivables				
Subsidiaries	-	-	1,190.80	2,535.73
Associates	2.57	1.15	1.54	1.15
Related parties	107.90	85.02	82.80	1.97
Total	<u>110.47</u>	<u>86.17</u>	<u>1,275.14</u>	<u>2,538.85</u>
Short-term loans (Included current portion of long-term loans) (see Note 8)				
Subsidiaries	-	-	1,288.12	2,254.57
Total	<u>-</u>	<u>-</u>	<u>1,288.12</u>	<u>2,254.57</u>
Other current assets				
Subsidiaries	-	-	33.53	33.18
Associates	-	9.15	-	9.15
Related parties	0.64	1.94	0.19	0.46
Total	<u>0.64</u>	<u>11.09</u>	<u>33.72</u>	<u>42.79</u>
Long-term loans (Excluded current portion of long-term loans with presented in short-term loans)				
Subsidiaries	<u>-</u>	<u>-</u>	<u>3,042.29</u>	<u>3,154.39</u>
Other non-current assets				
Subsidiaries	-	-	3.29	3.29
Related parties	0.02	0.02	-	-
Total	<u>0.02</u>	<u>0.02</u>	<u>3.29</u>	<u>3.29</u>
Trade and other current payables				
Subsidiaries	-	-	86.26	239.80
Associates	0.01	10.08	0.01	0.48
Related parties	172.50	92.54	105.16	27.08
Total	<u>172.51</u>	<u>102.62</u>	<u>191.43</u>	<u>267.36</u>
Other accrued expenses (Included in other payables)				
Subsidiaries	<u>-</u>	<u>-</u>	<u>6.70</u>	<u>25.57</u>
Short-term borrowings				
Subsidiaries	-	-	553.00	439.20
Related parties	3.90	3.40	3.90	3.40
Total	<u>3.90</u>	<u>3.40</u>	<u>556.90</u>	<u>442.60</u>
Other current liabilities				
Subsidiaries	-	-	0.53	0.03
Related parties	0.02	0.02	-	-
Total	<u>0.02</u>	<u>0.02</u>	<u>0.53</u>	<u>0.03</u>
Other non-current liabilities				
Subsidiaries	-	-	0.47	0.47
Related parties	1.19	1.19	1.19	1.19
Total	<u>1.19</u>	<u>1.19</u>	<u>1.66</u>	<u>1.66</u>

As at April 30, 2020 and October 31, 2019, short-term loans to subsidiaries represented promissory notes receivable on demand, carrying interest rates at 1.28% - 2.82% per annum and 2.10% - 4.75% per annum, respectively.

As at April 30, 2020 and October 31, 2019, long-term loans to subsidiaries represented loans with maturity date within 2021 - 2027 equal for both period, carrying the interest rates at 2.20% - 4.50% per annum and 2.20% - 4.75% per annum, respectively.

As at April 30, 2020 and October 31, 2019, short-term borrowings from subsidiaries and related parties represented promissory notes payable on demand, carrying the interest rates at 1.28% - 1.37% per annum and 1.80% - 1.95% 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,	
	2020	2019	2020	2019
Revenues from sales and rendering of services				
Subsidiaries	-	-	508.36	702.23
Associates	-	28.22	-	-
Related parties	362.23	655.33	168.06	372.55
Total	<u>362.23</u>	<u>683.55</u>	<u>676.42</u>	<u>1,074.78</u>
Cost of sales and rendering of services				
Subsidiaries	-	-	240.96	416.23
Associates	-	4.87	-	4.87
Related parties	57.54	7.99	-	0.34
Total	<u>57.54</u>	<u>12.86</u>	<u>240.96</u>	<u>421.44</u>
Other income				
Subsidiaries	-	-	34.43	46.00
Associates	3.11	3.37	3.73	8.89
Related parties	2.47	2.57	2.47	1.96
Total	<u>5.58</u>	<u>5.94</u>	<u>40.63</u>	<u>56.85</u>
Distribution costs				
Subsidiaries	-	-	1.45	0.68
Associates	3.61	12.77	0.53	1.15
Total	<u>3.61</u>	<u>12.77</u>	<u>1.98</u>	<u>1.83</u>
Administrative expenses				
Subsidiaries	-	-	0.84	1.21
Related parties	3.98	4.02	1.82	1.79
Related juristic person	2.84	2.72	2.57	2.46
Total	<u>6.82</u>	<u>6.74</u>	<u>5.23</u>	<u>5.46</u>
Financial costs				
Subsidiaries	-	-	1.72	1.38
Related juristic person	0.01	0.01	0.01	0.01
Total	<u>0.01</u>	<u>0.01</u>	<u>1.73</u>	<u>1.39</u>
Management compensation				
Short-term employee benefits	28.07	28.75	11.26	12.52
Post-employment benefits	0.10	1.42	0.05	0.69
Total	<u>28.17</u>	<u>30.17</u>	<u>11.31</u>	<u>13.21</u>

Type of transactions	Consolidated		Unit : Million Baht Separate	
	Financial Statements for the six-month periods ended April 30,		Financial Statements for the six-month periods ended April 30,	
	2020	2019	2020	2019
Revenues from sales and rendering of services				
Subsidiaries	-	-	1,193.98	1,453.50
Associates	-	28.22	-	-
Related parties	674.39	1,057.12	273.12	633.74
Total	<u>674.39</u>	<u>1,085.34</u>	<u>1,467.10</u>	<u>2,087.24</u>
Cost of sales and rendering of services				
Subsidiaries	-	-	840.36	855.02
Associates	-	7.05	-	7.05
Related parties	100.63	14.53	-	0.49
Total	<u>100.63</u>	<u>21.58</u>	<u>840.36</u>	<u>862.56</u>
Other income				
Subsidiaries	-	-	81.80	91.64
Associates	7.52	6.16	6.95	11.68
Related parties	3.97	5.03	3.97	3.23
Total	<u>11.49</u>	<u>11.19</u>	<u>92.72</u>	<u>106.55</u>
Distribution costs				
Subsidiaries	-	-	6.15	1.46
Associates	22.94	18.10	7.64	1.15
Total	<u>22.94</u>	<u>18.10</u>	<u>13.79</u>	<u>2.61</u>
Administrative expenses				
Subsidiaries	-	-	2.01	2.60
Related parties	5.59	8.70	3.54	4.09
Related juristic person	8.23	5.47	5.03	4.94
Total	<u>13.82</u>	<u>14.17</u>	<u>10.58</u>	<u>11.63</u>
Financial costs				
Subsidiaries	-	-	4.31	3.45
Related juristic person	0.03	0.03	0.03	0.03
Total	<u>0.03</u>	<u>0.03</u>	<u>4.34</u>	<u>3.48</u>
Management compensation				
Short-term employee benefits	90.86	88.37	36.65	37.56
Post-employment benefits	0.20	2.84	0.09	1.39
Total	<u>91.06</u>	<u>91.21</u>	<u>36.74</u>	<u>38.95</u>

POLICIES OF INTER-PRICE SETTING

- The inter-purchases/sales of raw sugar transactions among the Group are based on the sales agreements with clients.
- 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 costs.
- 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 associates consisted of:

Company Names	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
Thai Fermentation Industry Co., Ltd.	Related party	Same group of shareholders
KSL Tower Juristic Person office	Related Juristic Person	Shared owner of office building
KSL Green Innovation Public Company Limited	Related party	Same common shareholder and mutual directors
Bangchak Bioethanol (Chachoengsao) Co., Ltd.	Related party	Same common mutual director

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 is subsidiary of Khon Kaen Sugar Industry Public Company Limited.

6. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Trade receivables	440,456	463,083	193,938	250,942
Current farmer receivables	242,316	320,159	109,897	196,646
Receivables from the Office of the Cane and Sugar Fund	68,075	245,203	62,070	191,306
Other receivables	91,392	81,732	395,503	1,709,134
Advance payment for shares	-	-	775,320	775,320
Prepaid expenses	44,506	30,337	22,162	19,842
Advance payment	4,216	4,150	3,060	3,275
Accrued income	172,605	142,369	61,139	56,021
Total trade and other current receivables	<u>1,063,566</u>	<u>1,287,033</u>	<u>1,623,089</u>	<u>3,202,486</u>

6.1 Trade receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Related parties	137,602	84,124	157,384	108,623
Others	302,854	378,959	36,554	142,319
Total trade receivables	<u>440,456</u>	<u>463,083</u>	<u>193,938</u>	<u>250,942</u>

Aging analysis for trade receivables are as follows:

6.1.1 Trade receivables - related parties

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Domestic trade receivables				
Not yet due	137,602	84,124	157,384	108,623
Total trade receivables - related parties	<u>137,602</u>	<u>84,124</u>	<u>157,384</u>	<u>108,623</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	As at	As at	As at
	April 30,	October 31,	April 30,	October 31,
	2020	2019	2020	2019
Business are to manufacture and distribute sugar and molasses				
Domestic trade receivables				
Not yet due	83,329	114,331	28,871	34,342
Overdue not over 3 months	31,307	42,580	7,683	5,839
Total	<u>114,636</u>	<u>156,911</u>	<u>36,554</u>	<u>40,181</u>
Foreign trade receivables				
Not yet due	29,360	108,013	-	102,138
Total	<u>29,360</u>	<u>108,013</u>	<u>-</u>	<u>102,138</u>
Total of business are to manufacture and distribute sugar and molasses	<u>143,996</u>	<u>264,924</u>	<u>36,554</u>	<u>142,319</u>
Business are to manufacture and distribution of electricity				
Domestic trade receivables				
Not yet due	145,763	82,552	-	-
Overdue not over 3 months	1,616	26,812	-	-
Total of business are to manufacture and distribution of electricity	<u>147,379</u>	<u>109,364</u>	<u>-</u>	<u>-</u>
Other business				
Domestic trade receivables				
Not yet due	4,248	1,845	-	-
Overdue not over 3 months	5,418	2,037	-	-
Overdue over 3 months and not over 6 months	1,480	61	-	-
Overdue over 6 months and not over 12 months	69	99	-	-
Overdue over 12 months	264	629	-	-
Total other business	<u>11,479</u>	<u>4,671</u>	<u>-</u>	<u>-</u>
Total trade receivables - others	<u>302,854</u>	<u>378,959</u>	<u>36,554</u>	<u>142,319</u>

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

6.2 Current farmer receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Cane receivables				
Season 2019/2020	78,192	-	22,521	-
Season 2018/2019	72,218	84,599	12,181	13,969
Season 2017/2018	14,814	18,261	5,961	6,873
Season 2016/2017	21,820	25,196	7,902	11,144
Season 2015/2016	44,080	44,432	12,177	12,283
Before Season 2015/2016	126,150	127,301	26,668	27,301
Total cane receivables	<u>357,274</u>	<u>299,789</u>	<u>87,410</u>	<u>71,570</u>
Advance payment for purchases of cane				
Season 2020/2021	63,618	72	57,705	72
Season 2019/2020	-	210,334	-	169,865
Total advance payment for purchases of cane	<u>63,618</u>	<u>210,406</u>	<u>57,705</u>	<u>169,937</u>
Receivables from fuel oil, fertilizer and other services	<u>21,209</u>	<u>14,769</u>	<u>19,197</u>	<u>13,676</u>
Total	442,101	524,964	164,312	255,183
<u>Less</u> Allowance for doubtful accounts	<u>(135,226)</u>	<u>(136,655)</u>	<u>(39,178)</u>	<u>(40,054)</u>
Total farmer receivables	306,875	388,309	125,134	215,129
<u>Less</u> Non-current portion	<u>(64,559)</u>	<u>(68,150)</u>	<u>(15,237)</u>	<u>(18,483)</u>
Total current farmer receivables	<u>242,316</u>	<u>320,159</u>	<u>109,897</u>	<u>196,646</u>

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

6.3 Receivables from the Office of the Cane and Sugar Fund

	Consolidated		Separate	
	Financial Statements 2019	Financial Statements 2018	Financial Statements 2019	Financial Statements 2018
Receivable from sugar cane price	1,274,277	1,274,277	817,961	817,961
Receivable from compensation for production and distribution of sugar	<u>541,573</u>	<u>541,573</u>	<u>346,217</u>	<u>346,217</u>
Total receivables from the Office of the Cane and Sugar Fund	1,815,850	1,815,850	1,164,178	1,164,178
<u>Offset</u> Short-term loans from the Office of Cane and Sugar Fund	(1,029,349)	(1,029,349)	(626,655)	(626,655)
Contribution to the Cane and Sugar Fund (see Note 19)	<u>(336,741)</u>	<u>-</u>	<u>(194,160)</u>	<u>-</u>
	449,760	786,501	343,363	537,523
<u>Less</u> Receivables from the Office of the Cane and Sugar Fund of non-current portion (see Note 12)	<u>(381,685)</u>	<u>(541,298)</u>	<u>(281,293)</u>	<u>(346,217)</u>
Total current receivables from the Office of the Cane and Sugar Fund	<u>68,075</u>	<u>245,203</u>	<u>62,070</u>	<u>191,306</u>

The Company and three subsidiaries expect to receive compensation from the Office of the Cane and Sugar Fund will reimburse from the Cane and Sugar Fund, since the Group expects that in the 2017/2018 and 2018/2019 harvesting years the final sugar cane price and the final compensation for the production and distribution of sugar will be less than the initial sugar cane price and the initial compensation for the production and distribution of sugar. In accordance with Section 56 of the Cane and Sugar Act B.E. 2527, the Cane and Sugar Fund is to pay compensation to the Group at an amount equal to the difference, and the sugar cane farmers do not have to return the excess amount of the sugar cane price received.

The Company and subsidiaries expect the Cane and Sugar Fund to finalize the calculation and pay compensation for the sugar cane price in the next fiscal year therefore classified compensation expected to be received in the next fiscal year as “Current receivables from the Office of the Cane and Sugar Fund”. In addition, the Company and subsidiaries company recorded its estimate of total the compensation for production and distribution of sugar to be received in the future as “Receivables from the Office of the Cane and Sugar Fund of non-current portion”.

The estimates of the final sugar cane price and compensation for the production and distribution of sugar are management’s best estimates, but the final calculation is to be made by the Cane and Sugar Board. As a result, the final sugar cane price and compensation for the production and distribution of sugar that expect to be announced within 2020 may differ from these estimates.

7. FINANCE LEASE RECEIVABLE

A subsidiary had entered into the financial lease agreement with related party for land with structure and equipment, includes other assets as stipulated in the agreement. The related party will be able to purchase these assets not over 5 years after agreement date. As at April 30, 2020 finance lease receivable is as follows:

	Unit : Thousand Baht Consolidated Financial Statements
Within 1 year	20,000
Over 1 year - 5 years	460,000
	<u>480,000</u>
<u>Less</u> Unearned interest income	<u>(95,034)</u>
	384,966
<u>Less</u> Current portion of finance lease receivable	<u>(19,999)</u>
Total	<u><u>364,967</u></u>

8. SHORT-TERM LOANS

Short-term loans consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	April 30,	October 31,	April 30,	October 31,
	2020	2019	2020	2019
Short-term loans to subsidiaries (see Note 5.1)	-	-	1,140,716	1,094,266
Short-term loans to farmers	479,553	669,056	186,383	226,935
Current portion of long-term loans to subsidiaries (see Note 5.1)	-	-	147,400	1,160,300
Current portion of long-term loans to others	1,333	1,333	1,333	1,333
Current portion of loans for cane plantation development	186,054	255,217	44,613	70,463
Total short-term loans	<u>666,940</u>	<u>925,606</u>	<u>1,520,445</u>	<u>2,553,297</u>

Short-term loans to farmers as at April 30, 2020 and October 31, 2019, in the consolidated and separate financial statements represent loans in the form of purchasing back the discounted post-dated checks which the Company and its subsidiaries issued to the farmers for 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.

9. CURRENT BIOLOGICAL ASSETS

Movements of current biological assets for the six-month period ended April 30, 2020 are as follows:

	Unit : Thousand Baht	
	Consolidated	Separate
	Financial	Financial
	Statements	Statements
Beginning book value	52,368	2,537
Loss on arising from change in fair value	(4,224)	(265)
Additional plantation costs during the period	52,711	2,495
Amortization from harvesting during the period	(43,513)	(2,272)
Ending book value	<u>57,342</u>	<u>2,495</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 next production season, a sweetness and quantity of sugar cane (see Note 15). The fair value is hierarchy level 3.

10. INVESTMENTS IN ASSOCIATES

Investments in associates consisted of:

Consolidated Financial Statements

Company Name	Paid-up		Percentage of		As at April 30, 2020			As at October 31, 2019		
	Share Capital		Shareholding		Investment		Dividend	Investment		Dividend
	2020	2019	%	%	Cost	Equity	for	Cost	Equity	for
			2020	2019			the period			the year
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	533,502	9,130	90,267	525,654	14,608
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.*	300,000	300,000	0.62	0.62	1,855	1,855	-	1,855	1,855	-
T S Flour Mill Public Company Limited*	398,664	398,664	0.07	0.07	391	162	30	391	192	63
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	327	91	509	418	91
T S Transport and Logistic Co., Ltd.*	400,000	400,000	10.12	10.12	40,508	40,508	-	40,508	40,508	-
BBGI Public Company Limited	2,532,000	2,532,000	40.00	40.00	3,244,868	3,554,403	-	3,244,868	3,394,621	-
Total					<u>3,380,459</u>	<u>4,132,818</u>	<u>9,251</u>	<u>3,380,459</u>	<u>3,965,309</u>	<u>14,762</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	Paid-up		Percentage of		Investment Cost		Dividends	
	share Capital		Shareholding		As at	As at	For the period ended	For the year ended
	2020	2019	%	%	April 30,	October 31,	April 30,	October 31,
			2020	2019	2020	2019	2020	2019
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	90,267	9,130	14,608
T S G Assets Co., Ltd.*	50,000	50,000	4.11	4.11	2,061	2,061	-	-
T S Oil Industry Co., Ltd.*	300,000	300,000	0.62	0.62	1,855	1,855	-	-
T S Flour Mill Public Company Limited*	398,664	398,664	0.07	0.07	391	391	30	63
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	509	91	91
T S Transport and Logistic Co., Ltd.*	400,000	400,000	10.12	10.12	40,508	40,508	-	-
BBGI Public Company Limited	2,532,000	2,532,000	40.00	40.00	3,244,868	3,244,868	-	-
Total					<u>3,380,459</u>	<u>3,380,459</u>	<u>9,251</u>	<u>14,762</u>

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

Summarized financial position in respect of an associate and performance for the six-month periods ended March 31, are as follows:

	Percentage of Shareholding	Current Assets	Non-current Assets	Total Assets	Current Liabilities	Non-current Liabilities	Total Liabilities	Unit : Million Baht		
								Total Revenues	Total Expense	Profit
2020										
Thai Sugar Terminal* Public Company Limited	23.82	914	4,063	4,977	693	542	1,235	1,240	1,156	84
BBGI Public Company Limited*	40.00	3,752	8,498	12,250	3,993	2,406	6,399	5,958	5,431	527
2019										
Thai Sugar Terminal Public* Company Limited	23.82	1,407	4,109	5,516	1,276	625	1,901	1,193	1,157	36
BBGI Public Company Limited*	40.00	2,202	7,447	9,649	2,858	1,626	4,484	4,499	4,476	23

* The associates have accounting periods ended December 31.

11. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries consisted of :

Separate Financial Statements

Company Name	Paid-up		Percentage of		Investment Cost		Dividends	
	Share Capital		Shareholding		As at	As at	For the period ended	For the year ended
	2020	2019	%	%	April 30,	October 31,	April 30,	October 31,
	2020	2019	2020	2019	2020	2019	2020	2019
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 Real Estate Company Limited	840,000	840,000	40.77	40.77	319,134	319,134	-	-
KS. Export Trading Company Limited	20,000	20,000	33.88	33.88	6,775	6,775	1,016	1,016
KSL Material Supplys 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	479,983	-
KSL. Agro & Trading Company Limited	300,000	300,000	100.00	100.00	300,000	300,000	-	45,000
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	-	-
Total					5,926,529	5,926,529	480,999	46,016
<u>Less</u> Allowance for impairment of investments					(1,795,144)	(1,795,144)	-	-
Total investments in subsidiaries					4,131,385	4,131,385	480,999	46,016

* 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 and Koh Kong Sugar Industry Company Limited has the condition to dissolve the Company if its loss exceed 75% of the registered share capital and could not solve the loss within 1 year. As at October 31, 2019, loss of Koh Kong Plantation Company Limited and Koh Kong Sugar Industry Company Limited exceed 75% of the registered share capital. The Company's management is performing to resolve its loss less than 75% of the registered share capital. The incases in share capital by increasing the number of shares and decreasing the registered capital by decreasing the share value respectively. As at April 30, 2020, the capital reduction has been completed.

12. TRADE AND OTHER NON-CURRENT RECEIVABLES

Trade and other non-current receivables consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements	Financial Statements	Financial Statements	Financial Statements
	As at	As at	As at	As at
	April 30,	October 31,	April 30,	October 31,
	2020	2019	2020	2019
Trade receivables and other receivables	27,627	27,568	11,563	11,972
Farmer receivables	199,785	204,805	54,415	58,537
Receivables from compensation for production and distribution of sugar (see Note 6.3)	381,685	541,298	281,293	346,217
Total	609,097	773,671	347,271	416,726
<u>Less</u> Allowance for doubtful accounts	(157,068)	(158,027)	(49,710)	(50,586)
Total trade and other non-current receivables - net	452,029	615,644	297,561	366,140

13. INVESTMENT PROPERTIES

Movement of investment properties which consisted of land, land improvement, building and warehouses using fair value method for the six-month period ended April 30, 2020 are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning book value	5,636,792	1,769,232
Acquisition of assets	8,154	-
Disposal of assets	(1,190)	-
Loss from change in fair value	(2,500)	-
Ending book value	<u>5,641,256</u>	<u>1,769,232</u>

For the six-month periods ended April 30, 2020 and 2019, the Company and its subsidiaries recognized rental income from investment properties of Baht 99.84 million and Baht 100.24 million, respectively, in the consolidated statements of profit or loss, and of Baht 22.37 million and Baht 21.40 million, respectively, in the separate statements of profit or loss.

Represented fair value of the investment properties, which was determined by an accredited independent valuer who has been approved by the Office of the Securities and Exchange Commission (Thailand) using income approach by Discounted Cash Flow Method and Market approach which is hierarchy level 3.

14. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment for the six-month period ended April 30, 2020 are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning book value	25,868,494	9,561,626
Reclassifications/adjustments	(1,274)	(1,410)
Acquisition of assets (including construction in progress)	291,664	129,967
Transfer in - cost	196,758	127,565
Transfer out - cost	(196,758)	(127,565)
Cost of disposal/written off of assets	(424,000)	(9,124)
Accumulated depreciation - disposal/written off	90,229	8,006
Surplus of Asset - disposal/written off	(1,705)	-
Allowance for impairment - disposal/written off	865	-
Depreciation	(750,031)	(273,637)
Translation of financial statements differences	116,400	-
Ending book value	<u>25,190,642</u>	<u>9,415,428</u>

As at April 30, 2020 and October 31, 2019, buildings and structure and building under construction of two foreign subsidiaries at book value of Baht 422.45 million and Baht 393.94 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 26.8.3).

As at April 30, 2020 and October 31, 2019, assets at cost of Baht 5,223.95 million and Baht 5,073.49 million, respectively, in the consolidated financial statements, and of Baht 2,697.93 million and Baht 2,660.18 million, respectively, in the separate financial statements, were fully depreciated but still in use.

As at April 30, 2020 and October 31, 2019, land which is recorded at revaluation method with the net value of Baht 3,834.33 million and Baht 3,963.38 million, respectively, in the consolidated financial statements and Baht 1,431.17 million and Baht 1,429.46 million, respectively, in the separate financial statements represented fair value of land which was determined by an accredited independent valuer 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 April 30, 2020 and October 31, 2019, land net book value at the cost method of Baht 1,161.49 million and Baht 1,288.83 million, respectively, in the consolidated financial statements, and of Baht 478.22 million and Baht 476.51 million, respectively, in the separate financial statements.

15. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Trade payables - related parties	33,457	14,231	51,141	252,847
Trade payables - others	175,101	122,362	6,134	30,783
Advances received for sales of goods	311,479	360,181	128,750	253,832
Other accrued expenses	132,424	368,623	83,674	270,368
Payables on purchases of assets	60,032	51,483	10,806	5,075
Other payables	347,281	365,786	273,635	317,959
Total trade and other current payables	<u>1,059,774</u>	<u>1,282,666</u>	<u>554,140</u>	<u>1,130,864</u>

As at April 30, 2020, some trade payable - others are payables sugarcane from the purchase of cane. The Company and its three subsidiaries purchased canes for the production season 2019/2020 using the initial cane price for production season 2019/2020 resolved by the Cane and Sugar Board dated December 6, 2019. The price is Baht 750.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 45.00 per cane ton. Until the date the Company's Board 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 2019/2020. Therefore, the Company and its subsidiaries recorded the provision for production costs as mentioned in Note 16 and calculated cost of goods sold and inventories for the six-month period ended April 30, 2020, using the initial cane price for production season 2019/2020 at cane price of Baht 890.41 - 982.96 per ton with average sweetness level at 11.15 - 13.05 c.c.s.

16. PROVISION FOR PRODUCTION COSTS

As at April 30, 2020, the Company and its 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 15 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 are upper in each reporting period is shown under the “Provision for production costs”.

Such estimates, assumptions and judgments, the managements of the Company and its 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.

17. LONG-TERM DEBENTURES

Long-term debentures consisted of:

	Unit : Thousand Baht Consolidated/Separate Financial Statements	
	As at April 30, 2020	As at October 31, 2019
Unsecured senior debt debentures	7,495,155	10,493,600
<u>Less</u> Current portion	<u>(499,980)</u>	<u>(3,499,449)</u>
Net	<u>6,995,175</u>	<u>6,994,151</u>

Movements of long-term debentures for the six-month period ended April 30, 2020 are as follows:

	Unit : Thousand Baht Consolidated/Separate Financial Statements
Beginning book value	10,493,600
Repayment during the period	(3,000,000)
Amortized debenture issuance expenses during the period	<u>1,555</u>
Ending book value	<u>7,495,155</u>

Other significant compliances 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 ratio not exceed 2 : 1 the entire term.

As at October 31, 2019, the Company maintains the debts with interest to equity ratio in accordance with the conditions.

- 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, 2020, the credit rating of the debentures was not lower than the Company's credit rating.

18. LONG-TERM BORROWINGS

Movements of long-term borrowings for the six-month period ended April 30, 2020, are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning balance at book value	6,749,000	6,749,000
Repayment during the period	<u>(1,041,000)</u>	<u>(1,041,000)</u>
Ending balance at book value	5,708,000	5,708,000
<u>Less</u> Current portion	<u>(1,882,000)</u>	<u>(1,882,000)</u>
Long-term borrowings	<u>3,826,000</u>	<u>3,826,000</u>

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

	Consolidated Financial Statements		Separate Financial Statements	
	As at April 30, 2020 %	As at October 31, 2019 %	As at April 30, 2020 %	As at October 31, 2019 %
Borrowings - Baht currency	2.10 - 3.00	2.94 - 3.57	2.10 - 3.00	2.94 - 3.57

Maturities of long-term borrowings are as follows:

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Within 1 year	1,882,000	1,982,000	1,882,000	1,982,000
Over 1 year and within 5 years	3,826,000	4,767,000	3,826,000	4,767,000

The significant terms of the long-term borrowings are as follows:

Credit Limit	Balances		Interest rate	Principal repayment	Interest payment	Commencing repayment	Maturity
	As at	As at					
	April 30, 2020	October 31, 2019					
	Thousand Baht	Thousand Baht					
1. Baht 1,500 million	-	100,000	AMLR - Fixed rate	Semi-annual	Quarterly	May 2015	November 2019
2. Baht 1,000 million	200,000	300,000	AMLR - Fixed rate	Semi-annual	Quarterly	June 2016	December 2020
3. Baht 1,000 million	575,000	660,000	Fixed rate	Semi-annual	Monthly	April 2018	October 2023
4. Baht 1,000 million	375,000	500,000	AMLR - Fixed rate	Semi-annual	Quarterly	May 2018	November 2021
5. Baht 1,000 million	600,000	700,000	Fixed rate	Semi-annual	Monthly	June 2018	December 2022
6. Baht 1,000 million	700,000	800,000	MLR - Fixed rate	Semi-annual	Monthly	November 2018	May 2023
7. Baht 1,000 million	700,000	800,000	MLR - Fixed rate	Semi-annual	Monthly	March 2019	September 2023
8. Baht 1,000 million	778,000	889,000	AMLR - Fixed rate	Semi-annual	Quarterly	August 2019	August 2023
9. Baht 1,000 million	890,000	1,000,000	AMLR - Fixed rate	Semi-annual	Quarterly	January 2020	January 2024
10. Baht 1,000 million	890,000	1,000,000	AMLR - Fixed rate	Semi-annual	Quarterly	February 2020	February 2024
Total	5,708,000	6,749,000					
<u>Less</u> Current portion	<u>(1,882,000)</u>	<u>(1,982,000)</u>					
Net	<u>3,826,000</u>	<u>4,767,000</u>					

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

In addition, the Company and its subsidiaries have by abide by 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, 2020 and October 31, 2019, the Company and subsidiaries can maintain the ratios as stipulated in the agreements.

19. CONTRIBUTION TO THE CANE AND SUGAR FUND

According to the regulation of the Cane and Sugar Board regarding “the rules, procedures and conditions of funds contributed to the Cane and Sugar Fund (“the Fund”) in support of Fund’s objective implementation B.E. 2563 (2020)”, the factory shall contribute fund at the rate of Baht 20 per ton of sugarcane to the Fund in each production season and the payment should be made by 4 equal installments in June, August, October and December of each year. The regulation shall come into the effect from January 15, 2018 onwards according to the Cabinet Resolution on April 15, 2020 and the announcement of the Royal Gazette dated May 26, 2020.

As the result, the Company and three subsidiaries have recognized the contributions to the sugar cane and sugar funds of previous production years, the year 2017/2018 and year 2018/2019, as “Contribution to the Cane and Sugar Fund” and the production season of year 2019/2020, the contribution to the Cane and Sugar Fund is recognized as part of production costs in the statement of income. In addition, the payable for contribution to the Cane and Sugar Fund of the previous production years, the year 2017/2018 and year 2018/2019, has presented by offsetting with the receivable compensation from the Cane and Sugar Fund which is the part of the fund has to pay to the Company and three subsidiaries in the statement of position (see Note 6.3).

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

20.1 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	
	2020	2019	2020	2019
<u>Current income tax</u>				
Current income tax expense	53,789	123,903	-	-
<u>Deferred income tax</u>				
Deferred income tax income and temporary differences	(201,937)	(71,893)	(150,923)	(70,660)
Total	<u>(148,148)</u>	<u>52,010</u>	<u>(150,923)</u>	<u>(70,660)</u>

Reconciliation of income tax 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	
	2020	2019	2020	2019
Profit (loss) before income tax expense (income)				
- Promoted sector-exempted from income tax	(43,524)	124,556	-	-
- The portion that has been promoted exempted from income tax at 50% of income tax rate	213,626	352,900	-	-
- Non-promoted sector	(721,638)	82,155	(265,046)	(302,078)
Total profit (loss) before income tax expense (income)	<u>(551,536)</u>	<u>559,611</u>	<u>(265,046)</u>	<u>(302,078)</u>
Statutory tax rates (%)	20	20	20	20
Income tax expense				
- The portion that has been promoted exempted from income tax at 50% of income tax rate	21,363	35,290	-	-
- Non-promoted sector	-	16,431	-	-
Total income tax	<u>21,363</u>	<u>51,721</u>	<u>-</u>	<u>-</u>
Effect on income tax from non-deductible taxable expense	28,983	77,492	-	-
	50,346	129,213	-	-
Prior year income tax expense (income)	3,443	(5,310)	-	-
Deferred income tax income	(201,937)	(71,893)	(150,923)	(70,660)
Income tax expense (income)	<u>(148,148)</u>	<u>52,010</u>	<u>(150,923)</u>	<u>(70,660)</u>

20.2 Deferred tax assets - net are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Deferred tax assets - net				
Non-current provision for employee benefit	9,315	1,229	-	-
Loss carried forward	113,002	4,039	-	-
Depreciation	(1,911)	-	-	-
Allowance for diminution in value of inventories	536	-	-	-
Gain on asset revaluation	(65,887)	-	-	-
Allowance for doubtful accounts	31,194	-	-	-
Change in fair value	(81,616)	-	-	-
Others	12,282	3,203	-	-
Deferred tax assets - net	<u>16,915</u>	<u>8,471</u>	<u>-</u>	<u>-</u>

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

	Unit : Thousand Baht	
	Consolidated Financial Statements 2020	2019
The following deferred tax assets have not been recognized		
Temporary differences	(71,294)	(57,171)
Loss carried forward	223,393	256,819
	<u>152,099</u>	<u>199,648</u>

As at April 30, 2020, 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 the deferred tax assets. The loss carried forward, which is not recognized as deferred tax assets of Baht 223.39 million, will be matured by the years 2021 to 2025.

20.3 Deferred tax liabilities - net are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30, 2020	As at October 31, 2019	As at April 30, 2020	As at October 31, 2019
Deferred tax liabilities - net				
Allowance for doubtful accounts	(17,326)	(49,270)	(12,940)	(13,115)
Allowance for diminution in value of inventories	(36,996)	(11,598)	(27,180)	(10,003)
Allowance for impairment in subsidiary investments	-	-	(359,029)	(359,029)
Non-current provision for employee benefit	(49,625)	(57,567)	(24,556)	(25,103)
Gain on asset revaluation	478,615	544,843	194,858	194,858
Loss carried forward	(561,814)	(472,796)	(512,381)	(374,360)
Depreciation	119,032	122,213	67,324	64,163
Change in fair value of investment property	549,698	625,421	296,346	294,633
Change in fair value of biological assets	(2,261)	(458)	(258)	753
Gain from amalgamation	482,573	482,573	482,573	482,573
Others	(42,151)	(52,464)	(47,759)	(30,131)
Deferred tax liabilities - net	<u>919,745</u>	<u>1,130,897</u>	<u>56,998</u>	<u>225,239</u>

21. 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	Dividends Paid Million Baht	Dividends Paid Date
- Dividends paid from the Company's result of operations from November 1, 2018 to October 31, 2019	No. 1/2020 held on February 25, 2020	4.41	0.05	220.51	March 20, 2020
- Dividends paid from the Company's result of operations from November 1, 2017 to October 31, 2018	No. 1/2019 held on February 22, 2019	4.41	0.05	220.51	March 20, 2019

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, 2020 and October 31, 2019, the Company's legal reserve reaches 10 percent of the Company's authorized share capital.

22. DIRECTORS REMUNERATION

The compensation paid to the directors of the Company approved by The Annual General Meeting of shareholders in accordance to Section 90 of Public Company Act are as follows:

	Unit : Thousand Baht	
	Consolidated/Separate Financial Statements	
	2020	2019
For the three-month periods ended April 30,	1,753	1,723
For the six-month periods ended April 30,	5,530	5,636

23. EXPENSES BY NATURE

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

	Consolidated Financial Statements for the three-month periods ended April 30,		Unit : Thousand Baht Separate	
			Financial Statements for the three-month periods ended April 30,	
	2020	2019	2020	2019
Salaries, wages and other employee benefits	266,407	533,398	52,912	216,906
Depreciation and amortization	288,112	438,993	83,863	212,148
Fee paid to the Office of the Cane and Sugar Fund	2,978	297,056	1,001	155,341
Maintenance expenses	110,036	285,077	3,527	105,350
Transportation expenses	167,698	203,637	60,878	134,116
Raw material and supplies used	1,784,922	4,787,725	679,718	2,954,196
Purchased finished goods	9,890	94,928	196,105	291,130
Changes in finished goods and goods in process	545,834	(4,065,343)	666,037	(2,313,872)
Contributions to the sugar cane and sugar funds	336,741	-	194,160	-
Loss from investments in derivatives	505,771	-	280,929	-
Remuneration for directors and executives	28,165	30,173	11,308	13,214
Finance costs	129,791	182,908	117,963	162,379
Other operating expenses	166,775	220,203	96,406	146,864
Total	4,343,120	3,008,755	2,444,807	2,077,772

	Consolidated Financial Statements for the six-month periods ended April 30,		Unit : Thousand Baht Separate	
			Financial Statements for the six-month periods ended April 30,	
	2020	2019	2020	2019
Salaries, wages and other employee benefits	927,285	1,004,705	387,567	442,125
Depreciation and amortization	753,938	842,222	276,688	387,706
Fee paid to the Office of the Cane and Sugar Fund	2,978	635,002	1,001	309,901
Maintenance expenses	478,762	529,301	158,095	200,955
Transportation expenses	299,703	318,834	159,387	220,281
Raw material and supplies used	6,189,684	9,295,583	3,443,255	6,136,413
Purchased finished goods	43,175	155,792	477,636	592,972
Changes in finished goods and goods in process	(3,069,378)	(7,645,968)	(1,453,543)	(4,695,005)
Contributions to the sugar cane and sugar funds	336,741	-	194,160	-
Loss from investments in derivatives	505,771	-	280,929	-
Remuneration for directors and executives	91,057	91,212	36,738	38,954
Finance costs	271,929	347,435	257,299	313,331
Other operating expenses	546,602	523,220	299,044	356,276
Total	7,378,247	6,097,338	4,518,256	4,303,909

24. EARNING (LOSS) PER SHARE

The calculations of basic earning (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. There are no potential dilutive ordinary shares for the three-month and six-month periods ended April 30, 2020 and 2019. Basic earnings per share for the three-month and six-month periods ended April 30, 2020 and 2019 are as follows:

2020

	Consolidated Financial Statements			Separate Financial Statements		
	Loss for the period Thousand Baht	Number of shares Thousand Shares	Loss per share Baht	Loss for the period Thousand Baht	Number of shares Thousand Shares	Loss per share Baht
<u>Basic loss per share</u>						
For the three-month period to ordinary equity holders	(586,715)	4,410,233	<u>(0.133)</u>	(12,120)	4,410,233	<u>(0.003)</u>
For the six-month period to ordinary equity holders	(374,756)	4,410,233	<u>(0.085)</u>	(114,123)	4,410,233	<u>(0.026)</u>

2019

	Consolidated Financial Statements			Separate Financial Statements		
	Profit for the period Thousand Baht	Number of shares Thousand Shares	Earnings per share Baht	Loss for the period Thousand Baht	Number of shares Thousand Shares	Loss per share Baht
<u>Basic earnings (loss) per share</u>						
For the three-month period to ordinary equity holders	415,944	4,410,233	<u>0.094</u>	(75,705)	4,410,233	<u>(0.017)</u>
For the six-month period to ordinary equity holders	508,563	4,410,233	<u>0.115</u>	(231,418)	4,410,233	<u>(0.052)</u>

25. DISCLOSURE OF OPERATING SEGMENTS

The Company and its subsidiaries (the “Group”) 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.

For the six-month period ended April 30, 2020, the Group comprises the following main business segments:

Manufacture and Distribution of Sugar and Molasses

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

Manufacture and Sale of Electricity

Manufacture 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, 2020 and 2019, the Group has revenue with a single external customer in Thailand in electricity sector in the amount of Baht 536.25 million and Baht 510.82 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, 2020 and 2019

	Unit : Million Baht													
	Manufacture and Distribution of Sugar and Molasses		Manufacture and Sale of Electricity		Real Estate Rental		Others Business		Inter-Transaction		Total			
	2020 Thai	2019 Overseas	2020 Thai	2019 Overseas	2020 Thai	2019 Thai	2020 Thai	2019 Thai	2020 Thai	2019 Thai	2020	2019		
Net revenue from operation - external	5,019	356	4,984	34	661	639	85	87	299	634	-	-	6,420	6,378
Net revenue from operation - internal	1,710	-	2,113	-	1,207	1,992	-	-	649	664	(3,566)	(4,769)	-	-
Total	6,729	356	7,097	34	1,868	2,631	85	87	948	1,298	(3,566)	(4,769)	6,420	6,378
Gross profit (loss)	434	117	920	(3)	329	900	45	62	76	76	(1)	10	1,000	1,965
Other income													230	266
Distribution costs, administrative expenses and others													(1,687)	(1,337)
Finance costs	(307)	(25)	(382)	(26)	(10)	(20)	(13)	(13)	-	-	83	94	(272)	(347)
Share of profit of investment in an associate													177	13
Income tax (expense) income													148	(52)
Net profit (loss)													(404)	508
Add Loss for the six-month periods of non-controlling interest													29	1
Profit (loss) for the period													(375)	509
Interest income	120	4	152	7	1	-	-	-	11	-	(83)	(94)	53	65
Depreciation	(475)	(52)	(622)	(36)	(225)	(176)	-	-	(2)	(8)	-	-	(754)	(842)

Consolidated Statements of Financial Position

As at April 30, 2020 and October 31, 2019

Trade and other current receivables	2,001	33	4,451	39	329	219	20	18	88	109	(1,407)	(3,549)	1,064	1,287
Inventories	5,245	144	1,974	81	231	198	15	-	467	523	-	(2)	6,102	2,774
Property, plant and equipment	16,049	2,628	16,300	2,550	6,817	6,986	152	180	85	377	(540)	(524)	25,191	25,869
Central assets	16,076	334	16,953	221	38	155	4,359	4,563	854	2,545	(8,882)	(10,246)	12,779	14,191
Total Assets	39,371	3,139	39,678	2,891	7,415	7,558	4,546	4,761	1,494	3,554	(10,829)	(14,321)	45,136	44,121
Total Liabilities	27,458	2,998	26,710	2,775	805	722	939	972	373	2,906	(5,873)	(8,985)	26,700	25,100

Disaggregation of revenue

The Group derives its revenue from the transfer of goods and services over time and at a point in time in the following major product lines. This is consistent with the revenue information that is disclosed for each reportable segment under TFRS 8 for six-month periods ended April 30, are as follows:

	Manufacture and Distribution of Sugar and Molasses				Manufacture and Sale of Electricity		Real Estate Rental		Others Business		Inter-Transaction		Total	
	2020		2019		2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai				
At a point in time	6,729	356	7,097	34	1,457	1,860	-	-	812	1,102	(3,040)	(3,909)	6,314	6,184
Overtime	-	-	-	-	411	771	85	87	136	196	(526)	(860)	106	194
Total	6,729	356	7,097	34	1,868	2,631	85	87	948	1,298	(3,566)	(4,769)	6,420	6,378

26. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENTS

As at April 30, 2020 and October 31, 2019, apart from liabilities reflected in the interim financial information, the Company and its subsidiaries have commitments and contingent liabilities as follows:

26.1 The Company and its subsidiaries have commitments relating to the sales agreements but not yet delivered in the consolidated financial statements amounting to Baht 4,305.88 million and Baht 3,217.40 million, respectively, and in the separate financial statements amounting to Baht 2,831.80 million and Baht 2,098.23 million, respectively.

26.2 The Company and three subsidiaries had agreements to purchase cane by issuing post-dated checks. The Company and such subsidiaries did not record such 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	As at	As at	As at
	April 30, 2020	October 31, 2019	April 30, 2020	October 31, 2019
For the production season 2020/2021	435.92	-	186.38	-
For the production season 2019/2020	-	623.69	-	226.83

26.3 The Company entered into a land and building lease agreement with a company. The rental rate is Baht 1.29 million per month. The rental period is from June 1, 2018 to May 31, 2023. Prior to the expiration of the contractual term, the leaser shall inform to the Company for the extension of the contractual term in writing at not less than 90 days prior to the expiry date of the agreement and the agreement shall be extended three times for the contractual term of 5 years at a time.

26.4 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 contractual term of 5 years and continuously.

26.5 A subsidiary entered into an electricity sale-purchase agreement with the Provincial Electricity Authority (PEA) on September 18, 2012, PEA 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 commencing from November 20, 2012 for the period of 5 years and automatically be renewed for consecutive 5 years-terms, unless either party terminate this agreement. (The Company postponed for sale electricity to December 27, 2014.)

26.6 The consolidated and separate financial statements have commitments and credit facilities as follows:

		Unit : Million					
		Consolidated Financial Statements					
		As at April 30, 2020			As at October 31, 2019		
Currency		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
	Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	3,637.24	-	-	1,969.00
Credit facilities							
	Letters of guarantees (unspecified credit limit)	THB	-	71.61	-	-	79.26
	Letters of credit and trust receipts	THB	150.00	-	150.00	120.00	-
	Letters of credit	USD	10.00	-	10.00	10.00	-
	Overdraft and short-term borrowings	THB	22,768.50	7,770.00	14,998.50	23,512.50	3,209.15
	Short-term borrowings	USD	20.50	-	20.50	20.50	-
	Joint credit line in short-term borrowings	THB	2,154.00	1,749.74	404.26	2,910.00	1,680.00
	Long-term borrowings	THB	5,708.00	5,708.00	-	6,749.00	6,749.00
		Unit : Million					
		Separate Financial Statements					
		As at April 30, 2020			As at October 31, 2019		
Currency		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
	Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	3,577.24	-	-	1,904.20
Credit facilities							
	Letters of guarantees (unspecified credit limit)	THB	-	4.13	-	-	4.13
	Letters of credit and trust receipts	THB	30.00	-	30.00	30.00	-
	Overdraft and short-term borrowings	THB	13,109.00	5,748.00	7,361.00	13,353.00	2,475.00
	Short-term borrowings	USD	0.50	-	0.50	0.50	-
	Joint credit line in short-term borrowings	THB	2,154.00	1,749.74	404.26	2,910.00	1,680.00
	Long-term borrowings	THB	5,708.00	5,708.00	-	6,749.00	6,749.00

The above credit facilities are partially secured between the Company and its subsidiaries. In addition, for certain credit facilities, if they are utilized, certain inventories of the Company and its subsidiaries will be used as collateral, however, as at April 30, 2020 and October 31, 2019, 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, which the Company and its subsidiaries have to maintain debt with interest-to-equity ratio and the Company have to maintain shareholding ratio of the Company in subsidiaries, maintaining the debt service coverage ratio restriction on additional long-term debt creation, increase of the registered share capital, and restriction on dividend payment of subsidiaries, etc.

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

		Unit : Million			
		Consolidated Financial Statements			
		As at April 30, 2020		As at October 31, 2019	
Currency		Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments
Construction and subcontract agreements	THB	859.37	79.03	868.25	98.11
Machine and equipment purchase agreements	THB	290.41	22.96	281.72	22.83
	USD	0.56	-	0.56	-

		Unit : Million							
		Consolidated Financial Statements							
		Outstanding Contractual Commitments							
		As at April 30, 2020				As at October 31, 2019			
Currency		Within 1 year	1 - 5 years	Over 5 years	Total	Within 1 year	1 - 5 years	Over 5 years	Total
Leased concessions agreements	USD	0.13	0.54	4.30	4.97	0.14	0.55	4.59	5.28
Rental agreements	THB	14.79	27.38	-	42.17	11.79	19.15	-	30.94

		Unit : Million			
		Separate Financial Statements			
		As at April 30, 2020		As at October 31, 2019	
Currency		Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments
Construction and subcontract agreements	THB	617.76	57.23	634.74	76.15
Machine and equipment purchase agreements	THB	281.72	22.83	281.72	22.83

		Unit : Million					
		Separate Financial Statements					
		Outstanding Contractual Commitments					
		As at April 30, 2020			As at October 31, 2019		
Currency		Within 1 year	1 - 5 years	Total	Within 1 year	1 - 5 years	Total
Rental agreements	THB	6.68	13.86	20.54	4.14	4.55	8.69

26.8 Other significant agreements

- 26.8.1 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.
- 26.8.2 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, 2020 and October 31, 2019, the subsidiary has already utilized the area of 5,053.45 hectares equal for both periods.
- 26.8.3 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 18,057 hectares covering period of 90 years and the rental price has a grace period of the first 5 years, afterwards, the rate of rental price of USD 5 per hectare per annum and the rental fee will increase by 1% every year and later on February 25, 2016, the Government of Kingdom of Cambodia amended the new concession to 50 years. As at April 30, 2020 and October 31, 2019, the subsidiaries have already utilized the area of 9,398.69 hectares, equal for both periods. Buildings and structure of subsidiaries, are located on the concession land which the ownership will be transferred to the lessor when the agreements are expired (see Note 14).
- 26.8.4 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, 2020 and October 31, 2019, the balances of the advance lease fee paid are USD 0.41 million, equal for both period, which is presented as part of other non-current assets.

27. 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

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 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, 2020					
	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	Over 1 year	Over 5 years to 5 years		
Financial Assets					
Saving accounts deposits	-	-	-	702,918	702,918
Fixed account deposits	264	-	-	-	264
Loans for cane plantation development	186,054	141,300	7,403	316	335,073
Short-term loans to farmers	448,522	171	-	30,860	479,553
Long-term loans to others	1,333	-	-	-	1,333
Other long-term investments	-	-	6,740	-	6,740
Total	<u>636,173</u>	<u>141,471</u>	<u>14,143</u>	<u>734,094</u>	<u>1,525,881</u>
Financial Liabilities					
Short-term borrowings from financial institutions	9,518,419	-	-	-	9,518,419
Short-term borrowings from related parties	3,900	-	-	-	3,900
Long-term debentures	499,980	4,346,977	2,648,198	-	7,495,155
Long-term borrowings	<u>1,882,000</u>	<u>3,826,000</u>	<u>-</u>	<u>-</u>	<u>5,708,000</u>
Total	<u>11,904,299</u>	<u>8,172,977</u>	<u>2,648,198</u>	<u>-</u>	<u>22,725,474</u>

Unit : Thousand Baht

Consolidated Financial Statements					
As at October 31, 2019					
	Fixed Interest Rate			Floating	Total
	Within 1 year	Over 1 year to 5 years	Over 5 years	Interest Rate	
Financial Assets					
Saving accounts deposits	-	-	-	94,616	94,616
Fixed account deposits	260	-	-	-	260
Loans for cane plantation development	254,880	131,845	12,345	317	399,387
Short-term loans to farmers	622,104	171	-	46,781	669,056
Long-term loans to others	1,333	1,333	-	-	2,666
Other long-term investments	-	-	6,729	-	6,729
Total	<u>878,577</u>	<u>133,349</u>	<u>19,074</u>	<u>141,714</u>	<u>1,172,714</u>
Financial Liabilities					
Short-term borrowings from financial institutions	4,880,138	-	-	-	4,880,138
Short-term borrowings from related parties	3,400	-	-	-	3,400
Long-term debentures	3,499,449	4,346,166	2,647,985	-	10,493,600
Long-term borrowings	1,982,000	4,767,000	-	-	6,749,000
Total	<u>10,364,987</u>	<u>9,113,166</u>	<u>2,647,985</u>	<u>-</u>	<u>22,126,138</u>

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, 2020 and October 31, 2019, 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			
	As at		As at		As at		As at	
	April 30, 2020		October 31, 2019		April 30, 2020		October 31, 2019	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
USD	6.12	5.15	82.22	25.13	28.31	0.63	86.63	-
YEN	-	2.50	-	4.34	-	-	-	-
RIEL	180.47	9.18	180.52	291.85	-	-	-	-
LAK	99.13	1.48	189.14	109.75	-	-	-	-

As at April 30, 2020 and October 31, 2019, 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, which are due between 1 year, are as follows:

Currency	Amount fixed in contract				Currency	Amount earned in contract				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,	October 31,	April 30,	October 31,		April 30,	October 31,	April 30,	October 31,	
	2020	2019	2020	2019		2020	2019	2020	2019	
USD	35.31	-	-	-	THB	1,112.23	-	-	-	

Net fair values of forward contracts as at April 30, 2020 and October 31, 2019 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,	October 31,	April 30,	October 31,	
	2020	2019	2020	2019	
Net fair values of forward contracts	(31.63)	-	-	-	

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 year. Gain or loss is recognized in the statement of profit or loss when the contracts are settled or expired.

For the six-month periods ended April 30, the Company and its subsidiaries have accounted for transactions in the financial statements as follows:

	Consolidated		Separate		Unit : Million Baht
	Financial Statements		Financial Statements		
	2020	2019	2020	2019	
Gain (loss) on commodity swap contracts	(505.77)	102.73	(280.93)	102.73	

Net fair values of Commodity Swap contracts as at April 30, 2020 and October 31, 2019 of the Company and its subsidiaries are as follows:

	Currency	Unit : Million	
		Consolidated/ Separate	
		As at	As at
		April 30,	October 31,
		2020	2019
Net fair values for commodity swap contracts	USD	(1.69)	1.66

Credit risk

The Company and its subsidiaries have risk on credit regarding trade receivable, farmer receivable, loans to farmers, loans to related parties, loan to others, loans for cane plantation and development 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, current investments, trade and other current receivables, short-term loans, other current assets, short-term borrowings from financial institutions, trade and other current 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 borrowings approximate their fair values due to floating interest rates. The long-term borrowings 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 borrowings 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, 2020				
Financial liabilities				
Long-term debentures	7,495	7,673	Level 2	Calculated from the last closing price of the Thai Bond Market Association Thailand at the last day.
As at October 31, 2019				
Financial liabilities				
Long-term debentures	10,494	10,667	Level 2	Calculated from the last closing price of the Thai 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 (Based on the prevailing foreign exchange rate at the end of the reporting period), are exposed to credit risk of primarily with respect to counter party credit risk 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.

28. COMPARATIVE FINANCIAL INFORMATION FOR THE YEARS ENDED APRIL 30, 2020 AND 2019

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 Group presents the comparative financial information for the years ended April 30, 2020 and 2019 as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at April 30,		Financial Statements	
	2020	2019	As at April 30,	2019
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	912,019	133,316	515,578	60,809
Trade and other current receivables	1,083,565	2,346,230	1,623,089	2,063,660
Short-term loans	666,940	562,390	1,520,445	2,751,906
Inventories	6,102,290	11,881,950	2,957,229	7,190,844
Current biological assets	57,342	55,182	2,495	5,538
Other current assets	72,593	78,395	23,118	55,365
Total Current Assets	<u>8,894,749</u>	<u>15,057,463</u>	<u>6,641,954</u>	<u>12,128,122</u>
NON-CURRENT ASSETS				
Long-term loans	149,019	214,772	3,085,038	3,326,533
Investment properties	5,641,256	5,410,594	1,769,232	1,695,578
Property, plant and equipment	25,190,642	23,633,031	9,415,428	9,258,813
Other non-current assets	5,260,672	7,439,060	8,046,281	8,296,370
Total Non-current Assets	<u>36,241,589</u>	<u>36,697,457</u>	<u>22,315,979</u>	<u>22,577,294</u>
TOTAL ASSETS	<u>45,136,338</u>	<u>51,754,920</u>	<u>28,957,933</u>	<u>34,705,416</u>
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Short-term borrowings from financial institutions	9,518,419	12,840,608	5,746,678	8,177,196
Trade and other current payables	1,059,774	1,085,717	554,140	1,018,124
Current portion of long-term debentures	499,980	4,998,811	499,980	4,998,811
Current portion of long- term borrowings	1,882,000	1,842,000	1,882,000	1,842,000
Short-term borrowings	3,900	1,032,749	556,900	959,055
Current income tax payable	29,825	103,892	-	-
Provision for production costs	1,464,767	963,039	732,444	462,285
Other current liabilities	113,646	134,452	20,449	32,260
Total Current Liabilities	<u>14,572,311</u>	<u>23,001,268</u>	<u>9,992,591</u>	<u>17,489,731</u>
Total Non-current Liabilities	<u>12,127,279</u>	<u>9,923,614</u>	<u>11,031,833</u>	<u>8,837,749</u>
TOTAL LIABILITIES	<u>26,699,590</u>	<u>32,924,882</u>	<u>21,024,424</u>	<u>26,327,480</u>
TOTAL SHAREHOLDERS' EQUITY	<u>18,436,748</u>	<u>18,830,038</u>	<u>7,933,509</u>	<u>8,377,936</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>45,136,338</u>	<u>51,754,920</u>	<u>28,957,933</u>	<u>34,705,416</u>

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	For the years ended		Financial Statements	
	April 30,		For the years ended	
	2020	2019	2020	2019
Revenue from sales	17,620,058	16,957,139	10,888,092	9,554,258
Revenues from rendering of services	277,248	402,884	205,679	189,376
Total revenues	<u>17,897,306</u>	<u>17,360,023</u>	<u>11,093,771</u>	<u>9,743,634</u>
Costs of the sales of goods	(15,127,963)	(14,146,694)	(9,877,898)	(8,962,836)
Cost of the rendering of services	(109,118)	(211,573)	(159,882)	(136,299)
Total costs	<u>(15,237,081)</u>	<u>(14,358,267)</u>	<u>(10,037,780)</u>	<u>(9,099,135)</u>
Gross profit	2,660,225	3,001,756	1,055,991	644,499
Other incomes	1,050,335	1,166,650	1,268,285	976,273
Contribution to the Cane an Sugar fund	(336,741)	-	(194,160)	-
Gain (loss) from investment in derivatives	(487,015)	103,272	(262,173)	105,602
Profit before expenses	2,886,804	4,271,678	1,867,943	1,726,374
Distribution costs	(1,551,598)	(2,097,054)	(937,130)	(1,118,050)
Administrative expenses	(946,203)	(702,394)	(561,665)	(712,962)
Remuneration for directors and executives	(151,138)	(141,461)	(62,010)	(59,505)
Finance costs	(634,827)	(761,418)	(581,948)	(672,617)
Share of profit of an associate	264,710	61,340	-	-
Profit (loss) before income tax (expense) income	(132,252)	630,691	(274,810)	(836,760)
Income tax (expense) income	51,151	(133,744)	154,172	177,178
Net profit (loss) for the year	<u>(81,101)</u>	<u>496,947</u>	<u>(120,638)</u>	<u>(659,582)</u>

29. APPROVAL OF INTERIM FINANCIAL STATEMENTS

The interim financial statement has been approved for issuance by the Board of Directors of the Company on June 11, 2020.