

**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 January 31, 2021, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the three-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 has not been prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

BANGKOK
March 12, 2021

Wimolporn Boonyusthian
Certified Public Accountant (Thailand)
Registration No. 4067
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT JANUARY 31, 2021

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		January 31,	October 31,	January 31,	October 31,
		2021	2020	2021	2020
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.3	182,813	137,729	39,551	11,686
Temporary investments	2.5.1	-	264	-	-
Trade and other current receivables	6	1,438,682	1,202,631	709,779	747,434
Finance lease current receivable	7	19,337	19,999	-	-
Short-term loans	8	528,427	785,834	2,325,747	2,491,131
Inventories		5,374,791	2,049,298	3,093,151	1,120,819
Current biological assets	9	42,479	41,680	1,381	4,684
Other current financial assets		266	-	-	-
Other current assets		40,882	36,209	12,916	13,228
Total Current Assets		<u>7,627,677</u>	<u>4,273,644</u>	<u>6,182,525</u>	<u>4,388,982</u>
NON-CURRENT ASSETS					
Investments held as available for sale	2.5.1	-	149,565	-	149,565
Other non-current financial assets		153,186	-	145,956	-
Investments in associates	10	4,383,201	4,273,201	3,380,459	3,380,459
Investments in subsidiaries	11	-	-	4,572,347	4,572,347
Other long-term investments	2.5.1	-	7,551	-	327
Trade and other non-current receivables	12	112,903	116,927	15,105	17,128
Finance lease non-current receivable	7	346,747	360,601	-	-
Long-term loans		113,865	144,347	1,924,772	2,059,173
Investment properties	13	5,774,845	5,774,845	1,811,802	1,811,802
Property, plant and equipment	14	25,537,280	25,890,582	9,287,917	9,474,702
Right-of-use assets		41,313	-	310,297	-
Other intangible assets		35,466	37,359	27,843	29,310
Deferred tax assets	20.2	1,028	1,014	13,534	374
Other non-current assets		88,382	91,919	69,724	64,388
Total Non-current Assets		<u>36,588,216</u>	<u>36,847,911</u>	<u>21,559,756</u>	<u>21,559,575</u>
TOTAL ASSETS		<u><u>44,215,893</u></u>	<u><u>41,121,555</u></u>	<u><u>27,742,281</u></u>	<u><u>25,948,557</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 JANUARY 31, 2021

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		January 31,	October 31,	January 31,	October 31,
		2021	2020	2021	2020
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term borrowings from financial institutions		8,277,709	6,912,515	6,085,096	4,901,000
Trade and other current payables	15	2,588,196	1,191,331	1,402,717	784,475
Current portion of long-term debentures	17	1,349,887	1,349,772	1,349,887	1,349,772
Current portion of long-term borrowings	18	1,682,000	1,867,000	1,682,000	1,867,000
Current portion of lease liabilities	19	10,595	-	36,677	-
Short-term borrowings		7,100	7,100	397,100	545,500
Current income tax payable		15,721	8,231	-	-
Provision for production costs	16	476,182	-	337,621	-
Other current financial liabilities		12,518	-	12,518	-
Other current liabilities		104,109	51,945	32,459	18,319
Total Current Liabilities		<u>14,524,017</u>	<u>11,387,894</u>	<u>11,336,075</u>	<u>9,466,066</u>
NON-CURRENT LIABILITIES					
Long-term debentures	17	5,646,622	5,646,225	5,646,622	5,646,225
Long-term borrowings	18	2,675,000	2,985,000	2,675,000	2,985,000
Lease liabilities	19	18,154	-	275,510	-
Deferred tax liabilities	20.3	1,217,033	1,210,254	-	-
Non-current provision for employee benefit		262,698	260,620	110,008	109,263
Other non-current liabilities		83,518	85,670	28,886	28,648
Total Non-current Liabilities		<u>9,903,025</u>	<u>10,187,769</u>	<u>8,736,026</u>	<u>8,769,136</u>
TOTAL LIABILITIES		<u>24,427,042</u>	<u>21,575,663</u>	<u>20,072,101</u>	<u>18,235,202</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JANUARY 31, 2021

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		January 31,	October 31,	January 31,	October 31,
		2021	2020	2021	2020
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		11,764,845	11,456,284	1,599,696	1,629,707
OTHER COMPONENTS OF EQUITY		2,130,654	2,198,504	698,417	711,581
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		19,267,566	19,026,855	7,670,180	7,713,355
NON-CONTROLLING INTERESTS		521,285	519,037	-	-
TOTAL SHAREHOLDERS' EQUITY		19,788,851	19,545,892	7,670,180	7,713,355
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		44,215,893	41,121,555	27,742,281	25,948,557

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 JANUARY 31, 2021

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2021	2020	2021	2020
Revenues from sales and rendering of services					
Revenues from sales		1,712,914	2,942,902	986,176	1,751,355
Revenues from rendering of services		41,568	56,447	6,372	67,963
		<u>1,754,482</u>	<u>2,999,349</u>	<u>992,548</u>	<u>1,819,318</u>
Costs of sales and rendering of services					
Costs of sales		(1,334,124)	(2,345,027)	(893,432)	(1,625,104)
Costs of rendering of services		(11,715)	(19,554)	(3,436)	(48,133)
		<u>(1,345,839)</u>	<u>(2,364,581)</u>	<u>(896,868)</u>	<u>(1,673,237)</u>
Gross profit		408,643	634,768	95,680	146,081
Other incomes		64,139	138,132	35,626	25,112
Distribution costs		(32,774)	(129,527)	(13,785)	(97,460)
Administrative expenses		(148,498)	(398,881)	(61,636)	(163,416)
Net foreign exchange gain (loss)		(4,541)	26,420	(32,011)	45,801
Profit (loss) from operating activities		<u>286,969</u>	<u>270,912</u>	<u>23,874</u>	<u>(43,882)</u>
Finance income		32,423	29,603	36,821	56,191
Finance costs		(101,992)	(142,138)	(100,576)	(139,336)
Share of gain of investment in associates		118,999	72,744	-	-
Profit (loss) before income tax (expense) income		<u>336,399</u>	<u>231,121</u>	<u>(39,881)</u>	<u>(127,027)</u>
Income tax (expense) income	20.1	(19,491)	(24,301)	9,870	25,024
PROFIT (LOSS) FOR THE PERIOD		<u><u>316,908</u></u>	<u><u>206,820</u></u>	<u><u>(30,011)</u></u>	<u><u>(102,003)</u></u>
PROFIT (LOSS) ATTRIBUTABLE TO					
Owners of the parent		308,561	211,959	(30,011)	(102,003)
Non-controlling interests		8,347	(5,139)	-	-
		<u><u>316,908</u></u>	<u><u>206,820</u></u>	<u><u>(30,011)</u></u>	<u><u>(102,003)</u></u>
EARNINGS (LOSS) PER SHARE	23				
Basic earnings (loss) per share		BAHT 0.070	0.048	(0.007)	(0.023)
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 JANUARY 31, 2021
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2021	2020	2021	2020
Profit (loss) for the period	316,908	206,820	(30,011)	(102,003)
Other comprehensive income (expense):				
Items that will be reclassified subsequently to profit or loss:				
Exchange differences on translating financial statements - net of tax	-51,786	51,371	-	-
Losses on cash flow hedges - net of tax	-7,795	-	(7,795)	-
Losses on measuring financial assets - net of tax	-3,149	-28,968	(3,149)	(28,968)
Total items that will be reclassified subsequently to profit or loss - net of tax	<u>-62,730</u>	<u>22,403</u>	<u>(10,944)</u>	<u>(28,968)</u>
Items that will be not reclassified subsequently to profit or loss:				
Gain on revaluation of assets - net of tax	-	339	-	-
Share of other comprehensive loss of associates using the equity method - net of tax	<u>-8,999</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total items that will be not reclassified subsequently to profit or loss - net of tax	<u>-8,999</u>	<u>339</u>	<u>-</u>	<u>-</u>
Other comprehensive income (expense) - net of tax	<u>-71,729</u>	<u>22,742</u>	<u>(10,944)</u>	<u>(28,968)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD	<u><u>245,179</u></u>	<u><u>229,562</u></u>	<u><u>(40,955)</u></u>	<u><u>(130,971)</u></u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO				
Owners of the parent	242,931	228,943	(40,955)	(130,971)
Non-controlling interests	<u>2,248</u>	<u>619</u>	<u>-</u>	<u>-</u>
	<u><u>245,179</u></u>	<u><u>229,562</u></u>	<u><u>(40,955)</u></u>	<u><u>(130,971)</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 THREE-MONTH PERIOD ENDED JANUARY 31, 2021
"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 ratio in subsidiaries				Total other components of shareholders' equity
					Exchange differences on translating financial statements	Losses on cash flow hedges	Loss on remeasuring financial assets	Gain (loss) on asset revaluation	Share of other comprehensive loss of associates using the equity method						
For the three-month period ended January 31, 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															
- Transfer of gain (loss) on asset revaluation	-	-	-	1,537	-	-	-	(1,231)	-	-	-	(1,231)	306	33	339
- Total comprehensive income (expense) for the period	-	-	-	211,959	45,646	-	(28,968)	-	-	-	-	16,678	228,637	586	229,223
Ending balance as at January 31, 2020	2,205,116	2,946,439	220,512	11,999,438	(124,039)	-	(135,158)	2,097,146	-	(263,276)	(111,494)	1,463,179	18,834,684	416,145	19,250,829
For the three-month period ended January 31, 2021															
Beginning balance as at November 1, 2020															
- before adjustment	2,205,116	2,946,439	220,512	11,456,284	(119,710)	-	(160,348)	2,948,094	-	(263,276)	(206,256)	2,198,504	19,026,855	519,037	19,545,892
Effect of initial application for new TFRS	2.5.1	-	-	-	-	(2,220)	-	-	-	-	-	(2,220)	(2,220)	-	(2,220)
Beginning balance as at November 1, 2020 - after effect of application for new TFRS	2,205,116	2,946,439	220,512	11,456,284	(119,710)	(2,220)	(160,348)	2,948,094	-	(263,276)	(206,256)	2,196,284	19,024,635	519,037	19,543,672
Changes in shareholders' equity during the period															
- Total comprehensive income (expense) for the period	-	-	-	308,561	(45,687)	(7,795)	(3,149)	-	(8,999)	-	-	(65,630)	242,931	2,248	245,179
Ending balance as at January 31, 2021	2,205,116	2,946,439	220,512	11,764,845	(165,397)	(10,015)	(163,497)	2,948,094	(8,999)	(263,276)	(206,256)	2,130,654	19,267,566	521,285	19,788,851

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 THREE-MONTH PERIOD ENDED JANUARY 31, 2021
"UNAUDITED"

UNIT : THB

Note	Issued and paid-up share capital	Share premium account ordinary shares	Retained Earnings		Other components of shareholders' equity			Total other components of shareholders' equity
			Appropriated Legal reserve	Unappropriated	Other comprehensive income (expense)			
					Losses on cash flow hedges	Loss on remeasuring financial assets	Gain on asset revaluation	
For three-month period ended January 31, 2020								
	2,205,116	2,946,439	220,512	2,292,104	-	(106,190)	779,434	673,244
Beginning balance as at November 1, 2019								
Changes in shareholders' equity during the period								
- Total comprehensive expense for the period	-	-	-	(102,003)	-	(28,968)	-	(28,968)
Ending balance as at January 31, 2020	2,205,116	2,946,439	220,512	2,190,101	-	(135,158)	779,434	644,276
For three-month period ended January 31, 2021								
	2,205,116	2,946,439	220,512	1,629,707	-	(160,348)	871,929	711,581
Beginning balance as at November 1, 2020								
Effect of initial application for new TFRS	2.5.1	-	-	-	(2,220)	-	-	(2,220)
Beginning balance as at November 1, 2020 - after effect of application for new TFRS								
	2,205,116	2,946,439	220,512	1,629,707	(2,220)	(160,348)	871,929	709,361
Changes in shareholders' equity during the period								
- Total comprehensive expense for the period	-	-	-	(30,011)	(7,795)	(3,149)	-	(10,944)
Ending balance as at January 31, 2021	2,205,116	2,946,439	220,512	1,599,696	(10,015)	(163,497)	871,929	698,417

See the condensed notes to the interim financial statements

THOUSAND BAHT

**Total
shareholders'
equity**

8,337,415

(130,971)

8,206,444

7,713,355

(2,220)

7,711,135

(40,955)

7,670,180

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2021

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2021	2020	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit (loss) before income tax (expense) income		336,399	231,121	(39,881)	(127,027)
Adjustment for:					
Dividend income		-	(700)	-	(700)
Expected credit losses/Doubtful accounts					
- trade and other current receivables (reversal)		(1,277)	140	(490)	(72)
Unrealized gain on revaluation of financial liabilities		(7,877)	-	(7,877)	-
Share of gain of investment in associates		(118,999)	(72,744)	-	-
Amortization (increase) of premium on bonds		(6)	(7)	-	-
Employee benefit expenses		3,216	3,513	1,606	1,489
(Gain) loss arising from changes in fair value of biological assets		76	(17,730)	278	357
Loss on diminution in value and obsolescence					
of inventories (reversal)		(27,908)	(36,384)	(31,918)	(35,134)
Depreciation and amortization		393,647	465,826	190,070	192,825
(Gain) loss on sales and disposal of assets		13,706	(76,565)	10,168	332
Loss on impairment of assets		-	490	-	-
Loss arising from changes in fair value of investment property		-	2,500	-	-
Unrealized (gain) loss on exchange rates		67	(208)	34,132	(27,346)
Interest income		(32,423)	(29,603)	(36,821)	(56,190)
Interest expenses		101,991	142,138	99,170	139,336
		<u>660,612</u>	<u>611,787</u>	<u>218,437</u>	<u>87,870</u>
Operating assets (increase) decrease					
Trade and other current receivables		(348,896)	(107,722)	(32,050)	1,422,344
Inventories		(3,297,585)	(3,469,856)	(1,940,414)	(1,895,154)
Current biological assets		(875)	(11,703)	3,025	408
Other current assets		(6,017)	(32,838)	1,461	(18,889)
Trade and other non-current receivables		4,582	1,719	2,513	1,640
Other non-current assets		(6,309)	(16,712)	(5,336)	(12,575)
Operating liabilities increase (decrease)					
Trade and other current payables		1,456,131	1,601,684	662,772	643,043
Provision for production costs		476,182	819,719	337,621	531,439
Other current liabilities		60,137	81,565	22,113	39,378
Non-current provision for employee benefit		(1,138)	(782)	(861)	(782)
Other non-current liabilities		(2,152)	1,069	238	2,130
Cash (paid) received from operating activities		<u>(1,005,328)</u>	<u>(522,070)</u>	<u>(730,481)</u>	<u>800,852</u>
Interest paid		(88,763)	(123,116)	(80,826)	(120,377)
Income tax expense paid		(3,514)	(17,516)	(1,149)	(1,346)
Net cash provided by (used in) operating activities		<u>(1,097,605)</u>	<u>(662,702)</u>	<u>(812,456)</u>	<u>679,129</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2021

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2021	2020	2021	2020
CASH FLOWS FROM INVESTING ACTIVITIES					
Cash payments for the purchases of other current financial assets/ temporary investments		(2)	(4)	-	-
Decrease (increase) in short-term loans to related and other parties		-	-	124,122	(859,000)
Decrease in short-term loans to farmers		298,598	269,407	140,836	103,606
Decrease (increase) in loans for cane plantation development		(11,146)	20,284	692	13,221
Decrease in long-term loans to related and other parties		462	1,125	-	16,126
Cash received from interest income		20,581	22,683	45,332	58,173
Cash received from dividends from other company		5,500	700	5,500	9,852
Cash received from finance lease receivable		19,350	20,000	-	-
Cash payments for purchases of property, plant and equipment		(73,807)	(159,051)	(6,490)	(50,292)
Cash received from sales of property, plant and equipment		8,594	8,478	4,675	786
Cash payments for purchase of investment properties		-	(560)	-	-
Cash payments for purchases of intangible assets		(221)	(182)	(215)	(100)
Cash received from sales of intangible assets		-	100	-	-
Net cash provided by (used in) investing activities		<u>267,909</u>	<u>182,980</u>	<u>314,452</u>	<u>(707,628)</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
(Decrease) increase in short-term borrowings from financial institutions	4.2	1,365,098	(1,306,216)	1,184,000	455,000
(Decrease) increase in short-term borrowings from related and other parties	4.2	-	-	(148,400)	77,700
Cash repayment for long-term borrowings from financial institutions	4.2	(495,000)	(510,000)	(495,000)	(510,000)
Cash repayments for lease liabilities	4.2	(3,068)	-	(14,731)	-
Net cash provided by (used in) financing activities		<u>867,030</u>	<u>(1,816,216)</u>	<u>525,869</u>	<u>22,700</u>
Exchange differences on translation of cash of foreign subsidiaries		<u>7,750</u>	<u>1,273</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents		<u>45,084</u>	<u>(2,294,665)</u>	<u>27,865</u>	<u>(5,799)</u>
Cash and cash equivalents at the beginning of the period		<u>137,729</u>	<u>2,430,387</u>	<u>11,686</u>	<u>34,007</u>
Cash and cash equivalents at the end of the period	4.3	<u><u>182,813</u></u>	<u><u>135,722</u></u>	<u><u>39,551</u></u>	<u><u>28,208</u></u>

See the condensed notes to the interim financial statements

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2021
“UNAUDITED”**

1. GENERAL INFORMATION AND THE COMPANY’S OPERATIONS

Khon Kaen Sugar Industry Public Company Limited (the “Company”) was registered as a limited company under the Civil and Commercial Code with the registration number 1163/2519 on October 6, 1976 and was registered as a limited public company on March 18, 2004 with the registration number Bor Mor Jor 0107547000214 and was listed with the Stock Exchange of Thailand on March 7, 2005. Its registered headquarter is located at No. 503 K.S.L. Tower, 9th Floor, Sriyudahya Road, Thanon Phaya Thai, 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 period ended January 31, 2021 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, 2020, 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, 2020, as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at January 31, 2021	As at October 31, 2020		
	%	%		
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 Supplies 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	98.00	98.00	Laos	Agricultural operation, manufacture and distribution of sugar and molasses
Koh Kong Sugar Industry Co., Ltd.***	88.02	88.02	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, 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards.

The new Thai Financial Reporting standards which become effective for this fiscal year with changes to key principles are summarized below:

2.5.1 Groups 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

In the current year, the Group has initially applied Group of Financial Instruments Standards as an adjustment to the opening balance of retained earnings as at November 1, 2020 and the comparative information was not restated.

TFRS 9 introduced new requirements for:

- Classification and measurement of financial assets and financial liabilities;
- Impairment of financial assets; and
- General hedge accounting

The Group has applied TFRS 9 in accordance with the transition provisions set out in TFRS 9 as follows:

(a) Classification and measurement of financial assets

The date of initial application is January 1, 2020. Accordingly, the Group has applied the requirements of TFRS 9 to the financial instruments that continue to be recognized as at November 1, 2020. The comparative information in relation to the financial instruments that continue to be recognized as at November 1, 2020 has not been restated.

All recognized financial assets that are within the scope of TFRS 9 are required to be measured subsequently at amortized cost or fair value on the basis of the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets, specifically:

- Debt instruments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of the principal and interest on the principal amount outstanding, are measured subsequently at amortized cost;
- All other debt investments and equity investments are measured subsequently at fair value through profit or loss (FVTPL);
- The Group elects to present subsequent changes in fair value of an equity investment that is neither held for trading in other comprehensive income. When an equity investment designated as measured at FVTOCI is derecognized, the cumulative gain or loss previously recognized in other comprehensive income is subsequently transferred to retained earnings.

Debt instruments that are measured subsequently at amortized cost are subject to impairment. See (b) below.

The Group's management reviewed and assessed the Group's existing financial assets as at November 1, 2020 based on the facts and circumstances that existed at that date and concluded that the initial application of TFRS 9 has had the impact on the Group's financial assets in regard to their classification are as follows:

- The Group's investments in equity instruments that is neither held for trading that were previously classified as investments held as available-for-sale and were measured at fair value at each reporting date under TAS 105 "Accounting for Investments in Debt and Equity Securities" have been designated as at FVTOCI. The change in fair value on these equity instruments continues to be accumulated in the investment revaluation reserve;
- Investments classified as held-to-maturity under TAS 105 "Accounting for Investments in Debt and Equity Securities" and loans and receivables as they are held within a business model to collect contractual cash flows and these cash flows consist solely of payments of principal and interest on the principal amount outstanding.

Note (e) below tabulates the change in classification of the Group's financial assets upon application of TFRS 9.

(b) Impairment of financial assets

In relation to the impairment of financial assets, TFRS 9 requires an expected credit loss model. The expected credit loss model requires the Group to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since the initial recognition of the financial assets. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

TFRS 9 requires the Group to recognize a loss allowance for expected credit losses on debt investments measured subsequently at amortized cost or at FVTOCI. The Group to measure the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses (ECL) if the credit risk on that financial instrument has increased significantly since initial recognition, or if the financial instrument is a purchased or originated credit-impaired financial asset. However, if the credit risk on a financial instrument has not increased significantly since initial recognition, the Group are required to measure the loss allowance for that financial instrument at an amount equal to 12-months ECL.

TFRS 9 also requires a simplified approach for measuring the loss allowance for trade receivables and general approach for measuring the loss allowance for farmer receivables, loans was no material impact for the loss allowance as at November 1, 2020.

(c) Classification and measurement of financial liabilities

The application of TFRS 9 has had no impact on the classification and measurement of the Group financial liabilities.

(d) General hedge accounting

The general hedge accounting requirements the three types of hedge accounting. In addition, the effectiveness test has been assessed. Disclosure requirements about the Group's risk management activities have also been introduced.

In accordance with TFRS 9's transaction provisions for hedge accounting, the Group has applied the TFRS 9 hedge accounting requirements prospectively from the date of initial application on November 1, 2020. The Group's qualifying hedging relationships in place as at November 1, 2020 also qualify for hedge accounting in accordance with TFRS 9 and were therefore regarded as continuing hedging relationships. No rebalancing of any of the hedging relationships was necessary on November 1, 2020. As the critical terms of the hedging instruments match those of their corresponding hedged items, all hedging relationships continue to be effective under TFRS 9's effectiveness assessment requirements.

TFRS 9 requires hedging gains and losses to be recognized as an adjustment to the initial carrying amount of non-financial hedged items (basis adjustment). In addition, transfers from the hedging reserve to the initial carrying amount of the hedged item are not reclassification adjustments under TAS 1 “Presentation of Financial Statements” and hence they do not affect other comprehensive income. Hedging gains or losses subject to basis adjustments are categorized as amounts that will not be subsequently reclassified to profit or loss in other comprehensive income. This is consistent with the Group’s practice prior to the adoption of TFRS 9.

When a forward contract is used in a cash flow hedge or fair value hedge relationship, the Group has designated the change in fair value of the entire forward contract, i.e. including the forward element, as the hedging instrument.

When the option contracts are used to hedge the forecast transactions, the Group designates only the intrinsic value of the options as the hedging instrument. Under TFRS 9, the changes in the time value of the options that relate to the hedged item (aligned time value) are recognized in other comprehensive income and accumulated in the cost of hedging reserve within equity. The amounts accumulated in equity are either reclassified to profit or loss when the hedged item affects profit or loss or removed directly from equity and included in the carrying amount of non-financial item. TFRS 9 requires that the accounting for non-designated time value of option should be applied prospectively.

Apart from this, the application of the TFRS 9 hedge accounting requirements has had no other impact on the results of operations and financial position of the Group for the current year.

(e) Disclosure in relation to the initial application of TFRS 9

There were no financial assets or financial liabilities which the Group has elected to designate as at FVTPL at the date of initial application of TFRS 9.

The table below shows information relating to financial assets that have been reclassified as a result of transition to TFRS 9.

Account	TAS 105 Presentation as at October 31, 2020	TFRS 9 Presentation as at November 1, 2020	Unit : Thousand Baht	
			Carrying amounts Consolidated Financial Statements	Separate Financial Statements
Time deposits with maturities of more than 3 months but not more than 12 months	Temporary investments	Financial assets measured at amortized cost	264	-
Available for sales marketable securities	Available for sale investments	Financial assets - Equity securities measured at fair value through other comprehensive income	149,565	149,565
General investments	Other long-term investments	Financial assets - Equity securities measured at fair value through profit or loss	797	327
Held to maturity securities - Government bonds	Other long-term investments	Financial assets - Debt securities measured at amortized cost	6,754	-

Other non-current financial assets as at January 31, 2021 are summarized below:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Available for sales marketable securities	145,629	145,629
General investments	797	327
Held to maturity securities - Government bonds	6,760	-
	<u>153,186</u>	<u>145,956</u>

(f) Impact of initial application of TFRS 9 on financial position

The total impacts on other components of shareholder's equity as at November 1, 2020 are as follows:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Other components of shareholders' equity		
Other components of shareholders' equity as at October 31, 2020	2,198,504	711,581
Financial liabilities - fair value through other comprehensive income - net of tax	<u>(2,220)</u>	<u>(2,220)</u>
Other components of shareholders' equity from adoption of TFRS 9 as at November 1, 2020	<u>2,196,284</u>	<u>709,361</u>

The tables below show the amount of adjustment for each financial statement line item affected by the application of TFRS 9 for the current year.

Impact on assets, liabilities and equity	Unit : Thousand Baht		
	Consolidated financial statements/ Separate financial statements		
	Carrying amounts as at October 31, 2020	TFRS 9 adjustments	
Contract liabilities	-	(2,775)	(2,775)
Deferred tax liabilities	(1,210,254)	555	(1,209,699)
Total effect on net assets		<u>(2,220)</u>	
Cost of hedging reserve	-	(2,220)	(2,220)
Total effect on equity		<u>(2,220)</u>	

The application of TFRS 9 has had no impact on the consolidated cash flows of the Group.

2.5.2 Thai Financial Reporting Standard No. 16 "Leases" ("TFRS 16")

In the current year, the Group has applied TFRS 16 that is effective for periods that begin on or after January 1, 2020.

TFRS 16 introduces significant changes to lessee accounting by removing the distinction between operating and finance leases and requiring the recognition of 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. In contrast to lessee accounting, the requirements for lessor accounting have remained largely unchanged.

The Group's management has applied TFRS 16 using the cumulative catch-up approach which:

- Requires the Group to recognize the cumulative effect of initially applying TFRS 16 as an adjustment to the opening balance of retained earnings at the date of initial application.
- Does not restate the comparative information and continue to present comparative information under TAS 17 and TFRIC 4.

a) Impact of the New Definition of a Lease

The change in definition of a lease mainly relates to the concept of control. TFRS 16 determines whether a contract contains a lease on the basis of whether the customer has the right to control the use of an identified asset for a period of time in exchange for consideration. This is in contrast to the focus on "risk and rewards" in TAS 17 and TFRIC 4.

The Group applies the definition of a lease and related guidance set out in TFRS 16 to all lease contracts entered into or changed on or after November 1, 2020. In preparation for the first-time application TFRS 16, the Group has carried out an implementation project. The project has shown that the new definition in TFRS 16 will not significantly change the scope of contracts that meet the definition of a lease for the Group.

b) Impact on Lessee Accounting

Former operating leases

TFRS 16 changes how the Group accounts for lease previously classified as operating leases under TAS 17, which were off statement of financial position.

Applying TFRS 16, for all leases (except as noted below), the Group:

- 1) Recognizes right-of-use assets and lease liabilities in the consolidated financial statements and separate financial statements, initially measured at the present value of the future lease payments, with the right-of-use asset adjusted by the amount of any prepaid or accrued lease payments in accordance with TFRS 16.
- 2) Recognizes depreciation of right-of-use assets and interest on lease liabilities in the consolidated statement of profit or loss and separate statement of profit or loss.
- 3) Separates the total amount of cash paid into a principal portion (presented within financing activities) and interest (presented within financing activities) in the consolidated statement of cash flows and separate statement of cash flows.

Lease incentives (e.g. rent free period) are recognized as part of the measurement of the right-of-use assets and lease liabilities whereas under TAS 17 they resulted in the recognition of a lease incentive, amortized as a reduction of rental expenses on a Straight-line basis over the lease term basis. Under TFRS 16, right-of-use assets are tested for impairment in accordance with TAS 36 "Impairment of Assets".

For short-term leases (lease term of 12 months or less) and leases of low-value assets i.e. office supplies, the Group has opted to recognize a lease expense on a straight-line basis as permitted by TFRS 16. This expense is presented within “other expenses” in the consolidated statement of profit or loss and separate statement of profit or loss.

The Group has used the following practical expedients when applying the cumulative catch-up approach to leases previously classified as operating leases applying TAS 17.

- The Group has applied a single discount rate to a portfolio of leases with reasonably similar characteristics.
- The Group has adjusted the right-of-use asset at the date of initial application by the amount of provision for onerous leases recognized under TAS 37 “Provisions, Contingent Liabilities and Contingent Assets” in the statement of financial position immediately before the date of initial application as an alternative to performing an impairment review.
- The Group has elected not to recognize right-of-use assets and lease liabilities to leases for which the lease term end within 12 months of the date of initial application.
- The Group has excluded initial direct costs from the measurement of the right-of-use asset at the date of initial application.
- The Group has used hindsight when determining the lease term when the contract contains options to extend or terminate the lease.

c) Impact on Lessor Accounting

TFRS 16 does not change substantially how a lessor accounts for leases. Under TFRS 16, a lessor continues to classify leases as either finance leases or operating leases and account for those two types of leases differently.

However, TFRS 16 has changed and expanded the disclosures required, in particular regarding how a lessor manages the risks arising from its residual interest in leased assets.

d) Financial Impact of the Initial Application of TFRS 16

The Group recognized lease liabilities which had previously been classified as operating leases at the present value of the remaining lease payments, discounted using the Group’s incremental borrowing rates. The lessees’s weight average incremental borrowing rate applied to the lease liabilities recognized in the statement of financial position as at November 1, 2020 is 4.49% - 5.26% per annum.

The following table shows the operating lease commitments disclosed applying TAS 17 at November 1, 2020, discounted using incremental borrowing rate at the date of initial application and the lease liabilities recognized in the statement of financial position at the date of initial application.

Impacts as at November 1, 2020 are as follows:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Operating lease commitments at October 31, 2020	36,510	18,614
Short-term leases and leases of low-value assets	(2,086)	(443)
Effect of discounting the above amounts	(2,974)	(1,736)
Lease liabilities recognized as at November 1, 2020	31,450	16,435

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Right-of-use assets recognized as at October 31, 2020	31,450	16,435
Reclassified to right-of-use assets:		
Prepaid rental expenses	12,758	-
Right-of-use assets as at November 1, 2020	44,208	16,435

The tables below show the amount of adjustment for each financial statement line item affected by the application of TFRS 16 for the current year.

	Unit : Thousand Baht		
	Consolidated financial statements		
Impact on assets, liabilities and equity	Previously reported as at October 31, 2020	TFRS 16 adjustments	Restated as at November 1, 2020
Right-of-use assets	-	44,208	44,208
Other non-current assets	91,919	(12,758)	79,161
Current portion of lease liabilities	-	(10,058)	(10,058)
Lease liabilities	-	(21,392)	(21,392)

	Unit : Thousand Baht		
	Separate financial statements		
Impact on assets, liabilities and equity	Previously reported as at October 31, 2020	TFRS 16 adjustments	Restated as at November 1, 2020
Right-of-use assets	-	16,435	16,435
Current portion of lease liabilities	-	(4,278)	(4,278)
Lease liabilities	-	(12,157)	(12,157)

Lease liabilities as at January 31, 2021 are summarized below:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Current portion of lease liabilities	10,595	36,677
Lease liabilities	18,154	275,510
	28,749	312,187

Carrying amounts of the right-of-use assets as at January 31, 2021 are as follows:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Right-of-use assets as at November 1, 2020 before the effects of the initial application of the new accounting standards	-	-
Effects of the initial application of the new accounting standards	44,208	16,435
Leasehold rights and assets under finance leases as at November 1, 2020	44,208	16,435
<u>Add</u> Leasehold rights	-	304,742
<u>Less</u> Depreciation for the period	(2,893)	(10,880)
Exchange differences on the translation of financial statements	(2)	-
Right-of-use assets as at January 31, 2021	41,313	310,297

2.6 Thai Financial Reporting Standard No.16 “Leases”

TFRS 16 has been amended for the Rent Concessions related to COVID-19, which is effective from June 1, 2020 with earlier application permitted. The amendment permits lessees, as a practical expedient, not to assess whether rent concessions that occur as a direct consequence of the COVID-19 pandemic and meet specified conditions are lease modifications and, instead, to account for those rent concessions as if they were not lease modifications. In addition, the revised TFRS 16 also added the requirements for the temporary exception arising from interest rate benchmark reform, which an entity shall apply these amendments for annual reporting periods beginning on or after January 1, 2022 with earlier application permitted. This revised TFRS 16 has been announced in the Royal Gazette on January 27, 2021.

2.7 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, 2021 onwards. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revisions to references to the Conceptual Framework in TFRSs, except for the revisions of definitions and accounting requirements as follows:

Conceptual Framework for Financial Reporting

The revised Conceptual Framework for Financial Reporting consisted of the revised definitions and recognition criteria of asset and liability as well as new guidance on measurement, derecognition of asset and liability, presentation and disclosure. In addition, this Conceptual Framework for Financial Reporting clearly clarifies management’s stewardship of the entity’s economic resources, prudence, and measurement uncertainty of financial information.

Definition of Business

The revised Thai Financial Reporting Standard No. 3 “Business Combinations” clearly clarifies the definition of business and introduce an optional concentration test. Under the optional concentration test, the acquired set of activities and assets is not a business if substantially all of the fair value of the gross assets acquired is concentrated in a single identifiable asset or group of similar assets. This revised financial reporting standard requires prospective method for such amendment. Earlier application is permitted.

Definition of Materiality

The revised definition of materiality resulted in the amendment of Thai Accounting Standards No. 1 “Presentation of Financial Statements” and Thai Accounting Standards No. 8 “Accounting Policies, Changes in Accounting Estimates and Errors”, including other financial reporting standards which refer to materiality. This amendment is intended to make the definition of material to comply with the Conceptual Framework which requires prospective method for such amendment. Earlier application is permitted.

The Interest Rate Reform

Due to the interest rate reform, there are the amendments of specific hedge accounting requirements in Thai Financial Reporting Standard No. 9 “Financial Instruments” and Thai Financial Reporting Standard No. 7 “Financial Instruments: Disclosures”.

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 is in the process to assess the impact of these TFRSs on the financial statements of the Group in the period of initial application.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended October 31, 2020, except the adoption of new and revised Thai Financial Reporting Standards as described in Note 2. Accounting policies with significant changes are as follows:

Financial instruments

Financial assets and financial liabilities are recognized in the Group’s consolidated statement of financial position when the Group becomes a party under the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

Financial assets

All recognized financial assets are measured subsequently at either amortized cost or fair value, depending on the classification of the financial assets.

Classification of financial assets

Debt instruments that meet the following conditions are measured subsequently at amortized cost;

- The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are measured subsequently at fair value through other comprehensive income (FVTOCI);

- The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling the financial assets; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

By default, all other financial assets are measured subsequently at fair value through profit or loss (FVTPL).

(1) Amortized cost and effective interest method

The effective interest method is a method of calculating the amortized cost of a debt instrument and allocating interest income over the relevant period.

Interest income is recognized in profit or loss and included in the “finance income - interest income” line item.

(2) Financial assets at FVTPL

Financial assets that do not meet the criteria for being measured at amortized cost or FVTOCI are measured at FVTPL;

- Investments in equity instruments are classified as at FVTPL.
- Debt instruments that do not meet the amortized cost criteria or the FVTOCI criteria are classified as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any fair value gains or losses recognized in profit or loss.

Impairment of financial assets

The Group recognizes a loss allowance for expected credit losses on investments in debt instruments that are measured at amortized cost or at FVTOCI and trade receivables. The amount of expected credit losses is updated at each reporting period date to reflect changes in credit risk since the initial recognition of the respective financial instrument.

The Group always recognizes lifetime ECL for trade receivables. The expected credit losses on these financial assets are estimated using a provision matrix based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

(1) Write-off policy

The Group writes off a financial asset when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or has entered into bankruptcy proceedings, or in the case of trade receivables, when the amounts are over two years past due, whichever occurs sooner. Financial assets written off may still be subject to enforcement activities under the Group's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognized in profit or loss.

(2) Measurement and recognition of expected credit losses

The measurement of expected credit losses is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information. The exposure at default, for financial assets is represented by the asset's gross carrying amount as at the reporting date. For financial guarantee contracts, the exposure includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future. The default date is determined based on the historical trend. The Group tries to understand of the specific future financing needs of the debtors, and other relevant forward-looking information.

Derecognition of financial assets

The Group derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On the date of derecognition of a financial asset measured at amortized cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss.

Derivative financial instruments

The Group enters into derivative financial instruments which are foreign exchange forward contracts to manage its exposure to foreign exchange rate risks.

Derivatives are recognized initially at fair value at the date a derivative contract is entered into and are subsequently remeasured to fair value at each reporting date. The resulting gain or loss is recognized in profit or loss immediately unless the derivative is designated and effective as a hedging instrument in the event that the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

A derivative with a positive fair value is recognized as a financial asset whereas a derivative with a negative fair value is recognized as a financial liability. Derivatives are not offset in the financial statements unless the Group has both legal right and intention to offset. A derivative is presented as a non-current asset or non-current liability if the remaining maturity of the instrument is more than 12 months and it is not expected to be realized or settled within 12 months. Other derivatives are presented as current assets or current liabilities.

Leases

The Group has applied TFRS 16 using the cumulative catch-up approach. Therefore, comparative information has not been restated and is presented under TAS 17. The details of accounting policies under both TAS 17 and TFRS 16 are as follows:

a) Policies applicable from November 1, 2020

The Group as lessee

The Group assesses whether a contract is or contains a lease, at inception of the contract. The Group recognizes a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lease, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low-value assets i.e. tablets and personal computers, small items of furniture, and telephones. For these leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Group uses its incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise:

- Fixed lease payments (including in-substance fixed payments), less any lease incentives receivable;
- Variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- The amount expected to be payable by the lessee under residual value guarantees;
- The exercise price of purchase options, if the lessee is reasonably certain to exercise the options; and
- Payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The lease liability is presented in a separate line in the consolidated and separate statements of financial position.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made.

The Group remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:

- The lease term has changed or there is a significant event or change in circumstances resulting in a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate; or
- The lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which cases the lease liability is remeasured by discounting the revised lease payments using an unchanged discount rate (unless the lease payments change is due to a change in a floating interest rate, in which case a revised discount rate is used); or
- A lease contract is modified and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured based on the lease term of the modified lease by discounting the revised lease payments using a revised discount rate at the effective date of the modification.

The Group did not make any such adjustments during the periods presented.

The right-of-use assets comprise the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day, less any lease incentives received and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Whenever the Group incurs an obligation for costs of dismantling and removing a leased asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognized and measured under TAS 37. To the extent that the costs relate to a right-of-use asset, the costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Group expects to exercise a purchase option, the related right-of-use assets is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

The right-of-use assets are presented in a separate line in the consolidated and separate statements of financial position.

The Group applies TAS 36 to determine whether a right-of-use asset is impaired and accounts for any identified impairment loss as described in the “Property, Plant and Equipment” policy.

Variable rents that do not depend on an index or rate are not included in the measurement the lease liability and the right-of-use asset. The related payments are recognized as an expense in the period in which the event or condition that triggers those payments occurs and are included in the line “Other expenses” in profit or loss.

As a practical expedient, TFRS 16 permits a lessee not to separate non-lease components, and instead account for any lease and associated non-lease components as a single arrangement. The Group does not used this practical expedient.

b) Policies applicable prior to November 1, 2020

Operating leases

Long-term leases for assets which a significant portion of the risks and rewards of ownership is still retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged as expenses to the statement of profit or loss on a straight-line basis over the periods of the leases.

When operating leases are terminated before the lease periods expire, any payment required to be made to the lessor by way of penalty is recognized as an expense in the period in which the termination takes place.

Finance leases

Leases in which substantially all the risks and rewards of ownership, except legal title, are transferred to the Group are accounted for as finance leases. The Group capitalized the assets and recorded the liabilities in the statements of financial position of the lessee in the amount at the lower of the estimated present value of the underlying lease payments or at the fair value of the leased asset at the contractual date. The leased assets are depreciated using the straight-line method over their estimated useful lives. Interest or financial charge is calculated by the effective interest rate method over the terms of the contracts. Financial charge and depreciation are recognized as expenses in the statement of profit or loss.

4. ADDITIONAL CASH FLOW INFORMATION AND CASH EQUIVALENTS

4.1 Significant non-cash items in the consolidated and separate financial statements for the three-month periods ended January 31, are as follows:

Type of Transactions	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements	Financial Statements	Financial Statements	Financial Statements
	2021	2020	2021	2020
Purchases of property, plant and equipment which have not yet been paid during the period	49,054	17,285	1,429	3,007
Transfer of assets not yet used in operations to property, plant and equipment	-	234	-	-
Transfer of other current assets to other non-current assets	2,912	1,418	-	-

4.2 Changing in liabilities from financing activities for the three-month period ended January 31, are as follows:

2021

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	Balance as at November 1, 2020	Financing cash flows	Non-cash changes	Balance as at January 31, 2021
Short-term borrowings from financial institutions	6,912,515	1,365,098	96	8,277,709
Short-term borrowings from related parties and others	7,100	-	-	7,100
Long-term borrowings from financial institutions	4,852,000	(495,000)	-	4,357,000
Long-term debentures	6,995,997	-	512	6,996,509
Lease liabilities	-	(3,068)	31,817	28,749
Total	<u>18,767,612</u>	<u>867,030</u>	<u>32,425</u>	<u>19,667,067</u>

	Unit : Thousand Baht			
	Separate Financial Statements			
	Balance as at November 1, 2020	Financing cash flows	Non-cash changes	Balance as at January 31, 2021
Short-term borrowings from financial institutions	4,901,000	1,184,000	96	6,085,096
Short-term borrowings from related parties and others	545,500	(148,400)	-	397,100
Long-term borrowings from financial institutions	4,852,000	(495,000)	-	4,357,000
Long-term debentures	6,995,997	-	512	6,996,509
Lease liabilities	-	(14,731)	361,958	347,227
Total	<u>17,294,497</u>	<u>525,869</u>	<u>362,566</u>	<u>18,182,932</u>

2020

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	Balance as at November 1, 2019	Financing cash flows	Non-cash changes	Balance as at January 31, 2020
Short-term borrowings from financial institutions	4,880,138	(1,306,216)	8,719	3,582,641
Short-term borrowings from related parties and others	3,400	-	-	3,400
Long-term borrowings from financial institutions	6,749,000	(510,000)	-	6,239,000
Long-term debentures	10,493,600	-	870	10,494,470
Total	<u>22,126,138</u>	<u>(1,816,216)</u>	<u>9,589</u>	<u>20,319,511</u>

	Unit : Thousand Baht			
	Separate Financial Statements			
	Balance as at November 1, 2019	Financing cash flows	Non-cash changes	Balance as at January 31, 2020
Short-term borrowings from financial institutions	2,465,992	455,000	8,719	2,929,711
Short-term borrowings from related parties and others	442,600	77,700	-	520,300
Long-term borrowings from financial institutions	6,749,000	(510,000)	-	6,239,000
Long-term debentures	10,493,600	-	870	10,494,470
Total	<u>20,151,192</u>	<u>22,700</u>	<u>9,589</u>	<u>20,183,481</u>

4.3 Cash and cash equivalents as at January 31, are as follows:

Type of Transactions	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements 2021	2020	Financial Statements 2021	2020
Cash on hand	3,203	4,044	1,506	2,566
Current accounts deposits	37,051	18,802	12,427	2,606
Savings accounts deposits	107,682	112,876	25,618	23,036
Deposit in transit	34,877	-	-	-
Total	<u>182,813</u>	<u>135,722</u>	<u>39,551</u>	<u>28,208</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 January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020
Trade and other current receivables				
Subsidiaries	-	-	169.97	208.37
Associates	2.38	1.59	2.38	1.19
Related parties	16.69	48.41	6.29	0.34
Total	<u>19.07</u>	<u>50.00</u>	<u>178.64</u>	<u>209.90</u>
Finance lease current receivable (see Note 7)				
Related parties	<u>19.34</u>	<u>20.00</u>	-	-
Short-term loans (Included current portion of long-term loans) (see Note 8)				
Subsidiaries	<u>-</u>	<u>-</u>	<u>2,124.18</u>	<u>2,161.87</u>
Other current assets				
Subsidiaries	-	-	27.15	37.61
Associates	-	5.50	-	5.50
Related parties	0.54	0.91	0.30	0.50
Total	<u>0.54</u>	<u>6.41</u>	<u>27.45</u>	<u>43.61</u>
Finance lease non-current receivable				
Related parties	<u>346.74</u>	<u>361.00</u>	-	-
Long-term loans (Excluded current portion of long-term loans with presented in short-term loans)				
Subsidiaries	<u>-</u>	<u>-</u>	<u>1,859.40</u>	<u>1,979.50</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	-	-	141.18	130.52
Associates	-	0.32	-	-
Related parties	2.06	46.35	0.06	7.07
Total	<u>2.06</u>	<u>46.67</u>	<u>141.24</u>	<u>137.59</u>
Other accrued expenses (included in other payables)				
Subsidiaries	<u>-</u>	<u>-</u>	<u>36.75</u>	<u>0.15</u>
Short-term borrowings				
Subsidiaries	-	-	390.00	538.40
Related parties	7.10	7.10	7.10	7.10
Total	<u>7.10</u>	<u>7.10</u>	<u>397.10</u>	<u>545.50</u>
Other current liabilities				
Subsidiaries	-	-	0.77	0.04
Related parties	0.02	0.02	-	-
Total	<u>0.02</u>	<u>0.02</u>	<u>0.77</u>	<u>0.04</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 January 31, 2021 and October 31, 2020, short-term loans to subsidiaries represented promissory notes receivable on demand, carrying interest rates at 1.00% - 2.10% per annum and 1.00% - 3.97% per annum, respectively.

As at January 31, 2021 and October 31, 2020, long-term loans to subsidiaries represented loans with maturity date within 2021 - 2027 equal for both period, carrying the interest rates at 2.03% - 3.97% per annum.

As at January 31, 2021 and October 31, 2020, short-term borrowings from subsidiaries and related parties represented promissory notes payable on demand, carrying the interest rates at 1.00% - 2.10% per annum and 1.22% - 1.30% per annum, respectively.

5.2 Significant transactions with related parties for the three-month periods ended January 31, are as follows:

Type of Transactions	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements	Financial Statements	Financial Statements	Financial Statements
	2021	2020	2021	2020
Revenues from sales and rendering of services				
Subsidiaries	-	-	564.32	685.63
Related parties	77.38	312.17	6.13	105.06
Total	<u>77.38</u>	<u>312.17</u>	<u>570.45</u>	<u>790.69</u>
Costs of sales and rendering of services				
Subsidiaries	-	-	384.72	599.41
Related parties	3.72	43.09	-	-
Total	<u>3.72</u>	<u>43.09</u>	<u>384.72</u>	<u>599.41</u>
Interest income from finance lease				
Related parties	<u>4.83</u>	<u>5.00</u>	<u>-</u>	<u>-</u>
Other incomes				
Subsidiaries	-	-	25.71	47.37
Associates	3.34	4.41	3.34	3.23
Related parties	2.63	1.50	1.34	1.50
Total	<u>5.97</u>	<u>5.91</u>	<u>30.39</u>	<u>52.10</u>
Distribution costs				
Subsidiaries	-	-	0.25	4.70
Associates	0.11	19.33	0.05	7.11
Total	<u>0.11</u>	<u>19.33</u>	<u>0.30</u>	<u>11.81</u>
Administrative expenses				
Subsidiaries	-	-	0.26	1.16
Related parties	3.54	4.24	1.46	1.72
Related juristic person	2.73	2.74	2.46	2.46
Total	<u>6.27</u>	<u>6.98</u>	<u>4.18</u>	<u>5.34</u>
Finance costs				
Subsidiaries	-	-	1.49	2.58
Related juristic person	0.02	0.02	0.02	0.02
Total	<u>0.02</u>	<u>0.02</u>	<u>1.51</u>	<u>2.60</u>
Management compensation				
Short-term employee benefits	21.43	62.79	9.93	25.38
Post-employment benefits	0.79	0.10	0.33	0.05
Total	<u>22.22</u>	<u>62.89</u>	<u>10.26</u>	<u>25.43</u>

POLICIES OF INTER-PRICE SETTING

- The inter-purchases/sales of raw sugar transactions among the Group are based on the sales agreements with external customers.
- 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 Group, 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	As at	As at	As at
	January 31, 2021	October 31, 2020	January 31, 2021	October 31, 2020
Trade receivables	483,799	306,535	107,732	216,455
Current farmer receivables	440,205	248,503	223,376	141,423
Receivables from the Office of the Cane and Sugar Fund	310,436	446,728	164,490	246,617
Other receivables	27,822	9,897	138,290	62,873
Prepaid expenses	44,049	23,684	27,589	18,124
Advance payment	3,227	1,178	765	394
Accrued income	129,144	166,106	47,537	61,548
Total trade and other current receivables	<u>1,438,682</u>	<u>1,202,631</u>	<u>709,779</u>	<u>747,434</u>

6.1 Trade receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	January 31, 2021	October 31, 2020	January 31, 2021	October 31, 2020
Related parties	28,983	48,077	52,732	149,351
Others	454,816	258,458	55,000	67,104
Total trade receivables	<u>483,799</u>	<u>306,535</u>	<u>107,732</u>	<u>216,455</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	As at	As at	As at
	January 31, 2021	October 31, 2020	January 31, 2021	October 31, 2020
Domestic trade receivables				
Not yet due	28,934	48,077	48,597	136,924
Overdue not over 3 months	49	-	4,135	12,427
Total trade receivables - related parties	<u>28,983</u>	<u>48,077</u>	<u>52,732</u>	<u>149,351</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

	Unit : Thousand Baht			
	Consolidated		Separate	
	As at January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020
Business are to manufacture and distribute sugar and molasses				
Domestic trade receivables				
Not yet due	135,935	118,065	50,682	26,721
Overdue not over 3 months	45,763	45,346	4,318	7,657
Total	<u>181,698</u>	<u>163,411</u>	<u>55,000</u>	<u>34,378</u>
Foreign trade receivables				
Not yet due	-	32,726	-	32,726
Total	<u>-</u>	<u>32,726</u>	<u>-</u>	<u>32,726</u>
Total of business are to manufacture and distribute sugar and molasses	<u>181,698</u>	<u>196,137</u>	<u>55,000</u>	<u>67,104</u>
Manufacture and distribution of electricity				
Domestic trade receivables				
Not yet due	75,318	21,576	-	-
Overdue not over 3 months	187,139	28,651	-	-
Total of business of manufacturing and distributing of electricity	<u>262,457</u>	<u>50,227</u>	<u>-</u>	<u>-</u>
Other business				
Domestic trade receivables				
Not yet due	1,230	1,436	-	-
Overdue not over 3 months	3,246	5,312	-	-
Overdue over 3 months and not over 6 months	3,289	2,014	-	-
Overdue over 6 months and not over 12 months	2,891	3,068	-	-
Overdue over 12 months	5	264	-	-
Total other business	<u>10,661</u>	<u>12,094</u>	<u>-</u>	<u>-</u>
Total trade receivables - others	<u>454,816</u>	<u>258,458</u>	<u>55,000</u>	<u>67,104</u>

The normal credit terms granted by the customers of the Company and subsidiaries range from 7 days to 30 days.

6.2 Current farmer receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020
Cane receivables				
Season 2019/2020	55,154	60,021	7,513	9,479
Season 2018/2019	65,587	67,002	10,959	11,066
Season 2017/2018	14,690	15,872	5,888	5,890
Season 2016/2017	20,806	22,225	7,058	7,897
Before Season 2016/2017	164,334	164,731	37,933	37,955
Total cane receivables	<u>320,571</u>	<u>329,851</u>	<u>69,351</u>	<u>72,287</u>
Advance payment for purchases of cane				
Season 2021/2022	14,173	-	7,241	-
Season 2020/2021	321,011	136,853	193,538	116,248
Total advance payment for purchases of cane	<u>335,184</u>	<u>136,853</u>	<u>200,779</u>	<u>116,248</u>
Receivables from fuel oil, fertilizer and other services	<u>18,259</u>	<u>19,061</u>	<u>16,157</u>	<u>17,014</u>
Total	674,014	485,765	286,287	205,549
<u>Less</u> Allowance for expected credit loss /				
Allowance for doubtful accounts	<u>(125,661)</u>	<u>(126,339)</u>	<u>(47,806)</u>	<u>(48,246)</u>
Total farmer receivables	548,353	359,426	238,481	157,303
<u>Less</u> Non-current portion	<u>(108,148)</u>	<u>(110,923)</u>	<u>(15,105)</u>	<u>(15,880)</u>
Total current farmer receivables	<u>440,205</u>	<u>248,503</u>	<u>223,376</u>	<u>141,423</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 consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020
Receivables from sugar cane prices	1,245,584	1,272,902	726,439	753,500
Receivables from compensation for production and distribution of sugar	<u>533,822</u>	<u>533,074</u>	<u>311,331</u>	<u>310,700</u>
Total receivables from the Office of the Cane and Sugar Fund	1,779,406	1,805,976	1,037,770	1,064,200
<u>Offset</u> Short-term loans from the Office of				
Cane and Sugar Fund	<u>(1,031,438)</u>	<u>(1,029,349)</u>	<u>(627,916)</u>	<u>(626,655)</u>
Contribution to the Cane and Sugar Fund	<u>(437,532)</u>	<u>(329,899)</u>	<u>(245,364)</u>	<u>(190,928)</u>
Total current receivables from the Office of the Cane and Sugar Fund	<u>310,436</u>	<u>446,728</u>	<u>164,490</u>	<u>246,617</u>

Receivables from the Office of the Cane and Sugar Fund were amounts that the Company and its subsidiaries will reimburse from the Cane and Sugar Fund, since 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 are 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 Company and its subsidiaries at an amount equal to the difference, and the sugar cane planters do not have to return the excess amount of the sugar cane price received.

As at October 31, 2020, the Company offset the contribution payable to the Cane and Sugar Fund with the receivables from the Office of the Cane and Sugar Fund in accordance with the resolution agreed by the Cabinet's meeting on October 28, 2020. The management of the Company and subsidiaries expect the Cane and Sugar Fund to finalise the calculation and pay compensation for the sugar cane price and the compensation for the production and distribution of sugar in the next fiscal year; therefore classified the compensation to be received in the next fiscal year as "Current portion of amounts due from the Office of the Cane and Sugar Fund".

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 compensation for sugar cane price and the final compensation for the production and distribution of sugar that expect to be announced may differ from these estimates.

7. FINANCE LEASE RECEIVABLE

A subsidiary had entered into the financial lease agreement with the related party for land, property and machines, 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 January 31, 2021, finance lease receivable is as follows:

	Unit : Thousand Baht Consolidated Financial Statements
Within 1 year	19,350
Over 1 year - 5 years	427,989
	<u>447,339</u>
<u>Less</u> Unearned interest income	<u>(81,255)</u>
	366,084
<u>Less</u> Current portion of finance lease receivable	<u>(19,337)</u>
Total	<u><u>346,747</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
	January 31,	October 31,	January 31,	October 31,
	2021	2020	2021	2020
Short-term loans to subsidiaries and related parties (see Note 5.1)	-	-	1,056,637	1,099,432
Short-term loans to farmers	303,237	585,617	155,527	296,363
Current portion of long-term loans to subsidiaries (see Note 5.1)	-	-	1,067,540	1,062,440
Current portion of long-term loans to others	871	1,333	871	1,333
Current portion of loans for cane plantation development	224,319	198,884	45,172	31,563
Total short-term loans	<u>528,427</u>	<u>785,834</u>	<u>2,325,747</u>	<u>2,491,131</u>

Short-term loans to farmers as at January 31, 2021 and October 31, 2020, in the consolidated financial statement of Baht 226.74 million and Baht 526.19 million, respectively, and in the separate financial statements of Baht 155.53 million and Baht 296.36 million, respectively, represent loans the form of discounted check purchase for post-dated checks which the Company and its subsidiaries issued to the farmers on purchases of sugar cane, which the farmers discounted sale to the Company and its subsidiaries with interest rates based on average lending rates of commercial banks. For the remaining in the consolidated financial statements of Baht 76.50 million and Baht 59.43 million, respectively, represent advances to farmers to support their sugar cane plantation with certain terms and conditions and with interest rates based on rates of commercial bank.

9. CURRENT BIOLOGICAL ASSETS

Movements of current biological assets for the three-month period ended January 31, 2021 are as follows:

	Unit : Thousand Baht	
	Consolidated	Separate
	Financial	Financial
	Statements	Statements
Beginning book value	41,680	4,684
Loss on arising from change in fair value	(76)	(278)
Additional plantation costs during the period	21,212	281
Amortization from harvesting during the period	<u>(20,337)</u>	<u>(3,306)</u>
Ending book value	<u>42,479</u>	<u>1,381</u>

The methods and assumptions used in estimating the fair values of biological assets have 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 January 31, 2021			As at October 31, 2020		
	Share Capital		Shareholding		Investment		Dividend	Investment		Dividend
	2021	2020	%	%	Cost	Equity	for	Cost	Equity	for
			2021	2020			the period			the year
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	540,507	-	90,267	541,561	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	140	-	391	140	52
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	317	-	509	317	101
T S Transport and Logistic Co., Ltd.*	400,000	400,000	10.12	10.12	40,508	40,508	-	40,508	40,508	-
BBGI Co., Ltd.	2,532,000	2,532,000	40.00	40.00	3,244,868	3,797,813	-	3,244,868	3,686,759	-
Total					3,380,459	4,383,201	-	3,380,459	4,273,201	14,761

* These associates considering by significant influence of the Company to Thai Sugar Terminal Public Limited, which is the parent company of these associates.

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
	2021	2020	%	%	January 31,	October 31,	January 31,	October 31,
			2021	2020	2021	2020	2021	2020
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	90,267	-	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	-	52
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	509	-	101
T S Transport and Logistic Co., Ltd.*	400,000	400,000	10.12	10.12	40,508	40,508	-	-
BBGI Co., Ltd.	2,532,000	2,532,000	40.00	40.00	3,244,868	3,244,868	-	-
Total					3,380,459	3,380,459	-	14,761

* These associates considering by significant influence of the Company to Thai Sugar Terminal Public Limited, which is the parent company of these associates.

Summarized financial position in respect of associates and performance for the three-month periods ended December 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	749	3,938	4,687	481	409	890	2,284	2,127	157
BBGI Public Company Limited*	40.00	3,281	9,450	12,731	3,697	2,530	6,227	12,641	11,529	1,112
2019										
Thai Sugar Terminal Public Company Limited*	23.82	1,040	4,065	5,105	839	576	1,415	653	622	31
BBGI Public Company Limited*	40.00	3,338	8,155	11,493	4,063	1,893	5,956	10,059	9,609	450

* The associates have accounting periods ended December 31.

The Company assessed the impairment of investments in associates by estimating the recoverable amount of investments in associates. The value in use calculation requires the Group's management to estimate the future cash flows expected to arise from the cash-generating unit and a suitable discount rate in order to calculate present value.

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
	2021	2020	2021	2020	January 31, 2021	October 31, 2020	January 31, 2021	October 31, 2020
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	-	-
K.S.L. Export Trading Company Limited	20,000	20,000	33.88	33.88	6,775	6,775	-	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	-	-
WSP Logistic Company Limited	250	250	100.00	100.00	250	250	-	-
Savannahet Sugar Corporation	687,727	687,727	98.00	98.00	674,178	674,178	-	-
Koh Kong Sugar Industry Company Limited *	1,946,687	1,946,687	88.02	88.02	1,711,616	1,711,616	-	-
Wynn In Trading Company Limited *	487,497	487,497	100.00	100.00	487,497	487,497	-	-
Total					6,705,556	6,705,556	-	480,999
<u>Less</u> Allowance for impairment of investments					(2,133,209)	(2,133,209)	-	-
Total investments in subsidiaries					<u>4,572,347</u>	<u>4,572,347</u>	<u>-</u>	<u>480,999</u>

* 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, 2020, loss of Koh Kong Plantation 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.

12. TRADE AND OTHER NON-CURRENT RECEIVABLES

Trade and other non-current receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020
Trade receivables and other receivables	21,712	23,099	5,906	7,286
Farmer receivables	233,809	237,262	62,911	64,126
Total	<u>255,521</u>	<u>260,361</u>	<u>68,817</u>	<u>71,412</u>
<u>Less</u> Allowance for expected credit loss/Allowance for doubtful accounts	<u>(142,618)</u>	<u>(143,434)</u>	<u>(53,712)</u>	<u>(54,284)</u>
Total trade and other non-current receivables - net	<u>112,903</u>	<u>116,927</u>	<u>15,105</u>	<u>17,128</u>

13. INVESTMENT PROPERTIES

Movements of investment properties which consisted of land, land improvement, building and warehouses using fair value method for the three-month period ended January 31, 2021 are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning book value	5,774,845	1,811,802
Ending book value	<u>5,774,845</u>	<u>1,811,802</u>

For the three-month periods ended January 31, 2021 and 2020, the Group recognized rental income from investment property of Baht 47.01 million and Baht 50.29 million, respectively, in the consolidated statements of profit or loss, and of Baht 11.87 million and Baht 11.27 million, respectively, in the separate statements of profit or loss.

Represented fair value of the investment property, 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 three-month period ended January 31, 2021 are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning book value	25,890,582	9,474,702
Reclassifications/adjustments	(7)	(4)
Acquisition of assets (including construction in progress)	116,485	5,569
Transfer in - cost	506,834	233,685
Transfer out - cost	(506,834)	(233,685)
Cost of disposal/written off of assets	(46,503)	(26,205)
Accumulated depreciation - disposal/written off	24,200	11,362
Allowance for impairment - disposal/written off	3	-
Depreciation	(388,637)	(177,507)
Translation of financial statements differences	(58,843)	-
Ending book value	<u>25,537,280</u>	<u>9,287,917</u>

As at January 31, 2021 and October 31, 2020, buildings and structure of two foreign subsidiaries at book value of Baht 357.82 million and Baht 372.12 million, respectively, in the consolidated financial statements, are located on the concessional and which the ownership will be transferred to the lessor when the agreements are expired (see Note 25.8.3).

As at January 31, 2021 and October 31, 2020, assets at cost of Baht 5,633.49 million and Baht 5,435.69 million, respectively, in the consolidated financial statements, and of Baht 2,847.74 million and Baht 2,728.09 million, respectively, in the separate financial statements, were fully depreciated but still in use.

As at January 31, 2021 and October 31, 2020, land which is recorded at revaluation method with the net value of Baht 4,881.46 million and Baht 4,875.63 million, respectively, in the consolidated financial statements, and Baht 1,534.20 million, equal for both periods, 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 January 31, 2021 and October 31, 2020, land net book value at the cost method of Baht 1,175.70 million and Baht 1,169.88 million, respectively, in the consolidated financial statements, and of Baht 479.84 million, equal for both periods, in the separate financial statements.

15. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020
Trade payables - related parties	14,657	26,750	136,762	42,776
Trade payables - others	1,904,692	595,130	923,243	315,790
Advances received for sales of goods	285,401	146,844	116,741	75,940
Other accrued expenses	130,436	221,372	132,923	128,379
Payables on purchases of assets	88,832	46,091	504	1,429
Other payables	164,178	155,144	92,544	220,161
Total trade and other current payables	<u>2,588,196</u>	<u>1,191,331</u>	<u>1,402,717</u>	<u>784,475</u>

As at January 31, 2021, some trade payable - others include payables from purchases of cane of the Company and its three subsidiaries for the production season 2020/2021 using the initial cane price for production season 2020/2021 resolved by the Cane and Sugar Board dated December 18, 2020. The price is Baht 920.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 55.20 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 2020/2021. 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 three-month period ended January 31, 2021, using the initial cane price for production season 2020/2021 at cane price of Baht 980.72 - 1,087.26 per ton with average sweetness level at 11.10 - 13.03 c.c.s.

16. PROVISION FOR PRODUCTION COSTS

As at January 31, 2021 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 is 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 January 31, 2021	As at October 31, 2020
Unsecured senior debt debentures	6,996,509	6,995,997
<u>Less</u> Current portion	<u>(1,349,887)</u>	<u>(1,349,772)</u>
Net	<u>5,646,622</u>	<u>5,646,225</u>

Movements of long-term debentures for the three-month period ended January 31, 2021 are as follows:

	Unit : Thousand Baht Consolidated/Separate Financial Statements
Beginning book value	6,995,997
Amortized debenture issuance expenses during the period	<u>512</u>
Ending book value	<u>6,996,509</u>

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

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

As at October 31, 2020, 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 January 31, 2021, 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 three-month periods ended January 31, 2021, are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning balance at book value	4,852,000	4,852,000
Repayment during the period	<u>(495,000)</u>	<u>(495,000)</u>
Ending balance at book value	4,357,000	4,357,000
<u>Less</u> Current portion	<u>(1,682,000)</u>	<u>(1,682,000)</u>
Long-term borrowings	<u><u>2,675,000</u></u>	<u><u>2,675,000</u></u>

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

	Consolidated Financial Statements		Separate Financial Statements	
	As at January 31, 2021 %	As at October 31, 2020 %	As at January 31, 2021 %	As at October 31, 2020 %
Borrowings - Baht currency	1.975 - 3.00	2.10 - 3.00	1.975 - 3.00	2.10 - 3.00

Maturities of long-term borrowings are as follows:

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020
Within 1 year	1,682,000	1,867,000	1,682,000	1,867,000
Over 1 year - 5 years	<u>2,675,000</u>	<u>2,985,000</u>	<u>2,675,000</u>	<u>2,985,000</u>
	<u><u>4,357,000</u></u>	<u><u>4,852,000</u></u>	<u><u>4,357,000</u></u>	<u><u>4,852,000</u></u>

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 January 31, 2021 Thousand Baht	As at October 31, 2020 Thousand Baht					
The Company								
1.	Baht 1,000 million	-	100,000	AMLR - Fixed rate	Semi-annual	Quarterly	June 2016	December 2020
2.	Baht 1,000 million	490,000	575,000	Fixed rate	Semi-annual	Monthly	April 2018	October 2023
3.	Baht 1,000 million	250,000	250,000	AMLR - Fixed rate	Semi-annual	Quarterly	May 2018	November 2021
4.	Baht 1,000 million	400,000	500,000	Fixed rate	Semi-annual	Monthly	June 2018	December 2022
5.	Baht 1,000 million	500,000	600,000	MLR - Fixed rate	Semi-annual	Monthly	November 2018	May 2023
6.	Baht 1,000 million	600,000	600,000	MLR - Fixed rate	Semi-annual	Monthly	March 2019	September 2023
7.	Baht 1,000 million	667,000	667,000	AMLR - Fixed rate	Semi-annual	Quarterly	August 2019	August 2023
8.	Baht 1,000 million	670,000	780,000	AMLR - Fixed rate	Semi-annual	Quarterly	January 2020	January 2024
9.	Baht 1,000 million	<u>780,000</u>	<u>780,000</u>	AMLR - Fixed rate	Semi-annual	Quarterly	February 2020	February 2024
	Total	4,357,000	4,852,000					
	<u>Less</u> Current portion	<u>(1,682,000)</u>	<u>(1,867,000)</u>					
	Net	<u><u>2,675,000</u></u>	<u><u>2,985,000</u></u>					

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

In addition, the Company has by abide by certain financial conditions, such as maintaining of debt with interest-to-equity ratio. As at January 31, 2021 and October 31, 2020, the Company is able to maintain the ratios as stipulated in the agreements.

19. Lease liabilities

Lease liabilities consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020
Lease liabilities	31,355	-	427,760	-
<u>Less</u> Deferred interest expenses	(2,606)	-	(115,573)	-
Total	28,749	-	312,187	-
<u>Less</u> Current portion	(10,595)	-	(36,677)	-
Lease liabilities - net	18,154	-	275,510	-

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

20.1 Income tax expense (income)

Income tax expense (income) for the three-month periods ended January 31, are as follows:

	Consolidated		Unit : Thousand Baht	
	2021	2020	2021	2020
<u>Current income tax</u>				
Current income tax expense	9,436	28,860	-	-
<u>Deferred income tax</u>				
Deferred income tax expense (income) and temporary differences	10,055	(4,559)	(9,870)	(25,024)
Total	19,491	24,301	(9,870)	(25,024)

Reconciliation of income tax and the results of the accounting profit (loss) multiplied by the income tax rate for the three-month periods ended January 31, are as follows:

	Consolidated		Unit : Thousand Baht	
	2021	2020	2021	2020
Profit (loss) before income tax expense (income)				
- Promoted sectors-exempted from income tax	-	(1,320)	-	-
- Promoted sectors-exempted from income tax 50% of income tax rate	52,139	117,096	-	-
- Non-promoted sectors	284,260	115,345	(39,881)	(127,027)
Total profit (loss) before income tax expense (income)	336,399	231,121	(39,881)	(127,027)
Statutory tax rates (%)	20	20	20	20
Income tax expense				
- Promoted sectors-exempted from income tax 50% of income tax rate	5,214	11,710	-	-
- Non-promoted sectors	56,852	23,069	-	-
Total income tax	62,066	34,779	-	-
Effect on income tax from non-deductible taxable expense	(45,079)	(4,756)	-	-
Prior year income tax income	16,987	30,023	-	-
Deferred income tax expense (income)	(7,551)	(1,163)	-	-
Income tax expense (income)	10,055	(4,559)	(9,870)	(25,024)
Income tax expense (income)	19,491	24,301	(9,870)	(25,024)

20.2 Deferred tax assets - net are as follows:

	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements As at January 31, 2021	Financial Statements As at October 31, 2020	Financial Statements As at January 31, 2021	Financial Statements As at October 31, 2020
Deferred tax assets - net				
Allowance for expected credit loss/Allowance for doubtful accounts	-	-	13,766	13,854
Allowance for diminution in value of inventories	-	-	5,889	11,425
Allowance for impairment in subsidiary investments	-	-	426,642	426,642
Non-current provision for employee benefit	1,028	1,014	22,002	21,853
Gain on asset revaluation	-	-	(217,982)	(217,982)
Loss carried forward	-	-	599,790	585,521
Depreciation	-	-	(103,296)	(106,539)
Change in fair value of investment property	-	-	(298,358)	(298,078)
Change in fair value of biological assets	-	-	(916)	(972)
Gain from amalgamation	-	-	(482,573)	(482,573)
Others	-	-	48,570	47,223
Deferred tax assets - net	<u>1,028</u>	<u>1,014</u>	<u>13,534</u>	<u>374</u>

Unrecognized deferred tax assets of three foreign subsidiaries as at January 31, are as follows:

	Unit : Thousand Baht Consolidated Financial Statements	
	2021	2020
The following deferred tax assets have not been recognized		
Temporary differences	(36,698)	(59,195)
Loss carried forward	<u>223,577</u>	<u>207,221</u>
	<u>186,879</u>	<u>148,026</u>

As at January 31, 2021, 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 223.58 million, will be matured by the years 2021 to 2025.

20.3 Deferred tax liabilities - net are as follows:

	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements As at January 31, 2021	Financial Statements As at October 31, 2020	Financial Statements As at January 31, 2021	Financial Statements As at October 31, 2020
Deferred tax liabilities - net				
Allowance for expected credit loss/Allowance for doubtful accounts	(47,865)	(52,801)	-	-
Allowance for diminution in value of inventories	(7,765)	(16,062)	-	-
Allowance for impairment in subsidiary investments	-	-	-	-
Non-current provision for employee benefit	(50,580)	(50,193)	-	-
Gain on asset revaluation	763,615	763,615	-	-
Loss carried forward	(717,405)	(714,333)	-	-
Depreciation	193,015	196,778	-	-
Change in fair value of investment property	657,969	655,181	-	-
Change in fair value of biological assets	(2,365)	(1,567)	-	-
Gain from amalgamation	482,573	482,573	-	-
Others	(54,159)	(52,937)	-	-
Deferred tax liabilities - net	<u>1,217,033</u>	<u>1,210,254</u>	<u>-</u>	<u>-</u>

21. 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	
	2021	2020
For the three-month periods ended January 31,	1,667	3,777

22. EXPENSES BY NATURE

The significant expenses by nature for the three-month periods ended January 31, are as follows:

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	2021	2020	2021	2020
Raw material and supplies used	3,849,943	4,404,762	2,392,694	2,763,537
Purchased finished goods	105,127	33,285	332,701	281,531
Changes in finished goods and goods in process	(3,539,444)	(3,615,212)	(2,262,232)	(2,119,580)
Salaries, wages and other employee benefits	404,031	660,878	190,436	334,655
Depreciation and amortization	393,647	465,826	190,070	192,825
Maintenance expenses	176,108	368,726	71,402	154,568
Transportation expenses	32,774	129,527	13,785	97,460
Finance costs	101,992	142,138	100,576	139,336

23. EARNINGS (LOSS) PER SHARE

The calculations of basic earnings (loss) per share were based on dividing the profit (loss) for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares issued during the period. There are no potential dilutive ordinary shares for the three-month periods ended January 31, 2021 and 2020. Basic earnings (loss) per share for the three-month periods ended January 31, are as follows:

2021

	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
Basic earnings (loss) per share For the period to ordinary equity holders	308,561	4,410,233	<u>0.070</u>	(30,011)	4,410,233	<u>(0.007)</u>

2020

	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
Basic earnings (loss) per share For the period to ordinary equity holders	211,959	4,410,233	<u>0.048</u>	(102,003)	4,410,233	<u>(0.023)</u>

24. 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 three-month period ended January 31, 2021, the Group comprises the following main business segments:

Manufacture and Distribution of Sugar and Molasses

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

Manufacture and Sale of Electricity

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

Real Estate Rental

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

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

Major Customer Information

For the three-month periods ended January 31, 2021 and 2020, the Group’s revenues contains revenue from the following single external customers amount to 10 percent or more of the Group’s revenue:

- Revenues from three overseas international sugar traders, in manufacture and distribution of Sugar and Molasses sector in the amount of Baht 210.90 million and Baht 941.93 million, respectively.
- Revenue from a single customer in Thailand in electricity sector in the amount of Baht 224.34 million and Baht 228.08 million, respectively.

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

Consolidated statements of profit or loss

For the three-month periods ended January 31, 2021 and 2020

	Unit : Million Baht													
	Manufacture and Distribution of Sugar and Molasses				Manufacture and Sale of Electricity		Real Estate Rental		Others Business		Inter-Transaction		Total	
	2021		2020		2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai	2021	2020	2021	2020
Revenue from operation - external	1,215	103	2,496	2	274	285	36	43	126	173	-	-	1,754	2,999
Revenue from operation - internal	817	-	784	-	400	835	-	-	270	332	(1,487)	(1,951)	-	-
Total	2,032	103	3,280	2	674	1,120	36	43	396	505	(1,487)	(1,951)	1,754	2,999
Profit (loss) from operations	235	35	346	(3)	86	220	26	25	21	46	6	1	409	635
Other income													64	164
Distribution costs, administrative expenses and others													(186)	(528)
Finance income	50	3	69	2	-	1	-	-	5	6	(26)	(48)	32	30
Finance cost	(113)	(9)	(166)	(12)	(5)	(5)	(5)	(7)	-	-	30	48	(102)	(142)
Share of gain of investments in associates													119	72
Income tax expense													(19)	(24)
Net profit													317	207
(Less) Profit (loss) for the period of non-controlling interest													(8)	5
Profit for the period													309	212
Depreciation	(275)	(26)	(312)	(39)	(92)	(114)	-	-	(1)	(1)	-	-	(394)	(466)

Consolidated Statements of Financial Position

As at January 31, 2021 and October 31, 2020

Trade and other current receivables	1,458	33	1,372	11	664	194	13	16	11	113	(740)	(503)	1,439	1,203
Inventories	4,973	112	1,549	79	160	156	15	-	115	260	-	5	5,375	2,049
Property, plant and equipment	16,879	2,367	17,085	2,439	6,585	6,677	163	129	84	102	(541)	(541)	25,537	25,891
Central assets	15,266	152	15,397	125	164	186	4,411	4,415	916	945	(9,044)	(9,089)	11,865	11,979
Total Assets	38,576	2,664	35,403	2,654	7,573	7,213	4,602	4,560	1,126	1,420	(10,325)	(10,128)	44,216	41,122
Total Liabilities	25,507	1,949	22,594	1,941	965	679	753	905	380	333	(5,127)	(4,876)	24,427	21,576

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 the three-month periods ended January 31, are as follows:

	Manufacture and Distribution of Sugar and Molasses				Manufacture and Sales of Electricity		Real Estate Rental		Others Businesses		Inter-Transaction		Total	
	2021		2020		2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai				
At a point in time	2,033	103	3,280	2	600	816	-	-	384	423	(1,407)	(1,578)	1,713	2,943
Overtime	-	-	-	-	74	304	36	43	11	82	(80)	(373)	41	56
Total	2,033	103	3,280	2	674	1,120	36	43	395	505	(1,487)	(1,951)	1,754	2,999

25. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENTS

As at January 31, 2021 and October 31, 2020, apart from liabilities reflected in the interim financial information, the Company and its subsidiaries have commitments and contingent liabilities as follows:

25.1 The Company and its subsidiaries have commitments relating to the sales agreements but not yet delivered in the consolidated financial statements amounting to Baht 3,323.28 million and Baht 1,820.98 million, respectively, and in the separate financial statements amounting to Baht 2,337.83 million and Baht 1,094.24 million, respectively.

25.2 The Company and its 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
	January 31, 2021	October 31, 2020	January 31, 2021	October 31, 2020
For the production season 2021/2022	19.55	10.20	15.89	10.20
For the production season 2020/2021	246.06	578.85	139.62	286.17

25.3 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.

25.4 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.

On December 16, 2020, a subsidiary amended its EGAT electricity sale-purchase agreement to the "Feed-in Tariff" (FiT) sales calculation method. The original electricity sale-purchase agreements has the period of 21 years commencing from the first month of electricity sales (December 2006). For the amended agreement, the term is the remaining 6 years and 2 months, the term of the contract ended December 15, 2026.

- 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.

25.5 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).

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

		Unit : Million						
		Consolidated Financial Statements						
		As at January 31, 2021			As at October 31, 2020			
Currency		Total	Utilized	Remaining	Total	Utilized	Remaining	
Commitments								
	Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	1,331.81	-	-	1,163.72	-
Credit facilities								
	Letters of guarantees (unspecified credit limit)	THB	-	70.21	-	-	70.21	-
	Letters of credit and trust receipts	THB	150.00	-	150.00	150.00	-	150.00
	Letters of credit	USD	10.00	-	10.00	10.00	-	10.00
	Overdraft and short-term borrowings	THB	21,181.50	6,535.87	14,645.63	21,159.50	5,341.77	15,817.73
	Short-term borrowings	USD	20.50	-	20.50	20.50	-	20.50
	Joint credit line in short-term borrowings	THB	2,541.00	1,741.74	799.26	2,763.00	1,570.74	1,192.26
	Long-term borrowings	THB	4,357.00	4,357.00	-	4,852.00	4,852.00	-
		Unit : Million						
		Separate Financial Statements						
		As at January 31, 2021			As at October 31, 2020			
Currency		Total	Utilized	Remaining	Total	Utilized	Remaining	
Commitments								
	Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	1,271.81	-	-	1,103.72	-
Credit facilities								
	Letters of guarantees (unspecified credit limit)	THB	-	4.04	-	-	4.04	-
	Letters of credit and trust receipts	THB	30.00	-	30.00	30.00	-	30.00
	Overdraft and short-term borrowings	THB	11,522.00	6,085.00	5,437.00	11,500.00	4,901.00	6,599.00
	Short-term borrowings	USD	0.50	-	0.50	0.50	-	0.50
	Joint credit line in short-term borrowings	THB	2,541.00	1,741.74	799.26	2,763.00	1,570.74	1,192.26
	Long-term borrowings	THB	4,357.00	4,357.00	-	4,852.00	4,852.00	-

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 January 31, 2021 and October 31, 2020, the Company and its subsidiaries do not use those facilities.

As at January 31, 2021 and October 31, 2020, the Company and three subsidiaries have secured loans issued by a bank to farmers in the consolidated financial statements amounting to Baht 212.96 million and Baht 185.58 million, respectively and in the separate financial statements amounting to Baht 25.61 million and Baht 26.53 million, respectively.

The Company and its subsidiaries are required to comply with certain financial conditions for joint commitments and contingent liabilities, the Company have to maintain debt with interest-to-equity ratio.

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

		Unit : Million			
		Consolidated Financial Statements			
		As at January 31, 2021		As at October 31, 2020	
Currency		Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments
Construction and subcontract agreements	THB	67.31	23.86	551.92	52.89
Machine and equipment purchase agreements	THB	386.80	64.04	386.80	84.43
	USD	0.56	-	0.56	-

		Unit : Million							
		Consolidated Financial Statements							
		Outstanding Contractual Commitments							
		As at January 31, 2021				As at October 31, 2020			
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	0.14	0.56	4.32	5.02	0.14	0.56	4.46	5.16
Rental agreements	THB	13.37	20.16	-	33.53	13.40	20.46	-	33.86

		Unit : Million			
		Separate Financial Statements			
		As at January 31, 2021		As at October 31, 2020	
Currency		Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments
Construction and subcontract agreements	THB	29.31	16.72	513.92	44.17
Machine and equipment purchase agreements	THB	228.30	22.83	228.30	22.83

		Unit : Million					
		Separate Financial Statements					
		Outstanding Contractual Commitments					
		As at January 31, 2021			As at October 31, 2020		
Currency		Within 1 year	1 - 5 years	Total	Within 1 year	1 - 5 years	Total
Rental agreements	THB	5.74	11.26	17.00	5.85	11.26	17.11

25.8 Other significant agreements

- 25.8.1 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.
- 25.8.2 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 January 31, 2021 and October 31, 2020, the subsidiary has already utilized the area of 5,636.35 hectares equal for both periods.
- 25.8.3 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 January 31, 2021 and October 31, 2020, 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).
- 25.8.4 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.

26. 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 January 31, 2021

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	Over 1 year	Over 5 years to 5 years		
Financial Assets					
Saving accounts deposits	-	-	-	107,682	107,682
Fixed account deposits	266	-	-	-	266
Short-term loans to farmers	224,069	98,781	14,767	567	338,184
Long-term loans to farmers	296,599	-	-	6,638	303,237
Long-term loans to others	871	-	-	-	871
Other long-term investments	-	-	6,760	-	6,760
Total	<u>521,805</u>	<u>98,781</u>	<u>21,527</u>	<u>114,887</u>	<u>757,000</u>
Financial liabilities					
Short-term borrowings from financial institutions	8,277,709	-	-	-	8,277,709
Short-term borrowings from related parties	7,100	-	-	-	7,100
Long-term debentures	1,349,887	2,998,300	2,648,322	-	6,996,509
Long-term borrowings	1,682,000	2,675,000	-	-	4,357,000
Lease liabilities	10,595	18,154	-	-	28,749
Total	<u>11,327,291</u>	<u>5,691,454</u>	<u>2,648,322</u>	<u>-</u>	<u>19,667,067</u>

Unit : Thousand Baht

Consolidated Financial Statements
As at October 31, 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	-	-	-	131,392	131,392
Fixed account deposits	264	-	-	-	264
Short-term loans to farmers	208,740	108,118	26,373	-	343,231
Long-term loans to farmers	585,447	170	-	-	585,617
Long-term loans to others	1,333	-	-	-	1,333
Other long-term investments	-	-	6,754	-	6,754
Total	<u>795,784</u>	<u>108,288</u>	<u>33,127</u>	<u>131,392</u>	<u>1,068,591</u>
Financial liabilities					
Short-term borrowings from financial institutions	6,912,515	-	-	-	6,912,515
Short-term borrowings from related parties	7,100	-	-	-	7,100
Long-term debentures	1,349,772	2,998,011	2,648,214	-	6,995,997
Long-term borrowings	1,867,000	2,985,000	-	-	4,852,000
Lease liabilities	10,763	20,687	-	-	31,450
Total	<u>10,147,150</u>	<u>6,003,698</u>	<u>2,648,214</u>	<u>-</u>	<u>18,799,062</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 January 31, 2021 and October 31, 2020, the significant assets and liabilities denominated in foreign currencies of the Company and its subsidiaries which the risk on exchange rates have not been hedged are as follows:

Currency	Consolidated Financial Statements				Separate Financial Statements				Unit : Million
	As at		As at		As at		As at		
	January 31, 2021		October 31, 2020		January 31, 2021		October 31, 2020		
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	
USD	0.79	0.85	2.22	0.82	29.64	-	30.59	-	
YEN	-	2.50	-	2.50	-	-	-	-	
RIEL	181.09	10.68	180.57	10.51	-	-	-	-	
LAK	135.68	794.74	87.04	209.67	-	-	-	-	

As at January 31, 2021 and October 31, 2020, 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	
	January 31, 2021	October 31, 2020	January 31, 2021	October 31, 2020		January 31, 2021	October 31, 2020	January 31, 2021	October 31, 2020	
USD	6.24	7.03	-	-	THB	197.18	222.21	-	-	

Net fair values of forward contracts as at January 31, 2021 and October 31, 2020 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	
	January 31, 2021	October 31, 2020	January 31, 2021	October 31, 2020	
Net fair values of forward contracts	187.30	219.64	-	-	

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 three-month periods ended January 31, the Company and its subsidiaries have accounted for transactions in the financial statements as follows:

	Consolidated		Unit : Million Baht	
	Financial Statements		Separate	
	2021	2020	2021	2020
Gain on commodity swap contracts	-	-	-	-

Net fair values of Commodity Swap contracts as at January 31, 2021 and October 31, 2020 of the Company and its subsidiaries are as follows:

	Currency	Unit : Million	
		Consolidated/ Separate Financial Statements As at January 31, 2021	Separate Financial Statements As at October 31, 2020
Net fair values for commodity swap contracts	USD	(0.73)	(0.17)

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, temporary 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 January 31, 2021				
Financial liabilities				
Long-term debentures	6,997	6,840	Level 2	Calculated from the closing price of the last Bond Market Association Thailand at the last day.
As at October 31, 2020				
Financial liabilities				
Long-term debentures	6,996	6,842	Level 2	Calculated from the closing price of the last Bond Market Association Thailand at the last day.

The fair values of derivative financial instruments, which are forward contracts and cross currency swap contracts are assessment determined by discounted cash flows method. Future cash flows are estimated based on relevant market price discounting the weighted average cost (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.

27. FAIR VALUE MEASUREMENTS

Certain financial assets of the Company and the subsidiaries are measured at fair value in the statements of financial position at the end of the reporting period. The following table gives information about how the fair values of these financial assets are determined as at January 31, 2021 and October 31, 2020.

Financial assets	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS		Fair value hierarchy	Valuation technique and key input
	Fair value (Thousand Baht)		Fair value (Thousand Baht)			
	As at January 31, 2021	As at October 31, 2020	As at January 31, 2021	As at October 31, 2020		
Time deposits with maturities of more than 3 months but not more than 12 months	266	264	-	-	Level 3	Amortized cost and effective interest method
Marketable equity securities	145,629	-	145,629	-	Level 2	Use of other observable inputs for such assets or liabilities, whether directly or indirectly
Investment in available-for-sale securities	-	149,565	-	149,565	Level 2	Use of other observable inputs for such assets or liabilities, whether directly or indirectly
Financial assets at fair value through profit or loss - equity securities	797	797	327	327	Level 1	Use of quoted market prices in an active market for such assets or liabilities
Non-Marketable debt securities	6,760	-	-	-	Level 2	Use of quoted market prices in an active market for such assets or liabilities
Held to maturity securities	-	6,754	-	-	Level 2	Use of other observable inputs for such assets or liabilities, whether directly or indirectly
Investment property	5,774,845	5,774,845	1,811,802	1,811,802	Level 2	Use of other observable inputs for such assets or liabilities, whether directly or indirectly

28. COMPARATIVE FINANCIAL INFORMATION FOR THE YEARS ENDED JANUARY 31, 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 Company presents the comparative financial information for the years ended January 31, 2021 and 2020 as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31,		Financial Statements	
	2021	2020	As at January 31,	
	2021	2020	2021	2020
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	182,813	135,722	39,551	28,208
Trade and other current receivables	1,438,682	1,416,818	709,779	1,769,009
Short-term loans	528,427	616,106	2,325,747	3,439,421
Inventories	5,374,791	6,280,621	3,093,151	3,443,460
Current biological assets	42,479	81,801	1,381	1,771
Other current assets	60,485	85,707	12,916	46,994
Total Current Assets	<u>7,627,677</u>	<u>8,616,775</u>	<u>6,182,525</u>	<u>8,728,863</u>
NON-CURRENT ASSETS				
Investments in associates	4,383,201	4,038,053	3,380,459	3,380,459
Investments in subsidiaries	-	-	4,572,347	4,131,385
Long-term loans	113,865	164,048	1,924,772	3,069,876
Investment property	5,774,845	5,634,852	1,811,802	1,769,232
Property, plant and equipment	25,537,280	25,288,769	9,287,917	9,417,436
Other non-current assets	779,025	1,325,501	582,459	653,342
Total Non-current Assets	<u>36,588,216</u>	<u>36,451,223</u>	<u>21,559,756</u>	<u>22,421,730</u>
TOTAL ASSETS	<u>44,215,893</u>	<u>45,067,998</u>	<u>27,742,281</u>	<u>31,150,593</u>
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Short-term borrowings from financial institutions	8,277,709	3,582,641	6,085,096	2,929,711
Trade and other current payables	2,588,196	2,900,324	1,402,717	1,781,210
Current portion of long-term debentures	1,349,887	3,499,795	1,349,887	3,499,795
Current portion of long-term borrowings	1,682,000	1,882,000	1,682,000	1,882,000
Short-term borrowings	7,100	3,400	397,100	520,300
Current income tax payable	15,721	72,673	-	-
Provision for production costs	476,182	819,719	337,621	531,439
Other current liabilities	127,222	199,688	81,654	91,745
Total Current Liabilities	<u>14,524,017</u>	<u>12,960,240</u>	<u>11,336,075</u>	<u>11,236,200</u>
Total Non-current Liabilities	<u>9,903,025</u>	<u>12,856,929</u>	<u>8,736,026</u>	<u>11,707,949</u>
TOTAL LIABILITIES	<u>24,427,042</u>	<u>25,817,169</u>	<u>20,072,101</u>	<u>22,944,149</u>
TOTAL SHAREHOLDERS' EQUITY	<u>19,788,851</u>	<u>19,250,829</u>	<u>7,670,180</u>	<u>8,206,444</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>44,215,893</u>	<u>45,067,998</u>	<u>27,742,281</u>	<u>31,150,593</u>

	Consolidated Financial Statements For the years ended January 31,		Unit : Thousand Baht	
			Separate Financial Statements For the years ended January 31,	
	2021	2020	2021	2020
	Revenue from sales	10,441,576	1,7491,805	5,360,313
Revenues from rendering services	166,064	319,501	79,626	209,356
Total revenues	10,607,640	17,811,306	5,439,939	11,218,707
Costs of the sales of goods	(9,345,193)	(14,257,693)	(5,270,083)	(9,745,509)
Cost of the rendering of services	(47,497)	(150,546)	(56,932)	(158,924)
Total costs	(9,392,690)	(14,408,239)	(5,327,015)	(9,904,433)
Gross profit	1,214,950	3,403,067	112,924	1,314,274
Other incomes	285,486	1,024,901	624,637	604,779
Profit before expenses	1,500,436	4,427,968	737,561	1,919,053
Distribution costs	(354,385)	(1,882,861)	(159,955)	(1,164,488)
Administrative expenses	(1,206,885)	(1,049,951)	(849,952)	(593,303)
Gain (loss) on exchange rate	(1,964)	31,412	(21,113)	22,776
Profit (loss) from operating activities	(62,798)	1,526,568	(293,459)	184,038
Finance incomes	91,366	88,038	141,671	208,359
Finance cost	(456,389)	(687,943)	(422,975)	(626,364)
Share of gain of an associate	368,907	194,192	-	-
Profit (loss) before income tax (expense) income	(58,914)	1,120,855	(574,763)	(233,967)
Income tax (expense) income	71,371	(181,993)	217,008	49,744
Net profit (loss) for the year	12,457	938,862	(357,755)	(184,223)

29. RECLASSIFICATION COMPARATIVE

Certain reclassification has been made to the consolidated and separate statements of income for the three-month period ended January 31, 2020 to conform to the classification used in the consolidated and separate statements of income for the three-month period ended January 31, 2021, as follows:

Previous presentation	Current presentation	Unit : Thousand Baht	
		Consolidated Financial Statements	Separate Financial Statements
Remuneration for directors and executives	Administrative expenses	62,892	25,430

30. EVENTS AFTER THE REPORTING PERIOD

30.1 The meeting of annual general shareholders for 2020 No. 1/2021 of the Khon Kaen Sugar Power Plant Company Limited on February 19, 2021, passes the resolution for dividend payment of year 2020 at Baht 4 per share to 80,000,000 shares, at total amount Baht 320 million and legal reserve at Baht 16 million. The dividend payment shall be made on March 18, 2021.

30.2 The meeting of annual general shareholders for 2020 No. 1/2021 of the KSL Material Supply Company Limited on February 19, 2021, passes the resolution for dividend payment of year 2020 at Baht 1.25 per share to 48,000,000 shares, at total amount Baht 60 million and legal reserve at Baht 3 million. The dividend payment shall be made on March 18, 2021.

31. APPROVAL OF INTERIM FINANCIAL STATEMENTS

The interim financial information has been approved for issuance by the Board of Directors of the Company on March 12, 2021.