

**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, 2022, and the related consolidated and separate statements of profit or loss, 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 11, 2022

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, 2022

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.3	216,986	224,064	39,723	7,093
Trade and other current receivables	6	1,299,011	1,064,094	842,473	930,707
Finance lease current receivables	7	19,337	19,337	-	-
Short-term loans	8	382,457	588,435	1,300,254	1,322,175
Inventories		5,731,757	2,707,437	3,437,341	1,269,883
Current biological assets	9	42,437	46,380	-	-
Other current financial assets		129,648	91,233	129,381	90,966
Other current assets		42,309	39,628	21,109	9,478
Total Current Assets		7,863,942	4,780,608	5,770,281	3,630,302
NON-CURRENT ASSETS					
Other non-current financial assets		188,633	172,883	181,380	165,636
Investments in associates	10	4,576,419	4,649,915	3,380,459	3,380,459
Investments in subsidiaries	11	-	-	4,613,846	4,613,846
Trade and other non-current receivables	12	136,710	147,364	55,460	64,025
Finance lease non-current receivables	7	346,735	361,251	-	-
Long-term loans		113,295	136,624	2,347,322	2,469,521
Investment properties	13	6,169,873	6,111,604	2,073,338	2,009,268
Property, plant and equipment	14	24,583,837	25,006,759	8,752,399	9,007,137
Right-of-use assets		46,346	42,749	288,619	298,824
Other intangible assets		27,695	29,711	21,692	23,292
Deferred tax assets	20.2	1,138	1,131	-	-
Other non-current assets		78,208	80,825	34,069	54,701
Total Non-current Assets		36,268,889	36,740,816	21,748,584	22,086,709
TOTAL ASSETS		44,132,831	41,521,424	27,518,865	25,717,011

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, 2022

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,
		2022	2021	2022	2021
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term borrowings from financial institutions		6,193,861	5,981,934	4,223,395	3,755,159
Trade and other current payables	15	2,951,079	1,064,171	1,669,813	638,610
Current portion of long-term debentures	17	2,999,447	2,999,158	2,999,447	2,999,158
Current portion of long-term borrowings	18	1,764,240	1,739,240	1,707,000	1,682,000
Current portion of lease liabilities	19	10,919	9,988	40,179	39,138
Short-term borrowings		7,100	7,100	463,600	409,100
Current income tax payable		1,208	-	-	-
Provision for production costs	16	328,437	-	275,845	-
Other current financial liabilities		67,222	147,458	67,222	147,458
Other current liabilities		109,316	63,265	29,049	19,160
Total Current Liabilities		<u>14,432,829</u>	<u>12,012,314</u>	<u>11,475,550</u>	<u>9,689,783</u>
NON-CURRENT LIABILITIES					
Long-term debentures	17	2,648,551	2,648,443	2,648,551	2,648,443
Long-term borrowings	18	4,779,382	5,167,209	4,479,552	4,853,069
Lease liabilities	19	21,364	18,577	257,311	267,014
Deferred tax liabilities	20.3	1,361,860	1,279,841	101,254	55,157
Non-current provision for employee benefits		213,041	210,313	87,567	87,248
Other non-current liabilities		71,405	73,069	23,515	24,474
Total Non-current Liabilities		<u>9,095,603</u>	<u>9,397,452</u>	<u>7,597,750</u>	<u>7,935,405</u>
TOTAL LIABILITIES		<u>23,528,432</u>	<u>21,409,766</u>	<u>19,073,300</u>	<u>17,625,188</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JANUARY 31, 2022

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,
		2022	2021	2022	2021
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		12,484,388	12,113,767	2,428,901	2,121,592
OTHER COMPONENTS OF EQUITY		2,210,083	2,094,966	644,597	598,164
TOTAL EQUITY ATTRIBUTABLE TO OWNERS					
OF THE PARENT		20,066,538	19,580,800	8,445,565	8,091,823
NON-CONTROLLING INTERESTS		537,861	530,858	-	-
TOTAL SHAREHOLDERS' EQUITY		20,604,399	20,111,658	8,445,565	8,091,823
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		44,132,831	41,521,424	27,518,865	25,717,011

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, 2022

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2022	2021	2022	2021
Revenues from sales and rendering of services					
Revenues from sales		3,383,673	1,712,914	1,689,415	986,176
Revenues from rendering of services		42,387	41,568	6,186	6,372
		<u>3,426,060</u>	<u>1,754,482</u>	<u>1,695,601</u>	<u>992,548</u>
Costs of sales and rendering of services					
Costs of sales		(2,781,231)	(1,334,124)	(1,425,890)	(893,432)
Costs of rendering of services		(14,499)	(11,715)	(3,615)	(3,436)
		<u>(2,795,730)</u>	<u>(1,345,839)</u>	<u>(1,429,505)</u>	<u>(896,868)</u>
Gross profit		630,330	408,643	266,096	95,680
Other incomes		53,305	64,139	190,775	35,626
Distribution costs		(84,674)	(32,774)	(42,824)	(13,785)
Administrative expenses		(156,584)	(148,498)	(68,960)	(61,636)
Net foreign exchange gain (loss)		3,417	(4,541)	12,505	(32,011)
Profit from operating activities		445,794	286,969	357,592	23,874
Finance incomes		28,923	32,423	34,967	36,821
Finance costs		(101,783)	(101,992)	(98,948)	(100,576)
Share of gain of investment in associates		27,863	118,999	-	-
Profit (loss) before income tax (expense) income		400,797	336,399	293,611	(39,881)
Income tax (expense) income	20.1	(63,421)	(19,491)	(24,851)	9,870
PROFIT (LOSS) FOR THE PERIOD		<u>337,376</u>	<u>316,908</u>	<u>268,760</u>	<u>(30,011)</u>
PROFIT (LOSS) ATTRIBUTABLE TO					
Owners of the parent		332,072	308,561	268,760	(30,011)
Non-controlling interests		5,304	8,347	-	-
		<u>337,376</u>	<u>316,908</u>	<u>268,760</u>	<u>(30,011)</u>
EARNINGS (LOSS) PER SHARE	23				
Basic earnings (loss) per share		BAHT 0.075	0.070	0.061	(0.007)
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 OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2022
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2022	2021	2022	2021
Profit (loss) for the period	337,376	316,908	268,760	(30,011)
Other comprehensive income (expense):				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating financial statements - net of tax	13,176	(51,786)	-	-
Gain (loss) on cash flow hedges - net of tax	70,932	(7,795)	72,388	(7,795)
Gain (loss) on measuring financial assets - net of tax	12,594	(3,149)	12,594	(3,149)
Total items that may be reclassified subsequently to profit or loss - net of tax	<u>96,702</u>	<u>(62,730)</u>	<u>84,982</u>	<u>(10,944)</u>
Items that will be not reclassified subsequently to profit or loss:				
Share of other comprehensive gain (loss) of associates using the equity method - net of tax	<u>58,663</u>	<u>(8,999)</u>	<u>-</u>	<u>-</u>
Total items that will be not reclassified subsequently to profit or loss - net of tax	<u>58,663</u>	<u>(8,999)</u>	<u>-</u>	<u>-</u>
Other comprehensive income (expense) - net of tax	<u>155,365</u>	<u>(71,729)</u>	<u>84,982</u>	<u>(10,944)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD	<u><u>492,741</u></u>	<u><u>245,179</u></u>	<u><u>353,742</u></u>	<u><u>(40,955)</u></u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO				
Owners of the parent	485,738	242,931	353,742	(40,955)
Non-controlling interests	<u>7,003</u>	<u>2,248</u>	<u>-</u>	<u>-</u>
	<u><u>492,741</u></u>	<u><u>245,179</u></u>	<u><u>353,742</u></u>	<u><u>(40,955)</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, 2022
"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)					Loss on internal restructure of entities under common control	Loss on change in shareholding ratio in subsidiaries				Total other components of shareholders' equity
					Exchange differences on translating financial statements	Gain (loss) on cash flow hedges	Gain (loss) on remeasuring financial assets	Gain (loss) on asset revaluation	Share of other comprehensive gain (loss) of associates using the equity method						
For the three-month period ended January 31, 2021															
Beginning balance as at November 1, 2020	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
For the three-month period ended January 31, 2022															
Beginning balance as at November 1, 2021	2,205,116	2,946,439	220,512	12,113,767	(33,802)	(93,339)	(147,753)	2,916,876	(77,483)	(263,276)	(206,257)	2,094,966	19,580,800	530,858	20,111,658
Changes in shareholders' equity during the period															
- Transfer of gain (loss) on asset revaluation	-	-	-	38,549	-	-	-	(38,549)	-	-	-	(38,549)	-	-	-
- Total comprehensive income for the period	-	-	-	332,072	11,477	70,932	12,594	-	58,663	-	-	153,666	485,738	7,003	492,741
Ending balance as at January 31, 2022	2,205,116	2,946,439	220,512	12,484,388	(22,325)	(22,407)	(135,159)	2,878,327	(18,820)	(263,276)	(206,257)	2,210,083	20,066,538	537,861	20,604,399

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, 2022

"UNAUDITED"

UNIT : THOUSAND BAHT

Note	Issued and paid-up share capital	Share premium account ordinary shares	Retained Earnings		Other components of shareholders' equity			Total shareholders' equity		
			Appropriated Legal reserve	Unappropriated	Other comprehensive income (expense)					
					Gain (loss) on cash flow hedges	Gain (loss) on remeasuring financial assets	Gain (loss) on asset revaluation	Total other components of shareholders' equity		
For three-month period ended January 31, 2021										
	Beginning balance as at November 1, 2020	2,205,116	2,946,439	220,512	1,629,707	(2,220)	(160,348)	871,929	709,361	7,711,135
	Changes in shareholders' equity during the period									
	- Total comprehensive expense for the period	-	-	-	(30,011)	(7,795)	(3,149)	-	(10,944)	(40,955)
	Ending balance as at January 31, 2021	<u>2,205,116</u>	<u>2,946,439</u>	<u>220,512</u>	<u>1,599,696</u>	<u>(10,015)</u>	<u>(163,497)</u>	<u>871,929</u>	<u>698,417</u>	<u>7,670,180</u>
For three-month period ended January 31, 2022										
	Beginning balance as at November 1, 2021	2,205,116	2,946,439	220,512	2,121,592	(94,795)	(147,752)	840,711	598,164	8,091,823
	Changes in shareholders' equity during the period									
	- Transfer of gain (loss) on asset revaluation	-	-	-	38,549	-	-	(38,549)	(38,549)	-
	- Total comprehensive income for the period	-	-	-	268,760	72,388	12,594	-	84,982	353,742
	Ending balance as at January 31, 2022	<u>2,205,116</u>	<u>2,946,439</u>	<u>220,512</u>	<u>2,428,901</u>	<u>(22,407)</u>	<u>(135,158)</u>	<u>802,162</u>	<u>644,597</u>	<u>8,445,565</u>

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2022

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2022	2021	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit (loss) before income tax (expense) income		400,797	336,399	293,611	(39,881)
Adjustment for:					
Dividend income		-	-	(160,022)	-
Expected credit losses (reversal)		(2,817)	(1,277)	1,207	(490)
Unrealized gain on revaluation of financial liabilities		-	(7,877)	-	(7,877)
Share of gain of investment in associates		(27,863)	(118,999)	-	-
Amortization (increase) of premium on bonds		(6)	(6)	-	-
Employee benefit expenses		3,776	3,216	1,367	1,606
Loss arising from changes in fair value of biological assets		1,141	76	-	278
Loss on diminution in value and obsolescence of inventories (reversal)		(1,693)	(27,908)	-	(31,918)
Depreciation and amortization		412,734	393,647	204,303	190,070
(Gain) loss on sales and disposal of assets		(2,841)	13,706	(361)	10,168
Unrealized (gain) loss on exchange rates		(1,926)	67	(7,685)	34,132
Interest income		(28,923)	(32,423)	(34,967)	(36,821)
Interest expenses		101,783	101,992	98,948	99,170
		<u>854,162</u>	<u>660,613</u>	<u>396,401</u>	<u>218,437</u>
Operating assets (increase) decrease					
Trade and other current receivables		(234,736)	(348,896)	72,905	(32,050)
Inventories		(3,022,627)	(3,297,585)	(2,167,458)	(1,940,414)
Current biological assets		2,802	(875)	-	3,025
Other current assets		(19,923)	(6,017)	(7,362)	1,461
Trade and other non-current receivables		11,083	4,582	7,356	2,513
Other non-current assets		27,305	(6,309)	20,632	(5,336)
Operating liabilities increase (decrease)					
Trade and other current payables		1,885,742	1,456,131	1,024,006	662,772
Provision for production costs		328,437	476,182	275,845	337,621
Other current liabilities		46,051	60,137	9,888	22,113
Non-current provision for employee benefits		(1,048)	(1,138)	(1,048)	(861)
Other non-current liabilities		(1,664)	(2,152)	(959)	238
Cash paid from operating activities		<u>(124,416)</u>	<u>(1,005,327)</u>	<u>(369,794)</u>	<u>(730,481)</u>
Interest paid		(96,918)	(88,764)	(88,694)	(80,826)
Income tax expense paid		(8,532)	(3,514)	(4,269)	(1,149)
Net cash used in operating activities		<u>(229,866)</u>	<u>(1,097,605)</u>	<u>(462,757)</u>	<u>(812,456)</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2022

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2022	2021	2022	2021
CASH FLOWS FROM INVESTING ACTIVITIES					
Cash payments for the purchases of other current financial assets		-	(2)	-	-
Decrease in short-term loans		221,931	298,598	144,638	264,958
Decrease (increase) in loans for cane plantation development		11,671	(11,146)	6,734	692
(Increase) decrease in long-term loans		(1,697)	462	-	-
Cash received from interest income		18,576	20,581	45,229	45,332
Cash received from dividends		165,522	5,500	165,522	5,500
Cash received from finance lease receivable		19,350	19,350	-	-
Payments for purchases of property, plant and equipment		(57,482)	(73,807)	(9,017)	(6,490)
Cash received from sales of property, plant and equipment		6,284	8,594	1,453	4,675
Cash received from sales of investment properties		10,072	-	-	-
Payments for purchases of intangible assets		(69)	(221)	(69)	(215)
Net cash provided by investing activities		<u>394,158</u>	<u>267,909</u>	<u>354,490</u>	<u>314,452</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Increase in short-term borrowings from financial institutions	4.2	205,691	1,365,098	462,000	1,184,000
Increase (decrease) in short-term borrowings					
from related and other parties	4.2	-	-	54,500	(148,400)
Repayment for long-term borrowings from financial institutions	4.2	(374,310)	(495,000)	(360,000)	(495,000)
Repayments for lease liabilities	4.2	(3,506)	(3,068)	(15,603)	(14,731)
Net cash (used in) provided by financing activities		<u>(172,125)</u>	<u>867,030</u>	<u>140,897</u>	<u>525,869</u>
Exchange differences on translation of cash of foreign subsidiaries		755	7,750	-	-
Net increase (decrease) in cash and cash equivalents		(7,078)	45,084	32,630	27,865
Cash and cash equivalents at the beginning of the period		<u>224,064</u>	<u>137,729</u>	<u>7,093</u>	<u>11,686</u>
Cash and cash equivalents at the end of the period	4.3	<u><u>216,986</u></u>	<u><u>182,813</u></u>	<u><u>39,723</u></u>	<u><u>39,551</u></u>

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2022
“UNAUDITED”

1. GENERAL INFORMATION AND OPERATIONS OF THE COMPANY

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 32 No. 0107547000214 and was listed with the Stock Exchange of Thailand on March 7, 2005. Its registered headquarter is located at No. 503 K.S.L. Tower, 9th Floor, Sriyudahaya Road, Thanon Phaya Thai Sub-District, Ratchathewi District, 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 Lum Rang, Amphur Boploy, Kanchanaburi Province

Branch IV 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 to trade 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 described in Note 2.5.

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 shares 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 Group’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 THE 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, 2022 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, 2021, 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 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month period ended January 31, 2022 should be read in conjunction with the audited financial statements for the year ended October 31, 2021.
- 2.5 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, 2021, as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at January 31, 2022	As at October 31, 2021		
	%	%		
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 supply 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
KHUN CHUAN Company Limited	99.97	99.97	Thailand	Social enterprise
Savannakhet Sugar Corporation	98.00	98.00	Laos	Agricultural operations, 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 indirectly holds the shares through New Krung Thai Sugar Factory Company Limited, Tamaka Sugar Industry Company Limited and New Kwang Soon Lee Sugar Factory Company Limited.

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

*** The Subsidiaries in Cambodia had continued their 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 and KHUN CHUAN Company Limited whose accounting period ended December 31.

The consolidated 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 financial statements.

2.6 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 financial reporting standards and the Conceptual Framework for Financial Reporting issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2021. 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, the amendment for definition of business, the amendment for definition of materiality and accounting requirements for interest rate reform. The adoption of these financial reporting standards does not have any significant impact on the Group's interim financial statements.

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

The revised Thai Financial Reporting Standards No. 16 "Leases" ("TFRS 16") 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.

The Group's management will adopt such TFRSs in the preparation of the Group's financial statements when it becomes effective. The Group's management has assessed the impact of these TFRSs and considered that the adoption of these financial reporting standards does not have any significant impact 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, 2021.

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 period ended January 31, are as follows:

Type of Transactions	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements		Financial Statements	
	2022	2021	2022	2021
Purchases of property, plant and equipment which have not yet been paid	7,113	49,054	502	1,429
Transfer of property, plant and equipment to investment property	64,070	-	64,070	-
Transfer other current assets to other non-current assets	24,688	2,912	-	-

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

2022

	Unit : Thousand Baht Consolidated Financial Statements			
	Balance as at	Financing cash flows	Non-cash changes	Balance as at
	November 1, 2021			January 31, 2022
Short-term borrowings from financial institutions	5,981,934	205,691	6,236	6,193,861
Short-term borrowings from related parties and others	7,100	-	-	7,100
Long-term borrowings from financial institutions	6,906,448	(374,310)	11,484	6,543,622
Long-term debentures	5,647,601	-	397	5,647,998
Lease liabilities	28,565	(3,506)	7,224	32,283
Total	<u>18,571,648</u>	<u>(172,125)</u>	<u>25,341</u>	<u>18,424,864</u>

	Unit : Thousand Baht Separate Financial Statements			
	Balance as at	Financing cash flows	Non-cash changes	Balance as at
	November 1, 2021			January 31, 2022
Short-term borrowings from financial institutions	3,755,159	462,000	6,236	4,223,395
Short-term borrowings from related parties and others	409,100	54,500	-	463,600
Long-term borrowings from financial institutions	6,535,068	(360,000)	11,484	6,186,552
Long-term debentures	5,647,601	-	397	5,647,998
Lease liabilities	306,153	(15,603)	6,940	297,490
Total	<u>16,653,081</u>	<u>140,897</u>	<u>25,057</u>	<u>16,819,035</u>

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>

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

Type of Transactions	Unit : Thousand Baht Separate Financial Statements			
	Consolidated Financial Statements		Financial Statements	
	2022	2021	2022	2021
Cash	1,931	3,203	583	1,506
Deposits at banks - Current accounts	25,051	37,051	6,004	12,427
Deposit at banks - Savings accounts	123,077	107,682	33,136	25,618
Deposits in transit	66,927	34,877	-	-
Total	<u>216,986</u>	<u>182,813</u>	<u>39,723</u>	<u>39,551</u>

5. TRANSACTIONS WITH RELATED PARTIES

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

5.1 Significant balances with related parties are as follows:

Type of Balances	Consolidated Financial Statements		Unit : Million Baht Separate Financial Statements	
	As at January 31, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Trade and other current receivables				
Subsidiaries	-	-	231.67	224.72
Associates	1.12	0.48	1.12	0.48
Related parties	287.21	91.90	145.17	35.49
Total	<u>288.33</u>	<u>92.38</u>	<u>377.96</u>	<u>260.69</u>
Current portion of finance lease receivables (see Note 7)				
Related parties	19.34	19.34	-	-
Short-term loans (Included current portion of long-term loans) (see Note 8)				
Subsidiaries	-	-	1,142.95	1,034.42
Other current assets				
Subsidiaries	-	-	44.65	105.01
Associates	-	5.50	-	5.50
Related parties	0.55	0.80	0.30	0.45
Total	<u>0.55</u>	<u>6.30</u>	<u>44.95</u>	<u>110.96</u>
Finance lease receivables - net of current portion Related parties (see Note 7)	346.74	361.25	-	-
Long-term loans (Excluded current portion of long-term loans which are presented in short-term loans)				
Subsidiaries	-	-	2,258.00	2,358.00
Other non-current assets				
Subsidiaries	-	-	3.27	3.27
Related parties	0.02	0.02	-	-
Total	<u>0.02</u>	<u>0.02</u>	<u>3.27</u>	<u>3.27</u>
Trade and other current payables				
Subsidiaries	-	-	173.70	70.39
Associates	1.29	2.16	0.43	1.62
Related parties	133.77	20.15	0.02	-
Total	<u>135.06</u>	<u>22.31</u>	<u>174.15</u>	<u>72.01</u>
Other accrued expenses (included in other payables)				
Subsidiaries	-	-	30.94	0.03
Current portion of lease liabilities				
Subsidiaries	-	-	35.18	34.72
Short-term borrowings				
Subsidiaries	-	-	456.50	402.00
Related parties	7.10	7.10	7.10	7.10
Total	<u>7.10</u>	<u>7.10</u>	<u>463.60</u>	<u>409.10</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>

Type of Balances	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	As at January 31, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Lease liabilities				
Subsidiaries	-	-	247.26	256.23
Other non-current liabilities				
Subsidiaries	-	-	0.47	0.47
Related parties	1.04	1.04	1.04	1.04
Total	1.04	1.04	1.51	1.51

As at January 31, 2022 and October 31, 2021, short-term loans to subsidiaries represented promissory notes receivable on demand, carrying interest rates at 1.06% - 1.40% per annum and 1.19% - 2.90% per annum, respectively.

As at January 31, 2022 and October 31, 2021, long-term loans to subsidiaries represented loans with maturity date within 2022 - 2027 carrying the interest rates at 2.03% - 3.90% per annum.

As at January 31, 2022 and October 31, 2021, short-term borrowings from subsidiaries and related parties represented promissory notes payable on demand, carrying the interest rates at 0.80% - 1.06% per annum and 0.80% per annum, respectively.

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

Type of Transactions	Consolidated		Unit : Million Baht Separate	
	Financial Statements 2022	Financial Statements 2021	Financial Statements 2022	Financial Statements 2021
Revenues from sales and rendering of services				
Subsidiaries	-	-	286.55	564.32
Related parties	379.76	77.38	186.97	6.13
Total	379.76	77.38	473.52	570.45
Cost of sales and rendering of services				
Subsidiaries	-	-	239.61	384.72
Related parties	5.14	3.72	-	-
Total	5.14	3.72	239.61	384.72
Interest income from finance leases				
Related parties	4.83	4.83	-	-
Other incomes				
Subsidiaries	-	-	23.41	25.71
Associates	2.39	3.34	2.39	3.34
Related parties	2.80	2.63	2.12	1.34
Total	5.19	5.97	27.92	30.39
Distribution costs				
Subsidiaries	-	-	1.24	0.25
Associates	3.46	0.11	1.25	0.05
Total	3.46	0.11	2.49	0.30

Type of Transactions	Consolidated Financial Statements		Unit : Million Baht Separate Financial Statements	
	2022	2021	2022	2021
Administrative expenses				
Subsidiaries	-	-	0.20	0.26
Related parties	4.45	3.54	1.91	1.46
Related juristic person	7.50	2.73	6.86	2.46
Total	<u>11.95</u>	<u>6.27</u>	<u>8.97</u>	<u>4.18</u>
Financial costs				
Subsidiaries	-	-	6.42	1.49
Related juristic person	0.01	0.02	0.01	0.02
Total	<u>0.01</u>	<u>0.02</u>	<u>6.43</u>	<u>1.51</u>
Management compensation				
Short-term employee benefits	22.65	21.43	10.40	9.93
Post-employment benefits	0.38	0.79	-	0.33
Total	<u>23.03</u>	<u>22.22</u>	<u>10.40</u>	<u>10.26</u>

POLICIES OF INTER-PRICE SETTING

- The inter-purchases/sales of raw sugar transactions among the Group are based on the sugar purchases/sales agreements with 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 or on demand price of each type assets.
- 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 income 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
P M T Precious Group Co., Ltd.	Related party	Same common mutual directors
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 directors

All of the aforementioned related entities are incorporated in Thailand.

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

6. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables as at consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at January 31, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Trade receivables	620,024	549,612	264,479	303,530
Current farmer receivables	319,110	248,747	229,482	215,300
Receivables from the Office of the Cane and Sugar Fund	132,794	132,794	64,113	64,113
Other receivables	40,942	15,621	187,466	188,740
Prepaid expenses	43,273	30,989	26,406	22,040
Advance payments	4,662	9,538	300	301
Accrued income	138,206	76,793	70,227	136,683
Total trade and other current receivables	<u>1,299,011</u>	<u>1,064,094</u>	<u>842,473</u>	<u>930,707</u>

6.1 Trade receivables consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at January 31, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Related parties	286,937	90,988	197,457	74,890
Others	333,087	458,624	67,022	228,640
Total trade receivables	<u>620,024</u>	<u>549,612</u>	<u>264,479</u>	<u>303,530</u>

Aging analysis for trade receivables are as follows:

6.1.1 Trade receivables - related parties

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at January 31, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Domestic trade receivables				
Not yet due	286,851	90,988	173,762	74,890
Overdue not over 3 months	86	-	23,695	-
Total trade receivables - related parties	<u>286,937</u>	<u>90,988</u>	<u>197,457</u>	<u>74,890</u>

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

6.1.2 Trade receivables - others

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at January 31, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Business are to manufacture and distribute sugar and molasses				
Domestic trade receivables				
Not yet due	125,012	140,083	51,049	53,097
Overdue not over 3 months	34,926	54,653	8,377	16,745
Total	<u>159,938</u>	<u>194,736</u>	<u>59,426</u>	<u>69,842</u>
Foreign trade receivables				
Not yet due	21,097	161,747	7,596	158,798
Overdue not over 3 months	-	200	-	-
Total	<u>21,097</u>	<u>161,947</u>	<u>7,596</u>	<u>158,798</u>
Total of business are to manufacture and distribute sugar and molasses	<u>181,035</u>	<u>356,683</u>	<u>67,022</u>	<u>228,640</u>
Manufacture and distribution of electricity				
Domestic trade receivables				
Not yet due	92,519	61,295	-	-
Overdue not over 3 months	51,506	35,323	-	-
Total of business of manufacturing and distributing of electricity	<u>144,025</u>	<u>96,618</u>	<u>-</u>	<u>-</u>
Other business				
Domestic trade receivables				
Not yet due	756	1,650	-	-
Overdue not over 3 months	5,338	2,267	-	-
Overdue over 3 months and not over 6 months	1,356	880	-	-
Overdue over 6 months and not over 12 months	577	465	-	-
Overdue over 12 months	-	61	-	-
Total other business	<u>8,027</u>	<u>5,323</u>	<u>-</u>	<u>-</u>
Total trade receivables - others	<u>333,087</u>	<u>458,624</u>	<u>67,022</u>	<u>228,640</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, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Cane receivables				
Season 2020/2021	27,815	35,353	16,610	22,190
Season 2019/2020	40,904	42,915	4,596	5,036
Season 2018/2019	57,608	58,513	9,882	10,471
Season 2017/2018	13,377	13,619	5,630	5,758
Season 2016/2017	19,783	19,785	6,559	6,559
Before Season 2016/2017	157,913	158,402	35,669	35,766
Total cane receivables	<u>317,400</u>	<u>328,587</u>	<u>78,946</u>	<u>85,780</u>
Advance payment for purchases of cane				
Season 2022/2023	26,383	-	14,040	-
Season 2021/2022	292,727	248,747	215,442	215,300
Total advance payment for purchases of cane	<u>319,110</u>	<u>248,747</u>	<u>229,482</u>	<u>215,300</u>
Receivables from fuel oil, fertilizer and other services	<u>17,408</u>	<u>18,016</u>	<u>15,605</u>	<u>16,128</u>
Total	653,918	595,350	324,033	317,208
<u>Less</u> Allowance for expected credit loss	<u>(207,056)</u>	<u>(207,676)</u>	<u>(39,091)</u>	<u>(37,883)</u>
Total farmer receivables	446,862	387,674	284,942	279,325
<u>Less</u> Non-current portion	<u>(127,752)</u>	<u>(138,927)</u>	<u>(55,460)</u>	<u>(64,025)</u>
Total current farmer receivables	<u>319,110</u>	<u>248,747</u>	<u>229,482</u>	<u>215,300</u>

Cane receivables are farmer receivables which had not yet delivered canes according to the contracts. 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, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Receivables from sugar cane prices	1,245,584	1,245,584	726,439	726,439
Receivables from compensation for production and distribution of sugar	<u>533,822</u>	<u>533,822</u>	<u>311,331</u>	<u>311,331</u>
Total	1,779,406	1,779,406	1,037,770	1,037,770
<u>Less</u> Compensation for production and distribution of sugar	<u>(44,628)</u>	<u>(44,628)</u>	<u>(33,107)</u>	<u>(33,107)</u>
<u>Offset</u> Short-term loans and interest expense from the Office of Cane and Sugar Fund	<u>(1,031,438)</u>	<u>(1,031,438)</u>	<u>(627,916)</u>	<u>(627,916)</u>
Contribution to the Cane and Sugar Fund	<u>(570,546)</u>	<u>(570,546)</u>	<u>(312,634)</u>	<u>(312,634)</u>
Total current receivables from the Office of the Cane and Sugar Fund	<u>132,794</u>	<u>132,794</u>	<u>64,113</u>	<u>64,113</u>

On February 4, 2021, the Board of the Office of the Cane and Sugar Fund passed a resolution to approve the payment of the compensation for sugar cane prices and for production and distribution for the 2017/2018 harvesting year to the Company and its subsidiaries, by offsetting with the short-term loans and interest payable to the Office of the Cane and Sugar Fund under a loan scheme to increase the liquidity of sugar cane mills. The Company and its subsidiaries already received in full payment on February 15, 2021 which the remaining amount after being offset.

On May 6, 2021, the Board of the Office of the Cane and Sugar Fund passed a resolution to approve the payment of the compensation for sugar cane prices and for production and distribution for the 2018/2019 harvesting year to the Company and its subsidiaries by offsetting with the money to be remitted under Section 57 of the Cane and Sugar Act, B.E. 2527 for the production season of 2019/2020 in the amount of Baht 19.05 million in the separate financial statements and in the amount of Baht 37.67 million in the consolidated financial statements.

On May 13, 2021, the Board of the Office of the Cane and Sugar Fund passed a resolution to request the money to be remitted to for the Cane and Sugar Fund as to support the operations per the objectives of the Cane and Sugar Fund B.E. 2563 for the 2020/2021 harvesting year at the rate of Baht 20 per ton cane by offsetting with the amounts payable to the Company and its subsidiaries until the Office of Cane and Sugar Fund has no outstanding balance owed by the Company and its subsidiaries.

7. FINANCE LEASE CURRENT RECEIVABLE

On November 1, 2019, a subsidiary entered into the financial lease agreement with the related party to lease the land, including structure, machines, and other assets as stipulated in the agreement. The related party has an option to purchase these assets within 5 years after the agreement date. Finance lease current receivable is as follows:

	Unit : Thousand Baht Consolidated Financial Statements	
	As at January 31, 2022	As at October 31, 2021
Within 1 year	19,350	19,350
Over 1 year - 5 years	408,640	427,990
	<u>427,990</u>	<u>447,340</u>
<u>Less</u> Unearned interest income	(61,918)	(66,752)
	366,072	380,588
<u>Less</u> Current portion (see Note 5.1)	(19,337)	(19,337)
Total	<u><u>346,735</u></u>	<u><u>361,251</u></u>

8. SHORT-TERM LOANS

Short-term loans consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31, 2022	As at October 31, 2021	As at January 31, 2022	As at October 31, 2021
Short-term loans to subsidiaries and related parties (see Note 5.1)	-	-	942,946	934,416
Short-term loans to farmers	246,454	468,385	90,050	232,664
Current portion of long-term loans to subsidiaries (see Note 5.1)	-	-	200,000	100,000
Current portion of long-term loans to others	13,294	13,297	13,294	13,297
Current portion of loans for cane plantation development	122,709	106,753	53,964	41,798
Total short-term loans	<u>382,457</u>	<u>588,435</u>	<u>1,300,254</u>	<u>1,322,175</u>

As at January 31, 2022 and October 31, 2021, short-term loans to farmers in the consolidated financial statement of Baht 145.98 million and Baht 401.01 million, respectively, and in the separate financial statements of Baht 90.05 million and Baht 232.66 million, respectively, represent loans from discounted post-dated checks which the Company and its subsidiaries issued to the farmers on purchases of sugar cane, which the farmers discounted those checks to the Company and its subsidiaries with interest rates based on average lending rates of commercial banks. For the remaining in the consolidated financial statement of Baht 100.47 million and Baht 67.37 million, respectively, represent each advance payments to farmers to support their sugar cane plantation with certain terms and conditions and interest rates based on rates of the borrowings from the commercial banks.

9. CURRENT BIOLOGICAL ASSETS

Movements of current biological assets for the three-month period ended January 31, 2022, are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value	46,380	-
Loss on arising from changes in fair values	(1,141)	-
Additional plantation costs during the period	18,327	-
Amortization from harvesting during the period	(21,129)	-
Ending book value	<u>42,437</u>	<u>-</u>

The methods and assumptions used in estimating the fair value of biological asset are determined based on fair values less costs to sell. The valuation involves certain assumptions and estimates such as the final cane price for the next production season, a sweetness level 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 Share Capital		Percentage of Shareholding		As at January 31, 2022			Unit : Thousand Baht As at October 31, 2021		
	As at	As at	%	%	Investment Cost	Equity	Dividend for the period	Investment Cost	Equity	Dividend for the year
	January 31, 2022	October 31, 2021	As at January 31, 2022	As at October 31, 2021						
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	590,475	-	90,267	555,066	15,978
T S G Trading 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	85	-	391	85	54
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	317	-	509	317	-
T S Transport and Logistic Co., Ltd.*	400,000	400,000	10.12	10.12	40,508	40,508	-	40,508	40,508	-
BBGI Public Company Limited	2,532,000	2,532,000	40.00	40.00	3,244,868	3,941,118	160	3,244,868	4,050,023	40,512
Total					<u>3,380,459</u>	<u>4,576,419</u>	<u>160</u>	<u>3,380,459</u>	<u>4,649,915</u>	<u>56,544</u>

Separate Financial Statements

Company Name	Paid-up Share Capital		Percentage of Shareholding		Investment Cost		Unit : Thousand Baht Dividend	
	As at	As at	As at	As at	As at	As at	For the period ended	For the year ended
	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	90,267	-	15,978
T S G Trading 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	-	54
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	509	-	-
T S Transport and Logistic Co., Ltd.*	400,000	400,000	10.12	10.12	40,508	40,508	-	-
BBGI Public Company Limited.	2,532,000	2,532,000	40.00	40.00	3,244,868	3,244,868	160	40,512
Total					<u>3,380,459</u>	<u>3,380,459</u>	<u>160</u>	<u>56,544</u>

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

Summary of financial position and performance in respect of the associates for the years ended December 31, are as follows:

	Percentage of Shareholding %	Current Assets	Non-Current Assets	Total Assets	Current Liabilities	Non-Current Liabilities	Total Liabilities	Total Revenues	Total Expense	Profit	Unit : Million Baht
2021											
Thai Sugar Terminal Public Company Limited*	23.82	1,191	4,025	5,216	782	498	1,280	2,051	1,876	175	
BBGI Public Company Limited*	40.00	3,037	9,870	12,907	2,940	3,063	6,003	14,787	13,599	1,188	
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	

* The associates have accounting periods ended December 31.

The Board of Directors meeting no. 9/2564 of BBGI Public Company Limited on November 9, 2021 passed a resolution to approve the interim dividends from profit for the nine-month period ended September 30, 2021 at Baht 0.79 per share. The dividends were paid to shareholders on December 8, 2021, which the Company received such dividends of Baht 160.02 million.

The Extraordinary General Meeting of Shareholders of BBGI Public Company Limited (“BBGI”), December 24, 2021, passed a resolution to change the par value from Baht 5 per share to Baht 2.50 per share. The associate registered the change in the par value with the Department of Business Development, Ministry of Commerce on January 6, 2022. The change in the par value results in increase in the number of shares of the associate from 506 million shares to 1,013 million shares.

The Company assessed the impairment of investments in associates by estimating the recoverable amount of investment in associates. The Group’s management estimated the cash flows forecast from the cash-generating unit and discount to present value using a suitable discount rate.

11. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries consisted of:

Separate Financial Statements

Company Name	Paid-up		Percentage of		Investment Cost		Unit : Thousand Baht Dividends	
	Share Capital		Shareholding		As at	As at	For the period ended	For the year ended
	2022	2021	%	%	January 31,	October 31,	January 31,	October 31,
			2022	2021	2022	2021	2022	2021
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	-	60,000
Khon Kaen Sugar Power Plant Company Limited	800,000	800,000	100.00	100.00	799,972	799,972	-	319,989
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	-	-
KHUN CHUAN Company Limited	1,000	1,000	99.97	99.97	1,000	1,000	-	-
Savannakhet 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					6,706,556	6,706,556	-	381,005
Less: Allowance for impairment of investments					(2,092,710)	(2,092,710)	-	-
Total investments in subsidiaries					4,613,846	4,613,846	-	381,005

* 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 have the condition to dissolve the Company if its loss exceed 75% of the registered share capital and could not solve the said loss within 1 year. As at January 31, 2022, loss of Koh Kong Plantation Company Limited exceed 75% of the registered share capital. The Company's management temporarily suspends its operations to adjust the internal structure of the subsidiary.

12. TRADE AND OTHER NON-CURRENT RECEIVABLES

Trade and other non-current receivables 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,
	2022	2021	2022	2021
Trade receivables and other receivables	27,894	27,132	3,928	3,928
Farmer receivables	334,808	346,603	94,551	101,907
Total	362,702	373,735	98,479	105,835
<u>Less</u> Allowance for expected credit loss	(225,992)	(226,371)	(43,019)	(41,810)
Total trade and other non-current receivables - net	<u>136,710</u>	<u>147,364</u>	<u>55,460</u>	<u>64,025</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, 2022, are as follows:

	Consolidated	Unit : Thousand Baht
	Financial	Separate
	Statements	Financial
	Statements	Statements
Beginning book value	6,111,604	2,009,268
Reclassifications	64,070	64,070
Disposals	(5,801)	-
Ending book value	<u>6,169,873</u>	<u>2,073,338</u>

For the three-month periods ended January 31, 2022 and 2021, the Group recognized rental income from investment property of Baht 40.37 million and Baht 47.01 million, respectively, in the consolidated statements of profit or loss, and of Baht 10.53 million and Baht 11.87 million, respectively, in the separate statements of profit or loss.

The fair value of the investment property was determined by an accredited independent appraiser 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, 2022, are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value	25,006,759	9,007,137
Reclassifications/adjustments	(64,725)	(64,070)
Acquisition of assets (including construction in progress)	44,751	1,624
Transfer in - cost	91,237	2,060
Transfer out - cost	(91,237)	(2,060)
Cost of disposal/written off of assets	(36,955)	(4,843)
Accumulated depreciation - disposal/written off	29,233	3,751
Allowance for impairment - disposal/written off	8	-
Depreciation	(407,344)	(191,200)
Translation of financial statements differences	12,110	-
Ending book value	<u>24,583,837</u>	<u>8,752,399</u>

As at January 31, 2022 and October 31, 2021, buildings and structure of two foreign subsidiaries at book value of Baht 384.80 million and Baht 381.98 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, 2022 and October 31, 2021, assets at cost of Baht 6,388.73 million and Baht 6,221.06 million, respectively, in the consolidated financial statements, and of Baht 3,035.04 million and Baht 2,939.40 million, respectively, in the separate financial statements, were fully depreciated but still in use.

As at January 31, 2022 and October 31, 2021, land which is recorded at revaluation method has the net value of Baht 4,753.82 million and Baht 4,817.89 million, respectively, in the consolidated financial statements, and of Baht 1,415.57 million and Baht 1,479.64 million, respectively, in the separate financial statements, Such fair value of land was determined by an accredited independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand) using the Market Approach which is hierarchy level 3. As at January 31, 2022 and October 31, 2021, such land has cost of Baht 1,135.28 million and Baht 1,151.16 million, respectively, in the consolidated financial statements, and of Baht 439.42 million and Baht 455.30 million, respectively, in the separate financial statements.

15. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2022	2021	2022	2021
Trade payables - related parties	2,129	1,311	162,862	41,129
Trade payables - others	2,211,511	309,663	1,124,251	161,965
Advances received	279,893	305,215	123,275	181,813
Other accrued expenses	214,564	256,711	163,042	174,832
Payables for purchases of assets	38,811	52,135	538	7,931
Other payables	204,171	139,136	95,845	70,940
Total trade and other current payables	<u>2,951,079</u>	<u>1,064,171</u>	<u>1,669,813</u>	<u>638,610</u>

As at January 31, 2022, trade payables - others include payables from purchases of cane of the Company and its three subsidiaries for the production season 2021/2022 using the initial cane price for production season 2021/2022 announced by the Cane and Sugar Board dated February 8, 2022 of Baht 1,070.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. at Baht 64.20 per cane ton. Until the date when the Company's Board of Directors approved the issuance of these financial statements, the Office of Cane and Sugar Board has not yet announced a final cane price for the production season 2021/2022. Therefore, the Company and its subsidiaries recorded the provision for production costs of cane price (see Note 16) and calculated production costs and inventories of sugar produced in the production season 2021/2022 for the three-month period ended January 31, 2022, using the initial cane price for production season 2021/2022 at cane price of Baht 1,149.61 - 1,298.98 per ton with average sweetness level at 11.24 - 13.60 c.c.s.

16. PROVISION FOR PRODUCTION COSTS

As at January 31, 2022, the Company and its subsidiaries recorded provision for production cost based on the average 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 be incurred 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 historical data relating to the nature of each recurring expenses and capacity in each production season. The differences between the estimated production cost of the produced units and the actual production cost is shown under the "Provision for production costs".

The managements of the Company and its subsidiaries will continually evaluated such provision 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, 2022	As at October 31, 2021
Unsecured senior debt debentures	5,647,998	5,647,601
<u>Less</u> Current portion	<u>(2,999,447)</u>	<u>(2,999,158)</u>
Net	<u><u>2,648,551</u></u>	<u><u>2,648,443</u></u>

Movements of long-term debentures for the three-month period ended January 31, 2022, are as follows:

	Unit : Thousand Baht
	Consolidated/Separate Financial Statements
Beginning book value	5,647,601
Amortized debenture issuance expenses during the period	<u>397</u>
Ending book value	<u><u>5,647,998</u></u>

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

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

As at October 31, 2021, the Company maintains the debts with interest to equity ratio in accordance with the conditions.-

The Company shall proceed the credit rating on 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, 2022, the credit rating of the debentures was not lower than the Company's credit rating.

18. LONG-TERM BORROWINGS

Long-term borrowings 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,
	2022	2021	2022	2021
Borrowings	6,543,622	6,906,449	6,186,552	6,535,069
<u>Less</u> Current portion	<u>(1,764,240)</u>	<u>(1,739,240)</u>	<u>(1,707,000)</u>	<u>(1,682,000)</u>
Long-term borrowings – net	<u>4,779,382</u>	<u>5,167,209</u>	<u>4,479,552</u>	<u>4,853,069</u>

Movements of long-term borrowings for the three-month periods ended January 31, 2022, are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2022	2021	2022	2021
Beginning balance at book value	6,906,449		6,535,069	
Repayment during the period	(374,310)		(360,000)	
Exchange rates adjustment	11,483		11,483	
Ending balance at book value	<u>6,543,622</u>		<u>6,186,552</u>	

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

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2022	2021	2022	2021
	%	%	%	%
Borrowings – Baht currency	1.975 – 3.25	1.975 – 3.25	1.975 – 3.00	1.975 – 3.00
Borrowings – USD currency	2.85	2.85	2.85	2.85

Maturities of long-term borrowings are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2022	2021	2022	2021
Within 1 year	1,764,240	1,739,240	1,707,000	1,682,000
Over 1 year – 5 years	4,779,382	5,167,209	4,479,552	4,853,069
	<u>6,543,622</u>	<u>6,906,449</u>	<u>6,186,552</u>	<u>6,535,069</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	As at					
	January 31, 2022	October 31, 2021					
	Thousand Baht	Thousand Baht					
The Company							
THB Currency							
1. Baht 1,000 million	320,000	320,000	Fixed rate	Semi-annual	Monthly	April 2018	October 2023
2. Baht 1,000 million	200,000	300,000	Fixed rate	Semi-annual	Monthly	June 2018	December 2022
3. Baht 1,000 million	300,000	400,000	MLR - Fixed rate	Semi-annual	Monthly	November 2018	May 2023
4. Baht 1,000 million	400,000	400,000	MLR - Fixed rate	Semi-annual	Monthly	March 2019	September 2023
5. Baht 1,000 million*	445,000	445,000	AMLR - Fixed rate	Semi-annual	Quarterly	August 2019	August 2023
6. Baht 1,000 million*	450,000	560,000	AMLR - Fixed rate	Semi-annual	Quarterly	January 2020	January 2024
7. Baht 1,000 million*	560,000	560,000	AMLR - Fixed rate	Semi-annual	Quarterly	February 2020	February 2024
8. Baht 2,000 million	1,950,000	2,000,000	Fixed rate	Semi-annual	Monthly	January 2022	July 2025
USD Currency							
9. 48.08 million**	1,561,552	1,550,069	LIBOR + Fixed rate	Semi-annual	Semi-annual	September 2021	March 2024
	<u>6,186,552</u>	<u>6,535,069</u>					
The Subsidiary							
THB Currency							
10. Baht 400 million	357,070	371,380	MLR - Fixed rate	Monthly	Monthly	May 2021	April 2028
	<u>357,070</u>	<u>371,380</u>					
Grand Total	6,543,622	6,906,449					
Less Current portion	(1,764,240)	(1,739,240)					
Net	<u>4,779,382</u>	<u>5,167,209</u>					

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

** The US dollar borrowing is made a foreign exchange contract and cross currency swap to hedge the full amount of risk throughout the term of the borrowing and pay interest at the rate 2.85% per year on every 6 months. (see Note 26.2)

The Company and its subsidiaries have to abide to certain financial conditions which, the Company and its subsidiaries have to maintain the debt with interest-to-equity ratio and for the long-term loan agreement of a subsidiary, there is a condition requiring the Company has to maintain its shareholding ratio in that subsidiaries and debt service coverage ratio. As at January 31, 2022 and October 31, 2021, the Company and its subsidiaries are able to maintain the ratios as stipulated in the agreements.

19. LEASE LIABILITIES

Lease liabilities consisted of:

	Consolidated		Unit : Thousand Baht	
	As at	As at	As at	As at
	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021
Lease liabilities	35,616	31,263	403,183	417,397
Less Deferred interest expenses	(3,333)	(2,698)	(105,693)	(111,245)
Total	<u>32,283</u>	<u>28,565</u>	<u>297,490</u>	<u>306,152</u>
Less Current portion	(10,919)	(9,988)	(40,179)	(39,138)
Lease liabilities - net	<u>21,364</u>	<u>18,577</u>	<u>257,311</u>	<u>267,014</u>

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	
	Financial Statements		Separate	
	2022	2021	2022	2021
<u>Current income tax</u>				
Current income tax expense	2,294	9,436	-	-
<u>Deferred income tax</u>				
Deferred income tax expense (income) and temporary differences	61,127	10,055	24,851	(9,870)
Total	<u>63,421</u>	<u>19,491</u>	<u>24,851</u>	<u>(9,870)</u>

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	
	Financial Statements		Separate	
	2022	2021	2022	2021
Profit (loss) before income tax expense (income)				
- Promoted sectors-exempted from income tax	1,544	-	-	-
- Promoted sectors-exempted from income tax at 50% of income tax rate	43,649	52,139	-	-
- Non-promoted sectors	355,604	284,260	293,611	(39,881)
Total profit (loss) before income tax expense (income)	<u>400,797</u>	<u>336,399</u>	<u>293,611</u>	<u>(39,881)</u>
Statutory tax rates (%)	20	20	20	20
Income tax expense				
- Promoted sectors - exempted from income tax at 50% of income tax rate	4,365	5,214	-	-
- Non-promoted sectors	71,121	56,852	58,722	-
Total income tax	<u>75,486</u>	<u>62,066</u>	<u>58,722</u>	<u>-</u>
Effect on income tax from the difference between the accounting base and the tax base	<u>(73,192)</u>	<u>(45,079)</u>	<u>(58,722)</u>	<u>-</u>
	2,294	16,987	-	-
Prior year income tax income	-	(7,551)	-	-
Deferred income tax expense (income)	<u>61,127</u>	<u>10,055</u>	<u>24,851</u>	<u>(9,870)</u>
Income tax expense (income)	<u>63,421</u>	<u>19,491</u>	<u>24,851</u>	<u>(9,870)</u>

20.2 Deferred tax assets - net are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2022	2021	2022	2021
Deferred tax assets - net				
Non-current provision for employee benefit	604	597	-	-
Loss carried forward	534	534	-	-
Deferred tax assets - net	<u>1,138</u>	<u>1,131</u>	<u>-</u>	<u>-</u>

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

	Unit : Thousand Baht	
	Consolidated	
	Financial Statements	Financial Statements
	2022	2021
The following deferred tax assets have not been recognized		
Temporary differences	(58,874)	(36,698)
Loss carried forward	199,798	223,577
	<u>140,924</u>	<u>186,879</u>

As at January 31, 2022, the Company's management assessed that the deferred tax assets may not be utilized in full amount because the future taxable profit of subsidiaries may not be sufficient to utilize such deferred tax assets. The loss carried forward which is not recognized as deferred tax assets of Baht 199.80 million, will be matured by the years 2023 to 2027.

20.3 Deferred tax liabilities - net are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2022	2021	2022	2021
Deferred tax liabilities - net				
Allowance for expected credit loss	(75,699)	(76,342)	(11,109)	(10,867)
Allowance for diminution in value of inventories	(4,636)	(4,636)	-	-
Allowance for impairment in investments in subsidiaries	-	-	(418,542)	(418,542)
Non-current provision for employee benefits	(41,162)	(40,648)	(17,513)	(17,450)
Gain on asset revaluation	746,173	755,811	200,540	210,178
Loss carried forward	(694,708)	(753,488)	(607,844)	(631,914)
Depreciation	290,923	300,798	169,234	177,933
Change in fair value of investment properties	701,687	689,465	342,454	331,913
Change in fair value of biological assets	(2,802)	(2,627)	-	-
Gain from amalgamation	482,573	482,573	482,573	482,573
Others	(40,489)	(71,065)	(38,539)	(68,667)
Deferred tax liabilities - net	<u>1,361,860</u>	<u>1,279,841</u>	<u>101,254</u>	<u>55,157</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	
	2022	2021
For the three-month periods ended January 31,	2,742	1,667

22. EXPENSES BY NATURE

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

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
			Financial Statements	
Raw material and supplies used	6,920,363	3,849,943	5,110,680	2,392,694
Purchased finished goods and supplies	129,301	105,127	203,260	332,701
Changes in finished goods and goods in process	(5,417,209)	(3,539,444)	(4,437,491)	(2,262,232)
Salaries, wages and other employee benefits	555,755	404,031	260,625	190,436
Depreciation and amortization	412,734	393,647	204,304	190,070
Maintenance expenses	225,939	176,108	89,900	71,402
Transportation expenses	84,674	32,774	42,824	13,785
Finance costs	101,783	101,992	98,948	100,576

23. BASIC 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, 2022 and 2021. Basic earnings (loss) per share for the three-month periods ended January 31, are as follows:

2022

	Consolidated Financial Statements			Separate Financial Statements		
	Profit for the period Thousand Baht	Number of shares Thousand Shares	Earnings per share Baht	Profit for the period Thousand Baht	Number of shares Thousand Shares	Earnings per share Baht
<u>Basic earnings per share</u>						
For the period ended to ordinary equity holders	332,072	4,410,233	<u>0.075</u>	268,760	4,410,233	<u>0.061</u>

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

24. DISCLOSURE OF SECTORIAL BUSINESS OPERATIONS

The Company and 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, 2022, 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.

Real Estate Rental

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

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

Major Customer Information

For the three-month periods ended January 31, 2022 and 2021, the Group’s revenues contain revenue from the following single external customers amount to 10 percent or more of the Group’s revenue:

- Revenue from three oversea customers, which are the international sugar traders, in manufacture and distribution of Sugar and Molasses sector in the amount of Baht 1,263.28 million and Baht 210.90 million, respectively.
- Revenue from a single customer in Thailand in electricity sector in the amount of Baht 251.17 million and Baht 224.34 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,

	Unit : Million Baht													
	Manufacture and Distribution of Sugar and Molasses				Manufacture and Sale of Electricity		Real Estate Rental		Others Business		Inter-Transaction		Total	
	2022		2021		2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai				
Net revenue from operation - external	2,905	24	1,215	103	303	274	31	36	163	126	-	-	3,426	1,754
Net revenue from operation - internal	740	-	817	-	457	400	-	-	112	270	(1,309)	(1,487)	-	-
Total	3,645	24	2,032	103	760	674	31	36	275	396	(1,309)	(1,487)	3,426	1,754
Gross profit	489	11	235	35	73	86	21	26	30	21	6	6	630	409
Other income													57	64
Distribution, administrative expenses and others													(242)	(186)
Finance income	45	2	50	3	-	-	-	-	5	5	(23)	(26)	29	32
Finance costs	(111)	(10)	(113)	(9)	(5)	(5)	(2)	(5)	(3)	-	29	30	(102)	(102)
Share of profit of investment in associates													28	119
Income tax expense													(63)	(19)
Net profit													337	317
<u>Less</u> Profit for the periods of non-controlling interest													(5)	(8)
Profit for the periods to owners of the parent													332	309
Depreciation	(319)	(14)	(275)	(26)	(88)	(92)	-	-	(2)	(1)	10	-	(413)	(394)

Consolidated Statements of Financial Position

As at January 31, 2022 and October 31, 2021

Trade and other current receivables	1,511	52	1,446	19	522	156	9	8	21	6	(816)	(571)	1,299	1,064
Inventories	5,279	144	2,313	65	182	201	-	-	129	127	(2)	1	5,732	2,707
Property, plant and equipment	16,127	2,492	16,483	2,476	6,270	6,350	131	134	96	97	(532)	(533)	24,584	25,007
Central assets	14,887	171	15,008	121	269	212	4,692	4,625	880	975	(8,381)	(8,198)	12,518	12,743
Total Assets	37,804	2,859	35,250	2,681	7,243	6,919	4,832	4,767	1,126	1,205	(9,731)	(9,301)	44,133	41,521
Total Liabilities	24,109	2,067	21,974	1,889	967	706	1,035	946	68	259	(4,718)	(4,364)	23,528	21,410

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:

	Unit : Million Baht													
	Manufacture and Distribution of Sugar and Molasses				Manufacture and Sale of Electricity		Real Estate Rental		Others Business		Inter-Transaction		Total	
	2022		2021		2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	
At a point in time	3,645	24	2,033	103	672	600	-	-	245	384	(1,202)	(1,407)	3,384	1,713
Overtime	-	-	-	-	88	74	31	36	30	11	(107)	(80)	42	41
Total	3,645	24	2,033	103	760	674	31	36	275	395	(1,309)	(1,487)	3,426	1,754

25. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENT

As at January 31, 2022 and October 31, 2021, apart from liabilities presented in the statements of financial position, 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 of products agreements which have not yet been delivered in the consolidated financial statements amounting to Baht 8,505.35 million and Baht 2,255.82 million, respectively, and in the separate financial statements amounting to Baht 6,712.21 million and Baht 1,838.49 million, respectively.

25.2 The Company and three subsidiaries had issued post-dated checks to the farmers to purchase canes. The Company and its subsidiaries did not record the related liabilities as the checks have not yet due and the cane has not been received from the farmers as follows:

	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2022	2021	2022	2021
For the production season 2022/2023	18.88	-	18.88	-
For the production season 2021/2022	168.15	466.84	71.17	232.45

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 agreement shall be extended 3 times for the contractual term of 5 years at each time and the lessee 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.

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, the subsidiary amended its EGAT electricity sale-purchase agreement to the “Feed-in Tariff” (FiT) sales calculation method. The original electricity sale-purchase agreement has the period of 21 years commencing from the first month of electricity sales (December 2006). For the amended agreement, the remaining term is 6 years and 2 months, which will be 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 automatically be renewed for consecutive 5 year-terms.

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 and credit facilities as follows:

Unit : Million

		Consolidated Financial Statements					
		As at January 31, 2022			As at October 31, 2021		
Currency		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
	Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	1,927.67	-	-	2,056.98
Credit facilities							
	Letters of guarantees (unspecified credit limit)	THB	-	67.54	-	67.54	-
	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	19,981.74	4,250.47	15,731.27	19,752.74	4,242.77
	Short-term borrowings	USD	50.42	29.92	20.50	50.44	17.96
	Joint credit line in short-term borrowings	THB	1,887.00	938.00	949.00	2,116.00	1,140.00
	Long-term borrowings	THB	4,982.07	4,982.07	-	5,356.38	5,356.38
	Long-term borrowings	USD	46.47	46.47	-	46.47	46.47

Unit : Million

		Separate Financial Statements					
		As at January 31, 2022			As at October 31, 2021		
Currency		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
	Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	1,867.67	-	-	1,996.98
Credit facilities							
	Letters of guarantees (unspecified credit limit)	THB	-	1.37	-	1.37	-
	Letters of credit and trust receipts	THB	30.00	-	30.00	30.00	30.00
	Overdraft and short-term borrowings	THB	10,776.00	3,218.00	7,558.00	10,547.00	3,156.00
	Short-term borrowings	USD	30.42	29.92	0.50	30.44	17.96
	Joint credit line in short-term borrowings	THB	1,887.00	938.00	949.00	2,116.00	1,140.00
	Long-term borrowings	THB	4,625.00	4,625.00	-	4,985.00	4,985.00
	Long-term borrowings	USD	46.47	46.47	-	46.47	46.47

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, 2022 and October 31, 2021, the Company and its subsidiaries do not use those facilities.

As at January 31, 2022 and October 31, 2021, the Company and three subsidiaries have secured loans issued by a bank to farmers in the consolidated financial statements amounting to Baht 194.67 million and Baht 196.23 million, respectively, and in the separate financial statements amounting to Baht 17.52 million and Baht 19.01 million, respectively.

The Company and its subsidiaries are required to comply with certain financial conditions for joint commitments and contingent liabilities, which the Company and its subsidiaries have to maintain the debt with interest-to-equity ratio and for a long-term loan of a subsidiary, there is condition requiring the Company has to maintain the shareholding ratio of the Company in that subsidiary, and maintaining the debt service coverage.

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, 2022		As at October 31, 2021	
	Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments				
Construction and subcontract agreements	THB	31.65	18.07	64.65	20.50				
Machine and equipment purchase agreements	THB	228.30	22.83	386.80	30.76				
	USD	0.56	-	0.56	-				

										Unit : Million							
										Consolidated Financial Statements							
										Outstanding Contractual Commitments							
										As at January 31, 2022				As at October 31, 2021			
	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	4.18	4.88	0.14	0.56	4.28	4.98								

						Unit : Million			
						Separate Financial Statements			
						As at January 31, 2022		As at October 31, 2021	
	Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments				
Construction and subcontract agreements	THB	29.31	16.72	29.31	16.72				
Machine and equipment purchase agreements	THB	228.30	22.83	228.30	22.83				

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, Khonkaen 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, 2022 and October 31, 2021, the subsidiary has already utilized the area of 5,636.35 hectares equal for both periods and the rental fee according to the contract.
- 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, 2022 and October 31, 2021, the subsidiaries have already utilized the area of 9,133.03 hectares and 9,398.69 hectares, respectively. 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 Koh Kong Sugar Industry Co., Ltd. (subsidiary) 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

26.1 Other current financial assets and liabilities

Other current financial assets and liabilities as at consisted of:

	Unit : Thousand Baht Consolidated/ Separate Financial Statements	
	As at January 31, 2022	As at October 31, 2021
Other current financial assets		
Derivative assets designated as hedging instruments		
Cross Currency and interest rate Swap contracts	100,296	90,966
Sugar future contracts to hedge its commodity price risks	29,085	-
Total other current financial assets	<u>129,381</u>	<u>90,966</u>
Other current financial liabilities		
Derivative liabilities designated as hedging instruments		
Foreign currency forward contracts	57,708	58,996
Sugar future option contracts	9,514	60,067
Sugar future contracts to hedge its commodity price risks	-	28,395
Total other current financial liabilities	<u>67,222</u>	<u>147,458</u>

26.2 Risk management policies

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

Risk on interest rate

The Company and its subsidiaries have derived from the interest rate risk arising from future fluctuations in market interest rates, 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, 2022				
	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years		
Financial Assets					
Saving accounts deposits	-	-	-	123,077	123,077
Fixed account deposits	267	-	-	-	267
Loans for cane plantation development	122,341	56,212	10,915	836	190,304
Short-term loans to farmers	237,606	-	-	8,848	246,454
Long-term loans to others	13,294	44,700	1,000	-	58,994
Other long-term investments	-	-	6,782	-	6,782
Total	<u>373,508</u>	<u>100,912</u>	<u>18,697</u>	<u>132,761</u>	<u>625,878</u>
Financial Liabilities					
Short-term borrowings from financial institutions	5,188,466	-	-	-	5,188,466
Short-term borrowings from related parties	7,100	-	-	-	7,100
Long-term debentures	2,999,447	-	2,648,551	-	5,647,998
Long-term borrowings	1,614,240	3,296,960	70,870	-	4,982,070
Lease liabilities	10,919	21,364	-	-	32,283
Total	<u>9,820,172</u>	<u>3,318,324</u>	<u>2,719,421</u>	<u>-</u>	<u>15,857,917</u>

Unit : Thousand Baht

Consolidated Financial Statements

As at October 31, 2021

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years		
Financial Assets					
Saving accounts deposits	-	-	-	46,248	46,248
Fixed account deposits	267	-	-	-	267
Loans for cane plantation development	106,478	75,987	16,076	836	199,377
Short-term loans to farmers	462,643	-	-	5,742	468,385
Long-term loans to others	13,297	44,000	-	-	57,297
Other long-term investments	-	-	6,777	-	6,777
Total	<u>582,685</u>	<u>119,987</u>	<u>22,853</u>	<u>52,826</u>	<u>778,351</u>
Financial Liabilities					
Short-term borrowings from financial institutions	5,382,775	-	-	-	5,382,775
Short-term borrowings from related parties	7,100	-	-	-	7,100
Long-term debentures	2,999,158	-	2,648,443	-	5,647,601
Long-term borrowings	1,589,240	3,681,960	85,180	-	5,356,380
Lease liabilities	9,988	18,577	-	-	28,565
Total	<u>9,988,261</u>	<u>3,700,537</u>	<u>2,733,623</u>	<u>-</u>	<u>16,422,421</u>

Unit : Thousand Baht

Separate Financial Statements

As at January 31, 2022

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years		
Financial Assets					
Saving accounts deposits	-	-	-	33,136	33,136
Loans for cane plantation development	53,964	39,278	9,344	-	102,586
Short-term loans to farmers	90,050	-	-	-	90,050
Short-term loans to subsidiaries and others	942,946	-	-	-	942,946
Long-term loans to subsidiaries and others	213,294	1,298,700	1,000,000	-	2,511,994
Total	<u>1,300,254</u>	<u>1,337,978</u>	<u>1,009,344</u>	<u>33,136</u>	<u>3,680,712</u>
Financial Liabilities					
Short-term borrowings from financial institutions	3,218,000	-	-	-	3,218,000
Short-term borrowings from related parties	463,600	-	-	-	463,600
Long-term debentures	2,999,447	-	2,648,551	-	5,647,998
Long-term borrowings	1,557,000	3,068,000	-	-	4,625,000
Lease liabilities	40,179	257,311	-	-	297,490
Total	<u>8,278,226</u>	<u>3,325,311</u>	<u>2,648,551</u>	<u>-</u>	<u>14,252,088</u>

Unit : Thousand Baht

Separate Financial Statements
As at October 31, 2021

	Fixed Interest Rate			Floating	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years	Interest Rate	
Financial Assets					
Saving accounts deposits	-	-	-	5,843	5,843
Loans for cane plantation development	41,798	53,877	13,644	-	109,319
Short-term loans to farmers	232,664	-	-	-	232,664
Short-term loans to subsidiaries and others	934,416	-	-	-	934,416
Long-term loans to subsidiaries and others	113,297	1,402,000	1,000,000	-	2,515,297
Total	<u>1,322,175</u>	<u>1,455,877</u>	<u>1,013,644</u>	<u>5,843</u>	<u>3,797,539</u>
Financial Liabilities					
Short-term borrowings from financial institutions	3,156,000	-	-	-	3,156,000
Short-term borrowings from related parties	409,100	-	-	-	409,100
Long-term debentures	2,999,158	-	2,648,443	-	5,647,601
Long-term borrowings	1,532,000	3,453,000	-	-	4,985,000
Lease liabilities	39,138	267,015	-	-	306,153
Total	<u>8,135,396</u>	<u>3,720,015</u>	<u>2,648,443</u>	<u>-</u>	<u>14,503,854</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, 2022 and October 31, 2021, 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:

Unit : Million

Currency	Consolidated Financial Statements				Separate Financial Statements			
	As at		As at		As at		As at	
	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
USD	1.11	1.00	2.26	0.96	30.71	-	29.72	-
YEN	-	4.77	-	4.65	-	-	-	-
RIEL	181.24	8.59	184.13	8.46	-	-	-	-
LAK	93.14	1,084.76	71.03	1,391.61	-	-	-	-

As at January 31, 2022 and October 31, 2021, the Company and its subsidiaries entered into forward contracts with commercial banks to hedge against exchange rate risk from receipts and debt repayments denominated in foreign currencies. The Company and its subsidiaries have recorded such financial liabilities in the consolidated and separate financial statements.

The open forward contracts, which are due between 1 year, are as follows:

Currency	Amount fixed in contract				Currency	Amount earned in contract			
	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, 2022	October 31, 2021	January 31, 2022	October 31, 2021		January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021
USD	99.63	114.50	-	-	THB	3,277.90	3,746.82	-	-

Net fair values of forward contracts as at January 31, 2022 and October 31, 2021, of the Company and its subsidiaries are as follows:

	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, 2022	October 31, 2021	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021	January 31, 2022	October 31, 2021
	Loss on net fair values of forward contracts	(49.72)	(59.00)	-	-	-	-	-

Hedging foreign currency and interest rate risk

The Company entered into cross currency and interest rate swap contracts to mitigate risks from rising interest rates and exposure to fluctuations in US dollar currency exchange rates of a US dollar loan contract with a floating interest rate. The loan and derivative contracts were entered into with the same financial institution including the maturity period of both the principal and interest is the same period.

As at January 31, 2022, outstanding balances under cross currency and interest rate swap contracts with the details are as follows:

Contract	Maturity	Amount to pay Notional amount	Consolidated/Separate Financial Statements			
			Interest rate	Amount to receive Notional amount	Interest rate	Fair value gain (loss) Million Baht
Short-term borrowings	February 2022	USD 17.96 million	Libor 6M+0.46736%	Baht 600 million	1.03%	(0.57)
Short-term borrowings	March 2022	USD 11.96 million	Libor 3M+0.50228%	Baht 400 million	0.78%	(0.22)
Long-term borrowings	March 2024	USD 46.47 million	Libor 6M+1.96%	Baht 1,450 million	2.85%	101.08

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				Separate			
	Financial Statements		Financial Statements		Financial Statements		Financial Statements	
	2022	2021	2022	2021	2022	2021	2022	2021
	Loss on commodity swap contracts	(2.57)	-	(2.57)	-	-	-	-

Net fair values of Commodity Swap contracts as at January 31, 2022 and October 31, 2021 of the Company and its subsidiaries are as follows:

	Currency	Unit : Million	
		Consolidated/ Separate Financial Statements As at January 31, 2022	As at October 31, 2021
Gain (loss) on net fair values for commodity swap contracts	USD	0.87	(0.85)

Credit risk

The Company and its subsidiaries have risk on credit regarding trade receivables, farmer receivables, 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 the farmers to pledge land or other assets as collateral.

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, 2022				
Financial liabilities				
Long-term debentures	5,648	5,461	Level 2	Calculated from the closing price of the last Bond Market Association Thailand at the last day.
As at October 31, 2021				
Financial liabilities				
Long-term debentures	5,648	5,456	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, 2022 and October 31, 2021.

Fair value of financial assets and financial liabilities which are measured at fair value and their fair value hierarchy level classification were summarized as follows:

Financial assets	Consolidated financial statements		Separate financial statements		Fair value hierarchy	Valuation techniques and key inputs for fair
	Fair value as at		Fair value as at			
	January 31, 2022 (Thousand Baht)	October 31, 2021 (Thousand Baht)	January 31, 2022 (Thousand Baht)	October 31, 2021 (Thousand Baht)		
Time deposits with maturities of more than 3 months but not more than 12 months	267	267	-	-	Level 3	Amortized cost and effective interest method.
Marketable equity securities	181,053	165,309	181,053	165,309	Level 1	Use of quoted market prices in an active market for such assets of liabilities
Investment in non-marketable equity securities	797	797	327	327	Level 3	Fair value of investment in non-marketable equity securities which is determined by net asset value.
Non-Marketable debt securities	6,783	6,777	-	-	Level 3	Fair value of non-marketable debt securities which is amortized cost method using effective interest rate.
Cross Currency and interest rate Swap contracts	100,296	90,966	100,296	90,966	Level 2	The estimated discounted cash flows is from future cash payment and future cash received which is discounted by observable yield curve.
Sugar future contracts to hedge its commodity price risks	29,085	-	29,085	-	Level 2	Discounted cash flow and adjust commodity price yield curves.

28. COMPARATIVE FINANCIAL INFORMATION FOR THE YEARS ENDED JANUARY 31, 2022 AND 2021

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, 2022 and 2021 as follows:

	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements		Financial Statements	
	As at January 31,		As at January 31,	
	2022	2021	2022	2021
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	216,986	182,813	39,723	39,551
Trade and other current receivables	1,299,011	1,438,682	842,473	709,779
Short-term loans	382,457	528,427	1,300,254	2,325,747
Inventories	5,731,757	5,374,791	3,437,341	3,093,151
Current biological assets	42,437	42,479	-	1,381
Other current assets	191,294	60,485	150,490	12,916
Total Current Assets	<u>7,863,942</u>	<u>7,627,677</u>	<u>5,770,281</u>	<u>6,182,525</u>
NON-CURRENT ASSETS				
Investments in associates	4,576,419	4,383,201	3,380,459	3,380,459
Investments in subsidiaries	-	-	4,613,846	4,572,347
Long-term loans	113,295	113,865	2,347,322	1,924,772
Investment property	6,169,873	5,774,845	2,073,338	1,811,802
Property, plant and equipment	24,583,837	25,537,280	8,752,399	9,287,917
Other non-current assets	825,465	779,025	581,220	582,459
Total Non-current Assets	<u>36,268,889</u>	<u>36,588,216</u>	<u>21,748,584</u>	<u>21,559,756</u>
TOTAL ASSETS	<u>44,132,831</u>	<u>44,215,893</u>	<u>27,518,865</u>	<u>27,742,281</u>
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Short-term borrowings from financial institutions	6,193,861	8,277,709	4,223,395	6,085,096
Trade and other current payables	2,951,079	2,588,196	1,669,813	1,402,717
Current portion of long-term debentures	2,999,447	1,349,887	2,999,447	1,349,887
Current portion of long-term borrowings	1,764,240	1,682,000	1,707,000	1,682,000
Short-term borrowings	7,100	7,100	463,600	397,100
Current income tax payable	1,208	15,721	-	-
Provision for production costs	328,437	476,182	275,845	337,621
Other current liabilities	187,457	127,222	136,450	81,654
Total Current Liabilities	<u>14,432,829</u>	<u>14,524,017</u>	<u>11,475,550</u>	<u>11,336,075</u>
Total Non-current Liabilities	<u>9,095,603</u>	<u>9,903,025</u>	<u>7,597,750</u>	<u>8,736,026</u>
TOTAL LIABILITIES	<u>23,528,432</u>	<u>24,427,042</u>	<u>19,073,300</u>	<u>20,072,101</u>
TOTAL SHAREHOLDERS' EQUITY	<u>20,604,399</u>	<u>19,788,851</u>	<u>8,445,565</u>	<u>7,670,180</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>44,132,831</u>	<u>44,215,893</u>	<u>27,518,865</u>	<u>27,742,281</u>

	Consolidated Financial Statements For the years ended January 31,		Unit : Thousand Baht	
			Separate Financial Statements For the years ended January 31,	
	2022	2021	2022	2021
	Revenues from sales	11,996,421	10,441,576	6,014,212
Revenues from rendering services	144,413	166,064	33,349	79,626
Total revenues	12,140,834	10,607,640	6,047,561	5,439,939
Costs of the sales of goods	(10,636,549)	(9,345,193)	(5,404,945)	(5,270,083)
Costs of the rendering of services	(43,247)	(47,497)	(25,632)	(56,932)
Total costs	(10,679,796)	(9,392,690)	(5,430,577)	(5,327,015)
Gross profit	1,461,038	1,214,950	616,984	112,924
Other incomes	388,460	285,486	873,928	624,637
Contribution to the Cane and Sugar fund	(37,672)	(329,899)	(19,053)	(190,928)
Distribution costs	(345,885)	(354,385)	(214,510)	(159,955)
Administrative expenses	(775,081)	(876,986)	(199,391)	(659,024)
Net foreign exchange (loss) gain	(6,976)	(1,964)	93,485	(21,113)
Profit (loss) from operating activities	683,884	(62,798)	1,151,443	(293,459)
Finance incomes	91,899	91,366	124,244	141,671
Finance costs	(424,911)	(456,389)	(405,227)	(422,975)
Share of gain of an associates	419,605	368,907	-	-
Profit (loss) before income tax (expense) income	770,477	(58,914)	870,460	(574,763)
Income tax (expense) income	(135,553)	71,371	(110,845)	217,008
Net profit (loss) for the year	634,924	12,457	759,615	(357,755)

29. EVENTS AFTER THE REPORTING PERIOD

Dividend payment of Khon Kaen Sugar Industry Public Company Limited

The meeting of annual general shareholders for 2021 No. 1/2022 of the Company held on February 23, 2022, passed the resolution for the appropriation of profit for dividend payment of year 2021 in form of cash at Baht 0.03 per share to 4,410 million shares, at total amount not exceeding Baht 132.31 million, to the shareholders whose names are included in the shareholder register on March 4, 2022. The dividend payment shall be made on March 18, 2022.

Changes in investment in associate

According to the change in par value from 5 Baht per share to 2.50 Baht per share of BBGI Public Company Limited. The change in the par value will cause the number of shares of an associate to increase from 506 million shares to 1,013 million shares. On February 28, 2022, BBGI Public Company Limited filed the registration statement and the draft prospectus with the Office of the Securities and Exchange Commission in offering of newly-ordinary shares to the public for sale as initial public offering (“IPO”), totaling not more than 433.20 million shares, representing 30% of the issued and paid-up share capital of BBGI. The IPO price is offered at the rate of Baht 10.50 per share and the allocation of the newly shares that offered during the period from March 3 - 11, 2022 is summarized as follows:

- The newly shares offered to the eligible shareholders of Bangchak Corporation Public Company Limited (“BCP”) and Khon Kaen Sugar Industry Public Company Limited (“KSL” or “the Company”), in accordance with their pre-emptive rights, are 64.98 million shares and 43.32 million shares, respectively.

- The newly shares offered to public which includes any person at the underwriter's discretion and institutional investors, is 324.90 million shares.

In addition, if there are more subscribers than the number of offering shares at closing date of the offering, an additional allocation called Greenshoe or Over-allotment option may be offered in the amount of not more than 43.32 million shares or 10 percent of the newly shares. The additional shares under over-allotment option will be borrowed from BCP and KSL in the amounts of not more than 25,992,000 shares and 17,328,000 shares, respectively.

After the share allocation above, the Company will have 28% shareholding in BBGI (current shareholding: 40%) with the assumptions that the over-allotment option is not incurred. Whereas the shareholding in BBGI will be 26.8%, if over-allotment option incurs.

After the completion of BBGI's IPO process above and registration with the Stock Exchange of Thailand as a listed company, both BCP and KSL have a commitment not to transfer or sale of their own BBGI shares within 12 months. The shares will be deposited at the securities company. The number of shares under the commitment are excluded the shares under over-allotment option mentioned above.

30. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements have been approved for issuance by the Company's Board of Directors on March 11, 2022.