

**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, 2023, 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 10, 2023

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, 2023

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,
		2023	2022	2023	2022
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.3	473,614	254,845	137,178	62,445
Trade and other current receivables	6	1,310,330	1,058,208	1,717,530	1,472,304
Finance lease current receivables	7	-	380,574	-	-
Short-term loans	8	422,761	623,849	908,749	1,117,703
Inventories		6,801,748	2,740,202	3,970,291	1,313,619
Current biological assets	9	46,105	52,849	-	-
Other current financial assets	26	516,581	655,362	516,314	655,095
Other current assets		40,607	47,629	16,620	12,349
Total Current Assets		9,611,746	5,813,518	7,266,682	4,633,515
NON-CURRENT ASSETS					
Other non-current financial assets		234,595	228,663	219,818	221,393
Investments in associates	10	4,554,996	4,803,044	3,619,716	3,664,649
Investments in subsidiaries	11	-	-	4,700,433	5,060,433
Trade and other non-current receivables	12	97,807	100,202	42,832	44,575
Long-term loans		102,894	112,787	2,015,393	2,030,721
Investment properties	13	6,298,809	6,296,687	2,180,998	2,179,171
Property, plant and equipment	14	23,571,115	24,139,188	8,323,365	8,515,387
Right-of-use assets		48,014	49,678	248,510	257,726
Other intangible assets		21,564	21,951	16,080	16,922
Deferred tax assets	20.2	3,937	1,271	-	-
Other non-current assets		113,013	82,949	47,640	38,625
Total Non-current Assets		35,046,744	35,836,420	21,414,785	22,029,602
TOTAL ASSETS		44,658,490	41,649,938	28,681,467	26,663,117

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, 2023

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,
		2023	2022	2023	2022
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term borrowings from financial institutions		5,334,598	4,731,071	3,600,000	2,550,000
Trade and other current payables	15	3,592,774	1,076,780	1,998,217	682,207
Current portion of long-term borrowings	18	2,645,000	2,535,000	2,395,000	2,285,000
Current portion of lease liabilities	19	12,689	12,314	43,101	42,319
Short-term borrowings		11,100	8,100	825,100	1,056,100
Current income tax payable		73,550	39,201	-	-
Provision for production costs	16	323,117	-	216,835	-
Other current financial liabilities	26.1	311,804	557,577	311,804	557,577
Other current liabilities		45,236	25,254	702	1,031
Total Current Liabilities		<u>12,349,868</u>	<u>8,985,297</u>	<u>9,390,759</u>	<u>7,174,234</u>
NON-CURRENT LIABILITIES					
Long-term debentures	17	2,648,780	2,648,672	2,648,780	2,648,672
Long-term borrowings	18	5,921,017	6,759,404	5,296,017	6,009,404
Lease liabilities	19	22,336	22,122	219,243	228,189
Deferred tax liabilities	20.3	1,715,639	1,603,713	359,048	256,432
Non-current provision for employee benefits		220,130	198,213	75,937	74,786
Other non-current liabilities		72,179	69,206	21,816	20,911
Total Non-current Liabilities		<u>10,600,081</u>	<u>11,301,330</u>	<u>8,620,841</u>	<u>9,238,394</u>
TOTAL LIABILITIES		<u>22,949,949</u>	<u>20,286,627</u>	<u>18,011,600</u>	<u>16,412,628</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT JANUARY 31, 2023

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Unaudited"		"Unaudited"	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2023	2022	2023	2022
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	13,717,823	13,180,188	4,490,392	4,320,559
OTHER COMPONENTS OF EQUITY	2,138,585	2,338,092	807,408	557,863
TOTAL EQUITY ATTRIBUTABLE TO OWNERS				
OF THE PARENT	21,228,475	20,890,347	10,669,867	10,250,489
NON-CONTROLLING INTERESTS	480,066	472,964	-	-
TOTAL SHAREHOLDERS' EQUITY	21,708,541	21,363,311	10,669,867	10,250,489
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	44,658,490	41,649,938	28,681,467	26,663,117

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, 2023
"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2023	2022	2023	2022
Revenues from sales and rendering of services					
Revenues from sales		3,686,401	3,383,673	1,924,623	1,689,415
Revenues from rendering of services		40,984	42,387	9,651	6,186
		<u>3,727,385</u>	<u>3,426,060</u>	<u>1,934,274</u>	<u>1,695,601</u>
Costs of sales and rendering of services					
Costs of sales		(2,734,348)	(2,781,231)	(1,560,845)	(1,425,890)
Costs of rendering of services		(20,145)	(14,499)	(8,298)	(3,615)
		<u>(2,754,493)</u>	<u>(2,795,730)</u>	<u>(1,569,143)</u>	<u>(1,429,505)</u>
Gross profit		972,892	630,330	365,131	266,096
Other incomes		69,656	53,305	54,873	30,753
Dividend incomes		-	-	-	160,022
Distribution costs		(99,273)	(84,674)	(63,686)	(42,824)
Administrative expenses		(196,774)	(156,584)	(63,755)	(68,960)
Net foreign exchange (loss) gain		(27,971)	3,417	(20,755)	12,505
Profit from operating activities		<u>718,530</u>	<u>445,794</u>	<u>271,808</u>	<u>357,592</u>
Finance incomes		27,422	28,923	36,437	34,967
Finance costs		(105,306)	(101,783)	(98,182)	(98,948)
Share of gain of investment in associates		8,020	27,863	-	-
Profit before income tax expense		<u>648,666</u>	<u>400,797</u>	<u>210,063</u>	<u>293,611</u>
Income tax expense	20.1	(103,929)	(63,421)	(40,230)	(24,851)
PROFIT FOR THE PERIODS		<u><u>544,737</u></u>	<u><u>337,376</u></u>	<u><u>169,833</u></u>	<u><u>268,760</u></u>
PROFIT ATTRIBUTABLE TO					
Owners of the parent		537,635	332,072	169,833	268,760
Non-controlling interests		7,102	5,304	-	-
		<u>544,737</u>	<u>337,376</u>	<u>169,833</u>	<u>268,760</u>
EARNINGS PER SHARE	23				
Basic earnings per share		BAHT 0.122	0.075	0.039	0.061
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, 2023
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2023	2022	2023	2022
Profit for the periods	544,737	337,376	169,833	268,760
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating financial statements - net of tax	(237,355)	13,176	-	-
Gain on cash flow hedges - net of tax	250,805	70,932	250,805	72,388
(Loss) gain on measuring financial assets - net of tax	(1,260)	12,594	(1,260)	12,594
Total items that may be reclassified subsequently to profit or loss - net of tax	<u>12,190</u>	<u>96,702</u>	<u>249,545</u>	<u>84,982</u>
Items that will be not reclassified subsequently to profit or loss:				
Share of other comprehensive (loss) gain of associates using the equity method - net of tax	<u>(211,697)</u>	<u>58,663</u>	<u>-</u>	<u>-</u>
Total items that will be not reclassified subsequently to profit or loss - net of tax	<u>(211,697)</u>	<u>58,663</u>	<u>-</u>	<u>-</u>
Other comprehensive (expense) income - net of tax	<u>(199,507)</u>	<u>155,365</u>	<u>249,545</u>	<u>84,982</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIODS	<u><u>345,230</u></u>	<u><u>492,741</u></u>	<u><u>419,378</u></u>	<u><u>353,742</u></u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	338,128	485,738	419,378	353,742
Non-controlling interests	<u>7,102</u>	<u>7,003</u>	<u>-</u>	<u>-</u>
	<u><u>345,230</u></u>	<u><u>492,741</u></u>	<u><u>419,378</u></u>	<u><u>353,742</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, 2023
"UNAUDITED"

UNIT : THOUSAND BAHT

	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	(Loss) gain on cash flow hedges	(Loss) gain on remeasuring financial assets	Gain (loss) on asset revaluation	Share of other comprehensive (loss) gain of associates using the equity method						
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 for 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
For the three-month period ended January 31, 2023															
Beginning balance as at November 1, 2022	2,205,116	2,946,439	220,512	13,180,188	164,273	(122,996)	(121,303)	2,878,327	(77,627)	(263,276)	(119,306)	2,338,092	20,890,347	472,964	21,363,311
Changes in shareholders' equity for the period															
- Total comprehensive income (expense) for the period	-	-	-	537,635	(237,355)	250,805	(1,260)	-	(211,697)	-	-	(199,507)	338,128	7,102	345,230
Ending balance as at January 31, 2023	2,205,116	2,946,439	220,512	13,717,823	(73,082)	127,809	(122,563)	2,878,327	(289,324)	(263,276)	(119,306)	2,138,585	21,228,475	480,066	21,708,541

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, 2023

"UNAUDITED"

UNIT : THOUSAND BAHT

	Issued and paid-up share capital	Share premium account ordinary shares	Retained Earnings		Other components of shareholders' equity			Total shareholders' equity	
			Appropriated Legal reserve	Unappropriated	Other comprehensive income (expense)				Total other components of shareholders' equity
					(Loss) gain on cash flow hedges	(Loss) gain on remeasuring financial assets	Gain (loss) on asset revaluation		
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 for 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	2,205,116	2,946,439	220,512	2,428,901	(22,407)	(135,158)	802,162	644,597	8,445,565
For three-month period ended January 31, 2023									
Beginning balance as at November 1, 2022	2,205,116	2,946,439	220,512	4,320,559	(122,996)	(121,303)	802,162	557,863	10,250,489
Changes in shareholders' equity for the period									
- Total comprehensive income (expense) for the period	-	-	-	169,833	250,805	(1,260)	-	249,545	419,378
Ending balance as at January 31, 2023	2,205,116	2,946,439	220,512	4,490,392	127,809	(122,563)	802,162	807,408	10,669,867

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, 2023

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2023	2022	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit before income tax expense		648,666	400,797	210,063	293,611
Adjustment for:					
Dividend income		-	-	-	(160,022)
Gain on sales of investments in associates		(11,171)	-	(11,053)	-
Expected credit losses (reversal)		(5,295)	(2,817)	(956)	1,207
Unrealized gain on revaluation of financial liabilities		(11,895)	-	(11,895)	-
Share of gain of investments in associates		(8,020)	(27,863)	-	-
Increase of premium on bonds		(6)	(6)	-	-
Employee benefit expenses		4,395	3,776	1,578	1,367
Loss arising from changes in fair value of biological assets	9	5,328	1,141	-	-
Reversal of diminution in value and obsolescence					
of inventories		(2,632)	(1,693)	-	-
Depreciation and amortization		413,968	412,734	215,432	204,303
Gain on sales and disposal of assets		(3,761)	(2,841)	(3,527)	(361)
Unrealized loss (gain) on exchange rates		156	(1,926)	9,227	(7,685)
Finance incomes		(27,422)	(28,923)	(36,437)	(34,967)
Finance costs		105,306	101,783	98,182	98,948
		1,107,617	854,162	470,614	396,401
Operating assets (increase) decrease					
Trade and other current receivables		(265,557)	(234,736)	(271,484)	72,905
Inventories		(4,058,932)	(3,022,627)	(2,656,672)	(2,167,458)
Current biological assets		1,416	2,802	-	-
Other current assets		(15,508)	(19,923)	(1,785)	(7,362)
Trade and other non-current receivables		4,914	11,083	2,540	7,356
Other non-current assets		(1,971)	27,305	(8,571)	20,632
Operating liabilities increase (decrease)					
Trade and other current payables		2,567,498	1,885,742	1,334,651	1,024,006
Provision for production costs		323,117	328,437	216,835	275,845
Other current liabilities		19,982	46,051	(329)	9,888
Non-current provision for employee benefits		(1,394)	(1,048)	(427)	(1,048)
Other non-current liabilities		2,973	(1,664)	905	(959)
Cash paid from operating activities		(315,845)	(124,416)	(913,723)	(369,794)
Interest paid		(118,634)	(96,918)	(106,461)	(88,694)
Income tax expense paid		(28,269)	(8,532)	(2,485)	(4,269)
Net cash used in operating activities		(462,748)	(229,866)	(1,022,669)	(462,757)

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2023

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2023	2022	2023	2022
CASH FLOWS FROM INVESTING ACTIVITIES					
Increase in other current financial assets		(7,500)	-	-	-
Decrease in short-term loans		249,159	221,931	221,938	144,638
Cash received from capital decrease of a subsidiary		-	-	360,000	-
Cash received from sales of investments in associates		55,542	-	55,542	-
(Increase) decrease in loans for cane plantation development		(40,058)	11,671	(6,497)	6,734
Decrease (increase) in long-term loans		3,000	(1,697)	9,000	-
Cash received from interest income		26,433	18,576	47,968	45,229
Cash received from dividends		5,500	165,522	5,500	165,522
Cash received from finance lease receivables		380,574	19,350	-	-
Payments for purchases of property, plant and equipment		(116,088)	(57,482)	(16,166)	(9,017)
Cash received from sales of property, plant and equipment		27,924	6,284	4,028	1,453
Payments for purchases of investment properties		(2,045)	-	(1,750)	-
Cash received from sales of investment properties		-	10,072	-	-
Payments for purchases of intangible assets		(519)	(69)	(360)	(69)
Net cash provided by investing activities		<u>581,922</u>	<u>394,158</u>	<u>679,203</u>	<u>354,490</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Increase in short-term borrowings from financial institutions	4.2	603,527	205,691	1,050,000	462,000
Increase (decrease) in short-term borrowings	4.2	3,000	-	(231,000)	54,500
Repayment for long-term borrowings	4.2	(510,000)	(374,310)	(385,000)	(360,000)
Repayments for lease liabilities	4.2	(3,768)	(3,506)	(15,801)	(15,603)
Net cash provided by (used in) financing activities		<u>92,759</u>	<u>(172,125)</u>	<u>418,199</u>	<u>140,897</u>
Exchange differences on translation of cash of foreign subsidiaries		<u>6,836</u>	<u>755</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents		<u>218,769</u>	<u>(7,078)</u>	<u>74,733</u>	<u>32,630</u>
Cash and cash equivalents at the beginning of the period		<u>254,845</u>	<u>224,064</u>	<u>62,445</u>	<u>7,093</u>
Cash and cash equivalents at the end of the period	4.3	<u><u>473,614</u></u>	<u><u>216,986</u></u>	<u><u>137,178</u></u>	<u><u>39,723</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, 2023
“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, Sriayudahya 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.

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, 2023 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, 2022, 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, 2023 should be read in conjunction with the audited financial statements for the year ended October 31, 2022.
- 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, 2022, as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at January 31, 2023 %	As at October 31, 2022 %		
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	99.21	99.21	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, transportation and manufacture service 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.****	100.00	100.00	Cambodia	Manufacture and distribution of sugar and molasses
Wynn In Trading Co., Ltd.	100.00	100.00	Mauritius	Trading and consultancy services
Subsidiaries in which the Company holds shares indirectly				
K.S.L. Export Trading Co., Ltd.*	79.55	79.55	Thailand	Export sugar as exporting agent
KSL Real Estate Company Limited**	91.02	91.02	Thailand	Housing and land for agriculture estate including holiday resort for training and seminar center and office building for rental
Subsidiary in which the Company holds the shares indirectly through Wynn In Trading Co., Ltd. and KSL. Agro & Trading Company Limited***				
Koh Kong Plantation Company Limited****	100.00	100.00	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.

*** In 2022, KSL. Agro & Trading Co., Ltd. acquired shares in Koh Kong Plantation Company Limited in the proportion of 20%

**** 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, 2022. 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

On September 26, 2022, the revised TFRSs have been announced in the Royal Gazette which will be effective for the financial statements for the period beginning on or after January 1, 2023 onwards. TFRSs which have been amended and relevant to the Group are as follows:

Thai Accounting Standard No. 16 "Property, Plant and Equipment" (TAS 16)

The amendments require an entity recognises any proceeds from selling items produced before that asset is available for use in profit or loss, instead of deducting from the cost of such asset. The amendments are applied retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments. The entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.

Thai Accounting Standard No. 37 "Provisions, Contingent Liabilities and Contingent Assets" (TAS 37)

The amendments specify that the "cost of fulfilling a contract" comprises the "costs that relate directly to the contract". Costs that relate directly to a contract consist of both the incremental costs of fulfilling that contract (examples would be direct labor or materials) and an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The amendments apply to contracts for which the entity has not yet fulfilled all its obligations at the beginning of the annual reporting period in which the entity first applies the amendments. Comparatives are not restated. Instead, the entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate.

Thai Accounting Standard No. 41 “Agriculture” (TAS 41)

The amendment removes the requirement in TAS 41 for entities to exclude cash flows for taxation when measuring fair value. This aligns the fair value measurement with the requirements of TFRS 13 “Fair Value Measurement” to use internally consistent cash flows and discount rates and enables entities to determine whether to use pre-tax or post-tax cash flows and discount rates for the most appropriate fair value measurement. The amendment is applied prospectively.

Thai Financial Reporting Standard No. 3 “Business Combinations” (TFRS 3)

The amendments update TFRS 3 so that it refers to the Conceptual Framework which is currently effective. In addition, they also add to TFRS 3 a requirement that, for obligations within the scope of TAS 37, an acquirer applies TAS 37 to determine whether at the acquisition date a present obligation exists as a result of past events. For a levy that would be within the scope of TFRIC 21 “Levies”, the acquirer applies TFRIC 21 to determine whether the obligating event that gives rise to a liability to pay the levy has occurred by the acquisition date. The amendments also add an explicit statement that an acquirer does not recognize contingent assets acquired in a business combination.

Thai Financial Reporting Standard No. 9 “Financial Instruments” (TFRS 9)

The amendment clarifies that in applying the “10 per cent” test to assess whether to derecognize a financial liability, an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other’s behalf. The amendment is applied prospectively to modifications and exchanges that occur on or after the date the entity first applies the amendment.

The Group’s management will adopt such TFRSs in the preparation of the Group’s financial statements when it becomes effective. The Group’s management is in the process to assess the impact of these TFRSs on the financial statements of the Group in the period of initial application.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended October 31, 2022.

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	
	Financial Statements 2023	2022	Separate Financial Statements 2023	2022
Purchases of property, plant and equipment which have not yet been paid	30,942	7,113	5,841	502
Transfer of property, plant and equipment to investment property	77	64,070	77	64,070
Transfer of property, plant and equipment to intangible assets	889	-	300	-
Transfer other current assets to other non-current assets	28,093	24,688	-	-

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

2023

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	Balance as at November 1, 2022	Financing cash flows	Non-cash changes	Balance as at January 31, 2023
Short-term borrowings from financial institutions	4,731,071	603,527	-	5,334,598
Short-term borrowings	8,100	3,000	-	11,100
Long-term debentures	2,648,672	-	108	2,648,780
Long-term borrowings	9,294,404	(510,000)	(218,387)	8,566,017
Lease liabilities	34,436	(3,768)	4,357	35,025
Total	<u>16,716,683</u>	<u>92,759</u>	<u>(213,922)</u>	<u>16,595,520</u>

	Unit : Thousand Baht			
	Separate Financial Statements			
	Balance as at November 1, 2022	Financing cash flows	Non-cash changes	Balance as at January 31, 2023
Short-term borrowings from financial institutions	2,550,000	1,050,000	-	3,600,000
Short-term borrowings	1,056,100	(231,000)	-	825,100
Long-term debentures	2,648,672	-	108	2,648,780
Long-term borrowings	8,294,404	(385,000)	(218,387)	7,691,017
Lease liabilities	270,508	(15,801)	7,637	262,344
Total	<u>14,819,684</u>	<u>418,199</u>	<u>(210,642)</u>	<u>15,027,241</u>

2022

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	Balance as at November 1, 2021	Financing cash flows	Non-cash changes	Balance as at January 31, 2022
Short-term borrowings from financial institutions	5,981,934	205,691	6,236	6,193,861
Short-term borrowings	7,100	-	-	7,100
Long-term debentures	5,647,601	-	397	5,647,998
Long-term borrowings	6,906,448	(374,310)	11,484	6,543,622
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 November 1, 2021	Financing cash flows	Non-cash changes	Balance as at January 31, 2022
Short-term borrowings from financial institutions	3,755,159	462,000	6,236	4,223,395
Short-term borrowings	409,100	54,500	-	463,600
Long-term debentures	5,647,601	-	397	5,647,998
Long-term borrowings	6,535,068	(360,000)	11,484	6,186,552
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>

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

Type of Transactions	Unit : Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Cash	2,087	1,931	1,099	583
Deposits at banks - Current accounts	233,436	25,051	83,215	6,004
Deposit at banks - Savings accounts	143,553	123,077	52,864	33,136
Deposits in transit	94,538	66,927	-	-
Total	<u>473,614</u>	<u>216,986</u>	<u>137,178</u>	<u>39,723</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		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
Trade and other current receivables				
Subsidiaries	-	-	294.79	983.89
Associates	1.14	0.46	1.14	0.46
Related parties	177.25	27.40	49.92	9.60
Total	178.39	27.86	345.85	993.95
Finance lease current receivable (see Note 7)				
Related parties	-	380.57	-	-
Short-term loans (see Note 8)				
Subsidiaries	-	-	193.82	193.23
Current portion of long-term loans (see Note 8)				
Subsidiaries	-	-	532.00	632.00
Other current assets				
Subsidiaries	-	-	16.18	32.75
Associates	-	5.50	-	5.50
Related parties	1.34	0.06	-	-
Total	1.34	5.56	16.18	38.25
Long-term loans (Excluded current portion)				
Subsidiaries	-	-	1,944.00	1,950.00
Other non-current assets				
Subsidiaries	-	-	3.27	3.27
Related parties	0.02	0.02	-	-
Total	0.02	0.02	3.27	3.27
Trade and other current payables				
Subsidiaries	-	-	192.02	75.82
Associates	0.02	-	-	-
Related parties	213.67	3.55	129.57	-
Total	213.69	3.55	321.59	75.82
Other accrued expenses (included in other payables)				
Subsidiaries	-	-	63.78	14.28
Current portion of lease liabilities				
Subsidiaries	-	-	37.08	36.60
Short-term borrowings				
Subsidiaries	-	-	814.00	1,048.00
Related parties	11.10	8.10	11.10	8.10
Total	11.10	8.10	825.10	1,056.10

Type of Balances	Unit : Million Baht			
	Consolidated		Separate	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
Lease liabilities				
Subsidiaries	-	-	210.18	219.64
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, 2023 and October 31, 2022, short-term loans to subsidiaries represented promissory notes receivable on demand, carrying interest rates at 1.44% - 2.05% per annum and 1.30% per annum, respectively.

As at January 31, 2023 and October 31, 2022, long-term loans to subsidiaries represented loans with maturity date within 2023 - 2030 carrying the interest rates at 2.90% - 4.10% per annum and 2.28% - 3.90% per annum, respectively.

As at January 31, 2023 and October 31, 2022, short-term borrowings from subsidiaries and related parties represented promissory notes payable on demand, carrying the interest rates at 1.44% - 1.75 % per annum and 1.33% - 1.35% per annum, respectively.

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

Type of Transactions	Unit : Million Baht			
	Consolidated		Separate	
	2023	2022	2023	2022
Revenues from sales and rendering of services				
Subsidiaries	-	-	403.92	286.55
Related parties	214.59	379.76	58.37	186.97
Total	214.59	379.76	462.29	473.52
Cost of sales and rendering of services				
Subsidiaries	-	-	315.79	239.61
Related parties	9.24	5.14	-	-
Total	9.24	5.14	315.79	239.61
Interest income from finance leases				
Related parties	-	4.83	-	-
Other incomes				
Subsidiaries	-	-	26.35	23.41
Associates	0.01	2.39	0.01	2.39
Related parties	1.59	2.80	1.03	2.12
Total	1.60	5.19	27.39	27.92
Dividend incomes				
Associates	-	160.02	-	160.02
Total	-	160.02	-	160.02
Distribution costs				
Subsidiaries	-	-	3.89	1.24
Associates	0.27	3.46	-	1.25
Total	0.27	3.46	3.89	2.49

Type of Transactions	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	2023	2022	2023	2022
Administrative expenses				
Subsidiaries	-	-	0.68	0.20
Related parties	4.41	4.45	1.75	1.91
Related juristic person	2.71	7.50	2.46	6.86
Total	<u>7.12</u>	<u>11.95</u>	<u>4.89</u>	<u>8.97</u>
Financial costs				
Subsidiaries	-	-	3.49	6.42
Related juristic person	0.03	0.01	0.03	0.01
Total	<u>0.03</u>	<u>0.01</u>	<u>3.52</u>	<u>6.43</u>
Management compensation				
Short-term employee benefits	24.69	22.65	11.25	10.40
Post-employment benefits	0.46	0.38	0.13	-
Total	<u>25.15</u>	<u>23.03</u>	<u>11.38</u>	<u>10.40</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	Common mutual directors
KSL Tower Juristic Person office	Related Juristic Person	Shared owner of office building
BBGI Bio Ethanol Public Company Limited	Related party	Common shareholder and mutual directors
BBGI Bio Ethanol (Chachoengsao) Co., Ltd.	Related party	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:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	January 31, 2023	October 31, 2022	January 31, 2023	October 31, 2022
Trade receivables	548,067	434,282	113,347	122,638
Current farmer receivables	424,596	341,536	313,530	288,555
Receivables from the Office of the Cane and Sugar Fund	53,019	26,591	-	-
Other receivables	46,855	92,145	259,962	30,729
Advance payment for shares	-	-	949,702	938,113
Prepaid expenses	47,739	67,089	34,066	24,229
Advance payments	2,520	7,079	945	464
Accrued income	187,534	89,486	45,978	67,576
Total trade and other current receivables	<u>1,310,330</u>	<u>1,058,208</u>	<u>1,717,530</u>	<u>1,472,304</u>

6.1 Trade receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	January 31, 2023	October 31, 2022	January 31, 2023	October 31, 2022
Related parties	177,032	27,250	93,220	29,171
Others	371,035	407,032	20,127	93,467
Total trade receivables	<u>548,067</u>	<u>434,282</u>	<u>113,347</u>	<u>122,638</u>

Aging analysis for trade receivables are as follows:

6.1.1 Trade receivables - related parties

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
Domestic trade receivables				
Not yet due	176,957	25,794	89,900	22,916
Overdue not over 3 months	75	1,456	3,320	6,255
Total trade receivables - related parties	<u>177,032</u>	<u>27,250</u>	<u>93,220</u>	<u>29,171</u>

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

6.1.2 Trade receivables - others

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
Business are to manufacture and distribute sugar and molasses				
Domestic trade receivables				
Not yet due	165,507	127,011	17,200	51,208
Overdue not over 3 months	25,837	30,719	2,927	15,658
Total	<u>191,344</u>	<u>157,730</u>	<u>20,127</u>	<u>66,866</u>
Foreign trade receivables				
Not yet due	-	32,673	-	15,349
Overdue not over 3 months	-	48,395	-	11,252
Total	<u>-</u>	<u>81,068</u>	<u>-</u>	<u>26,601</u>
Total of business are to manufacture and distribute sugar and molasses	<u>191,344</u>	<u>238,798</u>	<u>20,127</u>	<u>93,467</u>
Manufacture and distribution of electricity				
Domestic trade receivables				
Not yet due	123,374	111,734	-	-
Overdue not over 3 months	52,462	53,065	-	-
Total of business of manufacturing and distributing of electricity	<u>175,836</u>	<u>164,799</u>	<u>-</u>	<u>-</u>
Other business				
Domestic trade receivables				
Not yet due	1,668	1,021	-	-
Overdue not over 3 months	261	872	-	-
Overdue over 3 months and not over 6 months	582	715	-	-
Overdue over 6 months and not over 12 months	1,344	827	-	-
Total other business	<u>3,855</u>	<u>3,435</u>	<u>-</u>	<u>-</u>
Total trade receivables - others	<u>371,035</u>	<u>407,032</u>	<u>20,127</u>	<u>93,467</u>

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

6.2 Current farmer receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	January 31, 2023	October 31, 2022	January 31, 2023	October 31, 2022
Cane receivables				
Season 2021/2022	3,835	4,700	3,835	4,142
Season 2020/2021	13,818	15,167	12,963	14,174
Season 2019/2020	24,487	25,776	3,008	3,188
Season 2018/2019	38,081	38,932	7,880	7,947
Season 2017/2018	8,833	8,900	5,128	5,181
Before Season 2017/2018	134,385	134,674	39,239	39,242
Total cane receivables	<u>223,439</u>	<u>228,149</u>	<u>72,053</u>	<u>73,874</u>
Advance payment for purchases of cane				
Season 2023/2024	47,411	-	34,972	-
Season 2022/2023	377,185	341,536	278,558	288,555
Total advance payment for purchases of cane	<u>424,596</u>	<u>341,536</u>	<u>313,530</u>	<u>288,555</u>
Receivables from fuel oil, fertilizer and other services	<u>16,252</u>	<u>16,971</u>	<u>14,862</u>	<u>15,581</u>
Total	664,287	586,656	400,445	378,010
<u>Less</u> Allowance for expected credit loss	<u>(151,244)</u>	<u>(153,764)</u>	<u>(44,083)</u>	<u>(44,880)</u>
Total farmer receivables	513,043	432,892	356,362	333,130
<u>Less</u> Non-current portion	<u>(88,447)</u>	<u>(91,356)</u>	<u>(42,832)</u>	<u>(44,575)</u>
Total current farmer receivables	<u>424,596</u>	<u>341,536</u>	<u>313,530</u>	<u>288,555</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	As at	As at	As at
	January 31, 2023	October 31, 2022	January 31, 2023	October 31, 2022
Receivables from compensation for sugar cane prices	35,352	-	-	-
Receivables from compensation for production and distribution of sugar	<u>26,591</u>	<u>132,794</u>	<u>-</u>	<u>64,113</u>
Total	61,943	132,794	-	64,113
<u>Add</u> Receivables from compensation for protection and disruption of sugar 2021/2022	-	14,914	-	-
<u>Offset</u> Contribution to the Cane and Sugar Fund	<u>(8,924)</u>	<u>(121,117)</u>	<u>-</u>	<u>(64,113)</u>
Total current receivables from the Office of the Cane and Sugar Fund	<u>53,019</u>	<u>26,591</u>	<u>-</u>	<u>-</u>

On April 4, 2022, 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 production season 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 2020/2021 in the amount of Baht 19.29 million in the separate financial statements and in the amount of Baht 38.14 million in the consolidated financial statements.

On June 1, 2022, 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 2021/2022 production season at the rate of Baht 20 per ton cane in the separate financial statements amounting to Baht 44.82 million and in the consolidated financial statements amounting to Baht 82.98 million 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.

During the year 2022, 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 2021/2022 production season at the rate of Baht 20 per ton cane and divided repayment terms equal with 4 periods in June, August, October and December, in the consolidated financial statements amounting to Baht 131.30 million 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. In December 2022, outstanding balance owed by the subsidiaries have offset with the amounts payable amounting to Baht 8.92 million.

As at October 31, 2022, the Company and subsidiaries expect to receive compensation from the Office of the Cane and Sugar Fund, since the Group expects that in the 2021/2022 harvesting years the final sugar cane price and the final compensation for the production and distribution of sugar will be less than the initial sugar cane price and the initial compensation for the production and distribution of sugar. In accordance with Section 56 of the Cane and Sugar Act B.E. 2527, the Cane and Sugar Fund is to pay compensation to the Company and subsidiaries at an amount equal to the difference, and the sugar cane planters do not have to return the excess amount of the sugar cane price received.

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. On July 20, 2022, the related party has notified their intention to purchase and request the transfer of all assets within November 2022. All assets were transferred in November 2022. Finance lease receivable is as follows:

	Unit : Thousand Baht Consolidated Financial Statements	
	As at January 31, 2023	As at October 31, 2022
	Within 1 year	-
Over 1 year - 5 years	-	408,640
	<u>-</u>	<u>427,990</u>
<u>Less</u> Unearned interest income	-	(47,416)
	<u>-</u>	<u>380,574</u>
<u>Less</u> Current portion (see Note 5.1)	-	(380,574)
Total	<u>-</u>	<u>-</u>

8. SHORT-TERM LOANS

Short-term loans consisted of:

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
	Short-term loans to subsidiaries and related parties (see Note 5.1)	-	-	193,824
Short-term loans to others	48,600	-	-	-
Short-term loans to farmers	233,694	495,099	119,341	241,870
Current portion of long-term loans to subsidiaries (see Note 5.1)	-	-	532,000	632,000
Current portion of long-term loans to others	14,900	14,600	13,900	13,600
Current portion of loans for cane plantation development	<u>125,567</u>	<u>114,150</u>	<u>49,684</u>	<u>37,000</u>
Total short-term loans	<u>422,761</u>	<u>623,849</u>	<u>908,749</u>	<u>1,117,703</u>

As at January 31, 2023 and October 31, 2022, short-term loans to farmers in the consolidated financial statement of Baht 156.48 million and Baht 393.82 million, respectively, and in the separate financial statements of Baht 119.34 million and Baht 241.87 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 as at January 31, 2023 and October 31, 2022 of Baht 77.21 million and Baht 101.28 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, 2023, are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value	52,849	-
Loss on arising from changes in fair values	(5,328)	-
Additional plantation costs during the period	22,015	-
Decrease from harvesting during the period	(18,330)	-
Decrease from sales during the period	(5,101)	-
Ending book value	46,105	-

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, 2023			As at October 31, 2022		
	Share Capital		%		Investment Cost	Dividend for the period	Investment Cost	Equity	Dividend for the year	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022						
	As at January 31, 2023	As at October 31, 2022	%	%	Cost	Equity	Cost	Equity	for the year	
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	609,168	-	90,267	605,635	18,260
T S G Trading Co., Ltd.*	-	50,000	-	4.11	-	-	-	2,061	2,061	-
T S Oil Industry Co., Ltd.*	-	300,000	-	0.62	-	-	-	1,855	1,485	370
T S Flour Mill Public Company Limited*	398,664	398,664	0.07	0.07	391	28	-	391	28	58
T S Warehouse Co., Ltd.*	-	12,500	-	4.02	-	-	-	509	317	-
T S Transport and Logistic Co., Ltd.*	-	400,000	-	10.12	-	-	-	40,508	40,508	-
BBGI Public Company Limited	3,615,000	3,615,000	29.88	29.88	3,529,058	3,945,800	-	3,529,058	4,153,010	246,446
Total					3,619,716	4,554,996	-	3,664,649	4,803,044	265,134

Separate Financial Statements

Company Name	Paid-up Share Capital		Percentage of Shareholding		Investment Cost		Dividend	
	Share Capital		%		As at January 31, 2023	As at October 31, 2022	For the period ended January 31, 2023	For the year ended October 31, 2022
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022				
	As at January 31, 2023	As at October 31, 2022	%	%	Cost	Equity	Cost	Equity
Thai Sugar Terminal Public Company Limited	191,664	191,664	23.82	23.82	90,267	90,267	-	18,260
T S G Trading Co., Ltd.*	-	50,000	-	4.11	-	2,061	-	-
T S Oil Industry Co., Ltd.*	-	300,000	-	0.62	-	1,855	-	370
T S Flour Mill Public Company Limited*	398,664	398,664	0.07	0.07	391	391	-	58
T S Warehouse Co., Ltd.*	-	12,500	-	4.02	-	509	-	-
T S Transport and Logistic Co., Ltd.*	-	400,000	-	10.12	-	40,508	-	-
BBGI Public Company Limited	3,615,000	3,615,000	29.88	29.88	3,529,058	3,529,058	-	246,446
Total					3,619,716	3,664,649	-	265,134

* 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										
2022										
Thai Sugar Terminal Public Company Limited*	23.82	1,683	4,280	5,963	1,550	455	2,005	2,617	2,436	181
BBGI Public Company Limited*	29.88	5,138	8,968	14,106	1,467	2,358	3,825	13,419	13,322	97
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

* The associates have accounting periods ended December 31.

On March 14, 2022, BBGI Public Company Limited (“BBGI”) completed its Initial Public Offering (“IPO”) by issuing 433.20 million new ordinary shares with an offering price of Baht 10.50 per share (par value of Baht 2.50 per share and share premium of Baht 8.00 per share) amounting to Baht 4,549 million. The associate registered the increase in paid-up capital with the Ministry of Commerce on March 15, 2022. The associate’s shares has been trading on the Security Exchange of Thailand (SET) since March 17, 2022. As a result of IPO, the Company’s ownership interest in the associate decreased from 40.00% to 28.02%. As a result, the Company recognized profit from the change of proportion as other income in the consolidated financial statements for the years ended October 31, 2022, amounting to Baht 58.13 million. In addition, in March 2022, the Company purchased additional ordinary shares of BBGI Public Company Limited which resulted in the Company’s ownership interest being 29.88%.

On May 11, 2022, the Board of Directors Meeting No. 4/2022 of BBGI Public Company Limited passed a resolution to approve the dividends from unappropriated retained earnings at Baht 0.15 per share. The dividends will be paid to shareholders of Baht 64.82 million on June 9, 2022.

On August 9, 2022, the Board of Directors Meeting No. 6/2022 of BBGI Public Company Limited passed a resolution to approve the interim dividends from the Company’s unappropriated retained earnings for the six-month period ended June 30, 2022, at Baht 0.05 per share. The dividends will be paid to shareholders of Baht 21.61 million on September 7, 2022.

On February 16, 2023, the Board of Directors’ Meeting No.1/2023 of BBGI Public Company Limited passed a resolution to approve to pay dividends for the year 2022 at Baht 0.25 per share, which the company has paid interim dividends at Bath 0.20 per share. The final dividends payment of 2022 will be paid at Baht 0.05 per share to the shareholders who are entitled to receive dividends. The dividends payment is subject to the approval of the Annual General Meeting of Shareholders on April 5, 2023. The dividends will be paid to shareholders of Baht 21.61 million on May 3, 2023.

The Board of Directors’ Meeting No. 1/2022-2023 of the Company held on December 23, 2022 had a resolution to approve the Company’s shares in the subsidiaries of Thai Sugar Terminal Public Company Limited, consisted of T S G Trading Co., Ltd., T S Oil Industry Co., Ltd., T S Warehouse Co., Ltd. and T S Transport and Logistic Co., Ltd., as the associates, amounting to Baht 55.54 million, the Company sold shares to Thai Sugar Terminal Public Company Limited on December 29, 2022, and recognized gain from sale investments in the consolidated financial statements of Baht 11.17 million and in the separate financial statements of Baht 11.05 million.

11. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries consisted of:

Separate Financial Statements

Company Name	Paid-up		Percentage of		Investment Cost		Unit : Thousand Baht	
	Share Capital		Shareholding		As at	As at	Dividends	
	2023	2022	%	%	January 31, 2023	October 31, 2022	For the period ended January 31, 2023	For the year ended October 31, 2022
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	881,250	881,250	99.21	99.21	950,534	950,534	-	-
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	-	-
KSL Material Supplys Company Limited**	120,000	480,000	100.00	100.00	119,119	479,119	-	13,440
Khon Kaen Sugar Power Plant Company Limited	800,000	800,000	100.00	100.00	799,972	799,972	-	1,319,954
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	-	-
Savannah 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	100.00	100.00	1,711,617	1,711,617	-	-
Wynn In Trading Company Limited*	487,497	487,497	100.00	100.00	487,497	487,497	-	-
Total					6,727,807	7,087,807	-	1,333,394
<u>Less:</u> Allowance for impairment of investments					(2,027,374)	(2,027,374)	-	-
Total investments in subsidiaries					4,700,433	5,060,433	-	1,333,394

* 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% and KSL Agro & Trading Company Limited at 20%. Furthermore, Koh Kong Plantation Company Limited and Koh Kong Sugar Industry Company Limited has the condition to dissolve the Company if its loss exceed 75% of the registered share capital and could not solve the said loss within 1 year. As at January 31, 2023, loss of Koh Kong Plantation Company Limited exceeded 75% of the registered share capital. The Company's management temporarily suspends its operations to adjust the internal structure of the subsidiary and in the process of increasing the registered capital.

** In November 2022, KSL Material Supplys Company Limited registered to decrease the registered and paid-up share capital in the amount of Baht 360.00 million. The subsidiary has registered with the Department of Business Development on November 8, 2022.

12. TRADE AND OTHER NON-CURRENT RECEIVABLES

Trade and other non-current receivables consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
Trade receivables and other non-current receivables	39,588	39,912	3,928	3,928
Farmer receivables	239,691	245,120	86,915	89,455
Total	279,279	285,032	90,843	93,383
<u>Less</u> Allowance for expected credit loss	(181,472)	(184,830)	(48,011)	(48,808)
Total trade and other non-current receivables - net	97,807	100,202	42,832	44,575

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, 2023, are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value	6,296,687	2,179,171
Reclassifications	77	77
Additional	2,045	1,750
Ending book value	<u>6,298,809</u>	<u>2,180,998</u>

For the three-month periods ended January 31, 2023 and 2022, the Group recognized rental income from investment property of Baht 35.50 million and Baht 40.37 million, respectively, in the consolidated statements of profit or loss, and of Baht 10.74 million and Baht 10.53 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, 2023, are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value	24,139,188	8,515,387
Reclassifications/adjustments	(966)	(377)
Acquisition of assets (including construction in progress)	106,102	11,225
Transfer in - cost	71,300	-
Transfer out - cost	(71,300)	-
Cost of disposal/written off of assets	(57,721)	(19,297)
Accumulated depreciation - disposal/written off	26,475	18,796
Allowance for impairment - disposal/written off	7,083	-
Depreciation	(408,615)	(202,369)
Translation of financial statements differences	(240,431)	-
Ending book value	<u>23,571,115</u>	<u>8,323,365</u>

As at January 31, 2023 and October 31, 2022, buildings and structure of two foreign subsidiaries at book value of Baht 377.41 million and Baht 437.46 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, 2023 and October 31, 2022, assets at cost of Baht 6,796.41 million and Baht 6,630.04 million, respectively, in the consolidated financial statements, and of Baht 3,109.49 million and Baht 3,078.25 million, respectively, in the separate financial statements, were fully depreciated but still in use.

As at January 31, 2023 and October 31, 2022, land which is recorded at revaluation method has the net fair value of Baht 4,753.41 million and Baht 4,753.49 million, respectively, in the consolidated financial statements, and of Baht 1,415.15 million and Baht 1,415.23 million, respectively, in the separate financial statements. Such fair values of land were 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, 2023 and October 31, 2022, such land has cost of Baht 1,134.86 million and Baht 1,134.94 million, respectively, in the consolidated financial statements, and of Baht 439.00 million and Baht 439.08 million, respectively, in the separate financial statements.

15. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables consisted of:

	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements		Financial Statements	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
Trade payables - related parties	5,391	3,523	179,467	40,080
Trade payables - others	2,519,290	365,346	1,287,516	286,199
Advances received	425,747	129,897	184,397	75,386
Other accrued expenses	182,124	307,065	165,531	164,371
Payables for purchases of assets	65,424	75,254	6,250	11,190
Other payables	394,798	195,695	175,056	104,981
Total trade and other current payables	<u>3,592,774</u>	<u>1,076,780</u>	<u>1,998,217</u>	<u>682,207</u>

As at January 31, 2023, trade payables - others include payables from purchases of cane of the Company and its three subsidiaries for the production season 2022/2023 using the initial cane price for production season 2022/2023 announced by the Cane and Sugar Board dated February 6, 2023 of Baht 1,080.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. at Baht 64.80 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 2022/2023. Therefore, the Company and its subsidiaries recorded the provision for production costs of cane price as disclosed in Note 16 and calculated production costs and inventories of sugar produced in the production season 2022/2023 for the three-month period ended January 31, 2023, using the initial cane price for production season 2022/2023 at cane price of Baht 1,168.78 - 1,294.80 per ton with average sweetness level at 11.37 - 13.51 c.c.s.

16. PROVISION FOR PRODUCTION COSTS

As at January 31, 2023, 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	As at
	January 31,	October 31,
	2023	2022
Unsecured senior debt debentures	2,648,780	2,648,672
Net	<u>2,648,780</u>	<u>2,648,672</u>

Movements of long-term debentures in the consolidated and the separate financial statements for the three-month periods ended January 31, 2023, are as follows:

	Unit : Thousand Baht
	Consolidated/Separate
	Financial Statements
Beginning book value	2,648,672
Amortized debenture issuance expenses during the period	<u>108</u>
Ending book value	<u>2,648,780</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, 2022, 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, 2023, the credit rating of the debentures was not lower than the Company's credit rating.

18. LONG-TERM BORROWINGS

Long-term borrowings consisted of long-term borrowings from financial institutions in Baht and US dollar currencies 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,
	2023	2022	2023	2022
Borrowings	8,566,017	9,294,404	7,691,017	8,294,404
<u>Less</u> Current portion	<u>(2,645,000)</u>	<u>(2,535,000)</u>	<u>(2,395,000)</u>	<u>(2,285,000)</u>
Long-term borrowings - net	<u>5,921,017</u>	<u>6,759,404</u>	<u>5,296,017</u>	<u>6,009,404</u>

Movements of long-term borrowings for the three-month period ended January 31, 2023, are as follows:

	Consolidated	Unit : Thousand Baht
	Financial Statements	Separate
	Financial Statements	Financial Statements
Beginning balance at book value	9,294,404	8,294,404
Repayment during the period	(510,000)	(385,000)
Exchange rates adjustment	<u>(218,387)</u>	<u>(218,387)</u>
Ending balance at book value	<u>8,566,017</u>	<u>7,691,017</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,
	2023	2022	2023	2022
	% p.a.	% p.a.	% p.a.	% p.a.
Borrowings - Baht currency	2.34 - 3.15	1.975 - 3.25	2.34 - 3.15	1.975 - 3.25
Borrowings - USD currency	2.85	2.85	2.85	2.85

Maturities of long-term borrowings are as follows:

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
Within 1 year	2,645,000	2,535,000	2,395,000	2,285,000
Over 1 year - 5 years	5,921,017	6,759,404	5,296,017	6,009,404
	<u>8,566,017</u>	<u>9,294,404</u>	<u>7,691,017</u>	<u>8,294,404</u>

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

Credit Limit	Balances		Interest rate p.a.	Principal repayment	Interest payment	Commencing repayment	Maturity
	As at January 31, 2023 Thousand Baht	As at October 31, 2022 Thousand Baht					
The Company							
THB Currency							
1. Baht 1,000 million	150,000	150,000	Fixed rate	Semi-annual	Monthly	April 2018	October 2023
2. Baht 1,000 million	-	100,000	Fixed rate	Semi-annual	Monthly	June 2018	December 2022
3. Baht 1,000 million	100,000	200,000	MLR - Fixed rate	Semi-annual	Monthly	November 2018	May 2023
4. Baht 1,000 million	200,000	200,000	MLR - Fixed rate	Semi-annual	Monthly	March 2019	September 2023
5. Baht 1,000 million*	223,000	223,000	AMLR - Fixed rate	Semi-annual	Quarterly	August 2019	August 2023
6. Baht 1,000 million*	230,000	340,000	AMLR - Fixed rate	Semi-annual	Quarterly	January 2020	January 2024
7. Baht 1,000 million*	340,000	340,000	AMLR - Fixed rate	Semi-annual	Quarterly	February 2020	February 2024
8. Baht 2,000 million	1,825,000	1,900,000	Fixed rate Year 1-3 Fixed rate Year 4-5 THOR +	Semi-annual	Monthly	January 2022	July 2025
9. Baht 1,750 million	1,750,000	1,750,000	Fixed rate	Semi-annual	Monthly	April 2023	October 2026
10. Baht 500 million	500,000	500,000	Fixed rate	Semi-annual	Monthly	February 2023	August 2025
11. Baht 1,000 million	1,000,000	1,000,000	THOR + Fixed rate	Semi-annual	Quarterly	March 2023	March 2027
USD Currency							
12. USD 48.08 million**	<u>1,373,017</u>	<u>1,591,404</u>	LIBOR + Fixed rate	Semi-annual	Semi-annual	September 2021	March 2024
	<u>7,691,017</u>	<u>8,294,404</u>					
The Subsidiary							
THB Currency							
13. Baht 1,000 million			Year 1-3 Fixed rate Year 4 MLR - Fixed rate	Semi-annual	Monthly	January 2023	July 2026
	<u>875,000</u>	<u>1,000,000</u>					
	<u>875,000</u>	<u>1,000,000</u>					
Grand Total	8,566,017	9,294,404					
Less Current portion	<u>(2,645,000)</u>	<u>(2,535,000)</u>					
Net	<u>5,921,017</u>	<u>6,759,404</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 and interest rate 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 condition as at October 31 of each year, which the Company and its subsidiaries have to maintain the debt with interest-to-equity ratio. For the long-term loan agreement of a subsidiary, there is a condition requiring the Company to maintain its shareholding ratio in that subsidiaries and debt service coverage ratio. As at October 31, 2022, 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	
	Financial Statements		Separate	
	As at January 31, 2023	As at October 31, 2022	As at January 31, 2023	As at October 31, 2022
Lease liabilities	38,579	37,975	346,740	359,918
<u>Less</u> Deferred interest expenses	<u>(3,554)</u>	<u>(3,539)</u>	<u>(84,396)</u>	<u>(89,410)</u>
Total	35,025	34,436	262,344	270,508
<u>Less</u> Current portion	<u>(12,689)</u>	<u>(12,314)</u>	<u>(43,101)</u>	<u>(42,319)</u>
Lease liabilities - net	22,336	22,122	219,243	228,189

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

20.1 Income tax expense

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

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	2023	2022	2023	2022
<u>Current income tax</u>				
Current income tax expense	57,054	2,294	-	-
<u>Deferred income tax</u>				
Deferred income tax expense and temporary differences	46,875	61,127	40,230	24,851
Total	103,929	63,421	40,230	24,851

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

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	2023	2022	2023	2022
Profit before income tax expense				
- Promoted sectors-exempted from income tax	-	1,544	-	-
- Promoted sectors-exempted from income tax at 50% of income tax rate	227,892	43,649	-	-
- Non-promoted sectors	420,774	355,604	210,063	293,611
Total profit before income tax expense	648,666	400,797	210,063	293,611
Statutory tax rates (%)	20	20	20	20
Income tax expense				
- Promoted sectors - exempted from income tax at 50% of income tax rate	22,789	4,365	-	-
- Non-promoted sectors	84,155	71,121	42,013	58,722
Total income tax	106,944	75,486	42,013	58,722
Effect on income tax from the difference between the accounting base and the tax base	(51,085)	(73,192)	(42,013)	(58,722)
	55,859	2,294	-	-
Prior year income tax expense	1,195	-	-	-
Deferred income tax expense	46,875	61,127	40,230	24,851
Income tax expense	103,929	63,421	40,230	24,851
Effective tax rates (%)	16.02	15.82	19.15	8.46

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, 2023	October 31, 2022	January 31, 2023	October 31, 2022
Deferred tax assets - net				
Non-current provision for employee benefit	129	148	-	-
Gain on asset revaluation	(282)	-	-	-
Loss carried forward	1,156	1,123	-	-
Others	2,934	-	-	-
Deferred tax assets - net	<u>3,937</u>	<u>1,271</u>	<u>-</u>	<u>-</u>

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

	Unit : Thousand Baht	
	Consolidated	
	Financial Statements	Financial Statements
	2023	2022
The following deferred tax assets have not been recognized		
Temporary differences	(108,241)	(58,874)
Loss carried forward	235,977	199,798
	<u>127,736</u>	<u>140,924</u>

As at January 31, 2023, 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 235.98 million, will be matured by the years 2024 to 2028.

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, 2023	October 31, 2022	January 31, 2023	October 31, 2022
Deferred tax liabilities - net				
Allowance for expected credit loss	(59,716)	(60,083)	(13,135)	(13,326)
Allowance for diminution in value of inventories	(2,468)	(3,533)	-	-
Allowance for impairment in investments in subsidiaries	-	-	(405,475)	(405,475)
Non-current provision for employee benefits	(42,868)	(42,277)	(15,187)	(14,957)
Gain on asset revaluation	745,891	746,173	200,540	200,540
Loss carried forward	(451,342)	(526,719)	(439,072)	(487,750)
Depreciation	331,165	341,641	188,346	199,804
Change in fair value of investment properties	739,069	735,818	366,160	365,259
Change in fair value of biological assets	(3,115)	(2,603)	-	-
Gain from amalgamation	482,573	482,573	482,573	482,573
Others	(23,550)	(67,277)	(5,702)	(70,236)
Deferred tax liabilities - net	<u>1,715,639</u>	<u>1,603,713</u>	<u>359,048</u>	<u>256,432</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	
	2023	2022
For the three-month periods ended January 31,	5,110	2,742

22. EXPENSES BY NATURE

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

	Unit : Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Raw material and supply used	6,126,377	6,920,363	4,161,334	5,110,680
Purchases of finished goods and supply	150,159	129,301	297,718	203,260
Changes in finished goods and goods in process	(4,545,112)	(5,417,209)	(3,378,673)	(4,437,491)
Salaries, wages and other employee benefits	425,670	555,755	206,484	260,625
Depreciation and amortization	413,968	412,734	215,432	204,304
Maintenance expenses	205,833	225,939	47,042	89,900
Transportation expenses	99,273	84,674	63,686	42,824
Finance costs	105,306	101,783	98,182	98,948

23. BASIC EARNINGS PER SHARE

The calculations of basic earnings per share were based on dividing the profit 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, 2023 and 2022. Basic earnings per share for the three-month periods ended January 31, are as follows:

2023

	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	537,635	4,410,233	<u>0.122</u>	169,833	4,410,233	<u>0.039</u>

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>

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, 2023, 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, 2023 and 2022, 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 two overseas customers, which are the international sugar traders, in manufacture and distribution of Sugar and Molasses sector in the amount of Baht 1,262.02 million and Baht 1,082.04 million, respectively.
- Revenue from a single customer in Thailand in electricity sector in the amount of Baht 312.70 million and Baht 251.17 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	
	2023		2022		2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai
Net revenue from operation - external	3,043	73	2,905	24	358	303	26	31	227	163	-	-	3,727	3,426
Net revenue from operation - internal	1,081	-	740	-	670	457	-	-	106	112	(1,857)	(1,309)	-	-
Total	4,124	73	3,645	24	1,028	760	26	31	333	275	(1,857)	(1,309)	3,727	3,426
Gross profit	591	30	489	11	258	73	12	21	50	30	32	6	973	630
Other income													70	57
Distribution, administrative expenses and others													(324)	(242)
Finance income	50	2	45	2	1	-	-	-	-	5	(26)	(23)	27	29
Finance costs	(112)	(6)	(111)	(10)	(12)	(5)	(6)	(2)	-	(3)	31	29	(105)	(102)
Share of profit of investment in associates													8	28
Income tax expense													(104)	(63)
Net profit													545	337
<u>Less</u> Profit for the periods of non-controlling interest													(7)	(5)
Profit for the periods to owners of the parent													538	332
Depreciation	(314)	(19)	(319)	(14)	(89)	(88)	-	-	(2)	(2)	10	10	(414)	(413)

Consolidated Statements of Financial Position

As at January 31, 2023 and October 31, 2022

Trade and other current receivables	2,689	29	2,273	38	735	265	6	11	14	28	(2,163)	(1,557)	1,310	1,058
Inventories	6,073	261	2,271	104	323	266	-	-	145	128	-	(29)	6,802	2,740
Property, plant and equipment	15,472	2,330	15,732	2,606	6,103	6,134	116	120	96	97	(546)	(550)	23,571	24,139
Central assets	15,510	156	16,505	183	145	234	4,771	4,770	564	840	(8,171)	(8,819)	12,975	13,713
Total Assets	39,744	2,776	36,781	2,931	7,306	6,899	4,893	4,901	819	1,093	(10,880)	(10,955)	44,658	41,650
Total Liabilities	23,160	2,124	20,761	2,018	2,017	1,831	1,016	1,019	170	85	(5,537)	(5,427)	22,950	20,287

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	
		2023		2022		2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
		Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai	2023	2022	2023	2022
At a point in time		4,124	73	3,645	24	947	672	-	-	290	245	(1,748)	(1,202)	3,686	3,384
Overtime		-	-	-	-	81	88	26	31	43	30	(109)	(107)	41	42
	Total	4,124	73	3,645	24	1,028	760	26	31	333	275	(1,857)	(1,309)	3,727	3,426

25. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENT

As at January 31, 2023 and October 31, 2022, 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 10,178.22 million and Baht 5,710.71 million, respectively, and in the separate financial statements amounting to Baht 6,726.23 million and Baht 4,674.55 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,
	2023	2022	2023	2022
For the production season 2023/2024	23.27	-	22.49	-
For the production season 2022/2023	188.20	467.03	96.75	241.87

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 Naphong 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.

On November 11, 2022, the subsidiary amended its EGAT electricity sale-purchase agreement to buy additional electricity at the volume of 5 Megawatt at the mutually-agreed price as stipulated in the agreement. The period is from November 15, 2022 to December 31, 2024 or the expiration of the contractual term, whichever occurs first.

- 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.

On August 18, 2022, the subsidiary amended its PEA electricity sale-purchase agreement to buy additional electricity from the volume of 2.12 Megawatt to the volume of 8 Megawatt at the mutually-agreed price as stipulated in the agreement. The agreement is ended December 31, 2024 or the expiration of the contractual term, whichever occurs first.

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

		Unit : Million						
		Consolidated Financial Statements						
		As at January 31, 2023			As at October 31, 2022			
Currency		Total	Utilized	Remaining	Total	Utilized	Remaining	
Commitments								
	Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	1,796.80	-	-	2,243.27	-
Credit facilities								
	Letters of guarantees (unspecified credit limit)	THB	-	67.54	-	-	67.54	-
	Letters of credit and trust receipts	THB	90.00	-	90.00	90.00	-	90.00
	Overdraft and short-term borrowings	THB	20,092.74	4,706.60	15,386.14	19,547.74	3,910.07	15,637.67
	Short-term borrowings	USD	0.50	-	0.50	0.50	-	0.50
	Joint credit line in short-term borrowings	THB	1,376.00	628.00	748.00	1,921.00	821.00	1,100.00
	Long-term borrowings	THB	7,193.00	7,193.00	-	7,703.00	7,703.00	-
	Long-term borrowings	USD	41.67	41.67	-	41.67	41.67	-

		Unit : Million						
		Separate Financial Statements						
		As at January 31, 2023			As at October 31, 2022			
Currency		Total	Utilized	Remaining	Total	Utilized	Remaining	
Commitments								
	Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	1,736.80	-	-	2,183.27	-
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	10,887.00	3,600.00	7,287.00	10,342.00	2,550.00	7,792.00
	Short-term borrowings	USD	0.50	-	0.50	0.50	-	0.50
	Joint credit line in short-term borrowings	THB	1,376.00	628.00	748.00	1,921.00	821.00	1,100.00
	Long-term borrowings	THB	6,318.00	6,318.00	-	6,703.00	6,703.00	-
	Long-term borrowings	USD	41.67	41.67	-	41.67	41.67	-

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, 2023 and October 31, 2022, the Company and its subsidiaries do not use those facilities.

As at January 31, 2023 and October 31, 2022, the Company and three subsidiaries have secured loans issued by a bank to farmers in the consolidated financial statements amounting to Baht 133.56 million and Baht 145.25 million, respectively, and in the separate financial statements amounting to Baht 13.03 million and Baht 14.58 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. For a long-term loan of a subsidiary, there is condition requiring the Company 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, 2023		As at October 31, 2022	
Currency		Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments
Construction and subcontract agreements	THB	36.03	19.77	43.56	24.74
Machine and equipment purchase agreements	THB	16.00	1.60	-	-
	USD	0.56	-	0.56	-
	EUR	-	-	0.02	0.01

		Unit : Million							
		Consolidated Financial Statements							
		Outstanding Contractual Commitments							
		As at January 31, 2023				As at October 31, 2022			
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	4.08	4.78	0.14	0.56	4.14	4.84

		Unit : Million			
		Separate Financial Statements			
		As at January 31, 2023		As at October 31, 2022	
Currency		Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments
Construction and subcontract agreements	THB	30.06	16.91	29.31	16.72
Machine and equipment purchase agreements	EUR	-	-	0.02	0.01

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, 2023 and October 31, 2022, 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, 2023 and October 31, 2022, the subsidiaries have already utilized the area of 9,133.03 hectares equal for both period. 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	As at
	January 31,	October 31,
	2023	2022
Other current financial assets		
Derivative assets designated as hedging instruments		
Foreign currency forward exchange contracts	423,921	-
Cross Currency and interest rate Swap contracts	92,393	309,132
Sugar future contracts	-	345,963
Total other current financial assets	516,314	655,095

	Unit : Thousand Baht	
	Consolidated/ Separate	
	Financial Statements	
	As at January 31, 2023	As at October 31, 2022
Other current financial liabilities		
Derivative liabilities designated as hedging instruments		
Foreign currency forward exchange contracts	-	514,632
Sugar future contracts	284,647	-
Foreign currency option and Sugar future option contracts	152	4,045
Interest rate swap contracts	27,005	38,900
Total other current financial liabilities	<u>311,804</u>	<u>557,577</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, 2023				
	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	-	-	-	143,553	143,553
Fixed account deposits	267	-	-	-	267
Loans for cane plantation development	135,319	55,064	5,860	718	196,961
Short-term loans to farmers	225,040	-	-	8,654	233,694
Short-term loans	48,600	-	-	-	48,600
Long-term loans	14,900	31,500	-	-	46,400
Other long-term investments	-	-	6,806	-	6,806
Total	<u>424,126</u>	<u>86,564</u>	<u>12,666</u>	<u>152,925</u>	<u>676,281</u>
Financial Liabilities					
Short-term borrowings from financial institutions	5,334,598	-	-	-	5,334,598
Short-term borrowings	11,100	-	-	-	11,100
Long-term debentures	-	1,998,932	649,848	-	2,648,780
Long-term borrowings	2,645,000	5,921,017	-	-	8,566,017
Lease liabilities	12,689	22,336	-	-	35,025
Total	<u>8,003,387</u>	<u>7,942,285</u>	<u>649,848</u>	<u>-</u>	<u>16,595,520</u>

Unit : Thousand Baht

Consolidated Financial Statements as at October 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	-	-	-	62,224	62,224
Fixed account deposits	267	-	-	-	267
Loans for cane plantation development	123,362	58,406	9,594	775	192,137
Short-term loans to farmers	487,239	-	-	7,860	495,099
Long-term loans	14,600	34,800	-	-	49,400
Other long-term investments	-	-	6,800	-	6,800
Total	<u>625,468</u>	<u>93,206</u>	<u>16,394</u>	<u>70,859</u>	<u>805,927</u>
Financial Liabilities					
Short-term borrowings from financial institutions	4,731,071	-	-	-	4,731,071
Short-term borrowings	8,100	-	-	-	8,100
Long-term debentures	-	-	2,648,672	-	2,648,672
Long-term borrowings	2,535,000	6,759,404	-	-	9,294,404
Lease liabilities	12,314	22,122	-	-	34,436
Total	<u>7,286,485</u>	<u>6,781,526</u>	<u>2,648,672</u>	<u>-</u>	<u>16,716,683</u>

Unit : Thousand Baht

Separate Financial Statements as at January 31, 2023

	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	-	-	-	52,864	52,864
Loans for cane plantation development	49,684	38,735	5,158	-	93,577
Short-term loans to farmers	119,341	-	-	-	119,341
Short-term loans	193,824	-	-	-	193,824
Long-term loans	545,900	1,851,500	120,000	-	2,517,400
Total	<u>908,749</u>	<u>1,890,235</u>	<u>125,158</u>	<u>52,864</u>	<u>2,977,006</u>
Financial Liabilities					
Short-term borrowings from financial institutions	3,600,000	-	-	-	3,600,000
Short-term borrowings	825,100	-	-	-	825,100
Long-term debentures	-	1,998,932	649,848	-	2,648,780
Long-term borrowings	2,395,000	5,296,017	-	-	7,691,017
Lease liabilities	43,101	219,243	-	-	262,344
Total	<u>6,863,201</u>	<u>7,514,192</u>	<u>649,848</u>	<u>-</u>	<u>15,027,241</u>

Unit : Thousand Baht

Separate Financial Statements as at October 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	-	-	-	6,948	6,948
Loans for cane plantation development	37,000	41,170	8,751	-	86,921
Short-term loans to farmers	241,870	-	-	-	241,870
Short-term loans	193,233	-	-	-	193,233
Long-term loans	645,600	800,800	1,180,000	-	2,626,400
Total	<u>1,117,703</u>	<u>841,970</u>	<u>1,188,751</u>	<u>6,948</u>	<u>3,155,372</u>
Financial Liabilities					
Short-term borrowings from financial institutions	2,550,000	-	-	-	2,550,000
Short-term borrowings	1,056,100	-	-	-	1,056,100
Long-term debentures	-	-	2,648,672	-	2,648,672
Long-term borrowings	2,285,000	6,009,404	-	-	8,294,404
Lease liabilities	42,319	228,189	-	-	270,508
Total	<u>5,933,419</u>	<u>6,237,593</u>	<u>2,648,672</u>	<u>-</u>	<u>14,819,684</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, 2023 and October 31, 2022, the significant assets and liabilities denominated in foreign currencies of the Company and its subsidiaries which the risk on exchange rates have not been hedged are as follows:

Currency	Consolidated Financial Statements				Separate Financial Statements			
	As at		As at		As at		As at	
	January 31, 2023		October 31, 2022		January 31, 2023		October 31, 2022	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
USD	0.07	1.06	2.51	1.18	27.28	-	31.04	-
YEN	-	2.50	-	6.50	-	-	-	-
RIEL	201.68	9.29	191.23	9.92	-	-	-	-
LAK	911.99	1,966.15	83.37	3,366.84	-	-	-	-

As at January 31, 2023 and October 31, 2022, 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, 2023	October 31, 2022	January 31, 2023	October 31, 2022		January 31, 2023	October 31, 2022	January 31, 2023	October 31, 2022
USD	180.51	192.22	-	-	THB	6,235.68	6,614.50	-	-

Net fair values of forward contracts as at January 31, 2023 and October 31, 2022, of the Company and its subsidiaries are as follows:

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	January 31, 2023	October 31, 2022	January 31, 2023	October 31, 2022
Gain (loss) on net fair values of forward contracts	423.92	(514.63)	-	-

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, 2023, 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	Fair value gain Million Baht
			Interest rate	Amount to receive Notional amount		
Long-term borrowings	March 2024	USD 41.47 million	Libor 6M+1.96%	Baht 1,300 million	2.85%	92.39

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 and for the effective portion of the contract that had not closed its positions, the change in fair value will be recognized in other comprehensive income.

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

	Consolidated Financial Statements		Unit : Million Baht Separate Financial Statements	
	2023	2022	2023	2022
	Loss on commodity swap contracts	-	(2.57)	-

Net fair values of Commodity Swap contracts as at January 31, 2023 and October 31, 2022 of the Company and its subsidiaries are as follows:

	Currency	Unit : Million Consolidated/ Separate Financial Statements	
		As at January 31, 2023	As at October 31, 2022
(Loss) gain on net fair values for commodity swap contracts	USD	(8.66)	9.08

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 investment, trade and other current receivables and short-term loans - the carrying amounts stated in the statements of financial position approximate their fair values due to the relatively short-term maturity of these financial instruments. Fair values of trade and other non-current receivables do not have significantly different from the carrying values stated in the statements of financial position.

The carrying amounts of long-term loans carrying interest at rates approximating the market rate, in the statement of financial position approximates their fair value.

Short-term borrowings from financial institutions, trade and other current payables, current portion long-term borrowings, short-term borrowings from subsidiaries and related parties, and other current liabilities - the carrying amounts stated in the statements of financial position of these financial liabilities approximate their fair values because of the short-term period to maturity of these financial instruments.

The carrying amounts of long-term borrowings from financial institutions with fixed and floating interest rate carrying interest at rates approximating the market rate, in the statement of financial position approximates their fair value.

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, 2023				
Financial liabilities				
Long-term debentures	2,649	2,454	Level 2	Calculated from the closing price of the last Bond Market Association Thailand at the last day.
As at October 31, 2022				
Financial liabilities				
Long-term debentures	2,649	2,373	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, 2023 and October 31, 2022.

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/ financial liabilities	Consolidated financial statements		Separate financial statements		Fair value hierarchy	Valuation techniques and key inputs for fair value measurement
	Fair value as at		Fair value as at			
	January 31, 2023	October 31, 2022	January 31, 2023	October 31, 2022		
	(Thousand Baht)		(Thousand Baht)			
<u>Financial assets</u>						
1. 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.
2. Marketable equity securities	196,797	198,371	196,797	198,371	Level 1	Use of quoted market prices in an active market for such assets or liabilities.
3. Investment in non-marketable equity securities	30,992	23,492	23,022	23,022	Level 3	Fair value of investment in non-marketable equity securities which is determined by net asset value.
4. Non-marketable debt securities	6,806	6,800	-	-	Level 3	Fair value of non-marketable debt securities which is determined by net asset value.
5. Foreign currency forward exchange contracts	423,921	-	423,921	-	Level 2	The estimated discounted cash flow The estimated future cash flows is from forward foreign currency exchange rates (from observable forward foreign currency exchange rates at the end of the reporting period) and contract forward rates, a discounted at market rate.
6. Cross currency and interest rate swap contracts	92,393	309,132	92,393	309,132	Level 2	The estimated discounted cash flows is from future cash payment and future cash receive which is discounted by observable yield curve.
7. Sugar future option contracts	-	345,963	-	345,963	Level 2	Discounted cash flow and adjust commodity price yield curves.
<u>Financial Liabilities</u>						
1. Foreign currency forward exchange contracts	-	514,632	-	514,632	Level 2	The estimated discounted cash flow The estimated future cash flows is from forward foreign currency exchange rates (from observable forward foreign currency exchange rates at the end of the reporting period) and contract forward rates, a discounted at market rate.
2. Foreign currency option and Sugar future option contracts	152	4,045	152	4,045	Level 2	Discounted cash flow and adjust commodity price yield curves.
3. Interest rate swap contracts	27,005	38,900	27,005	38,900	Level 2	The estimated discounted cash flows is from future cash payment and future cash receive which is discounted by observable yield curve.
4. Sugar future option contracts	284,647	-	284,647	-	Level 2	Discounted cash flow and adjust commodity price yield curves.

28. COMPARATIVE FINANCIAL INFORMATION FOR THE YEARS ENDED JANUARY 31, 2023 AND 2022

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, 2023 and 2022 as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at January 31,		As at January 31,	
	2023	2022	2023	2022
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	473,614	216,986	137,178	39,723
Trade and other current receivables	1,310,330	1,299,011	1,717,530	842,473
Short-term loans	422,761	382,457	908,749	1,300,254
Inventories	6,801,748	5,731,757	3,970,291	3,437,341
Current biological assets	46,105	42,437	-	-
Other current assets	557,188	191,294	532,934	150,490
Total Current Assets	<u>9,611,746</u>	<u>7,863,942</u>	<u>7,266,682</u>	<u>5,770,281</u>
NON-CURRENT ASSETS				
Investments in associates	4,554,996	4,576,419	3,619,716	3,380,459
Investments in subsidiaries	-	-	4,700,433	4,613,846
Long-term loans	102,894	113,295	2,015,393	2,347,322
Investment property	6,298,809	6,169,873	2,180,998	2,073,338
Property, plant and equipment	23,571,115	24,583,837	8,323,365	8,752,399
Other non-current assets	518,930	825,465	574,880	581,220
Total Non-current Assets	<u>35,046,744</u>	<u>36,268,889</u>	<u>21,414,785</u>	<u>21,748,584</u>
TOTAL ASSETS	<u>44,658,490</u>	<u>44,132,831</u>	<u>28,681,467</u>	<u>27,518,865</u>
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Short-term borrowings from financial institutions	5,334,598	6,193,861	3,600,000	4,223,395
Trade and other current payables	3,592,774	2,951,079	1,998,217	1,669,813
Current portion of long-term debentures	-	2,999,447	-	2,999,447
Current portion of long-term borrowings	2,645,000	1,764,240	2,395,000	1,707,000
Short-term borrowings	11,100	7,100	825,100	463,600
Current income tax payable	73,550	1,208	-	-
Provision for production costs	323,117	328,437	216,835	275,845
Other current liabilities	369,729	187,457	355,607	136,450
Total Current Liabilities	<u>12,349,868</u>	<u>14,432,829</u>	<u>9,390,759</u>	<u>11,475,550</u>
Total Non-current Liabilities	<u>10,600,081</u>	<u>9,095,603</u>	<u>8,620,841</u>	<u>7,597,750</u>
TOTAL LIABILITIES	<u>22,949,949</u>	<u>23,528,432</u>	<u>18,011,600</u>	<u>19,073,300</u>
TOTAL SHAREHOLDERS' EQUITY	<u>21,708,541</u>	<u>20,604,399</u>	<u>10,669,867</u>	<u>8,445,565</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>44,658,490</u>	<u>44,132,831</u>	<u>28,681,467</u>	<u>27,518,865</u>

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	for the years ended		Financial Statements	
	January 31,		for the years ended	
	January 31,		January 31,	
	2023	2022	2023	2022
Revenues from sales	16,480,525	11,996,421	9,516,215	6,014,212
Revenues from rendering services	149,882	144,413	44,855	33,349
Total revenues	<u>16,630,407</u>	<u>12,140,834</u>	<u>9,561,070</u>	<u>6,047,561</u>
Costs of the sales of goods	(13,424,588)	(10,636,549)	(7,945,599)	(5,404,945)
Costs of the rendering of services	(74,738)	(43,247)	(39,656)	(25,632)
Total costs	<u>(13,499,326)</u>	<u>(10,679,796)</u>	<u>(7,985,255)</u>	<u>(5,430,577)</u>
Gross profit	3,131,081	1,461,038	1,575,815	616,984
Other incomes	388,321	388,460	307,621	873,928
Dividend income	-	-	1,438,506	-
Contribution to the Cane and Sugar fund	-	(37,672)	-	(19,053)
Distribution costs	(448,808)	(345,885)	(279,390)	(214,510)
Administrative expenses	(841,629)	(775,081)	(339,530)	(199,391)
Net foreign exchange gain (loss)	10,463	(6,976)	131,415	93,485
Profit from operating activities	<u>2,239,428</u>	<u>683,884</u>	<u>2,834,437</u>	<u>1,151,443</u>
Finance incomes	103,822	91,899	122,216	124,244
Finance costs	(432,235)	(424,911)	(404,457)	(405,227)
Share of gain of an associates	56,243	419,605	-	-
Profit before income tax expense	1,967,258	770,477	2,552,196	870,460
Income tax expense	(431,047)	(135,553)	(218,892)	(110,845)
Profit for the year	<u>1,536,211</u>	<u>634,924</u>	<u>2,333,304</u>	<u>759,615</u>

29. EVENTS AFTER THE REPORTING PERIOD

The meeting of annual general shareholders for 2022 No. 1/2023 of the Company held on February 23, 2023, passed the resolution for the appropriation of profit for dividend payment of year 2022 in form of cash at Baht 0.07 per share to 4,410 million shares, at total amount not exceeding Baht 308.72 million, to the shareholders whose names are included in the shareholder register on March 3, 2023. The dividend payment shall be made on March 17, 2023 which inclusive of the interim dividend of Baht 0.03 per share amounting to Baht 132.31 million and represented a total dividend payment of Baht 0.10 per share amounting to Baht 441.02 million.

30. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements have been approved for issuance by the Company's Board of Directors on March 10, 2023.