

REVIEW REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT

To the Board of Directors of KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED

I have reviewed the accompanying consolidated and the separate balance sheets as at January 31, 2009, the related consolidated and the separate income statements, changes in shareholders' equity and cash flows for the three-month periods ended on January 31, 2009 and 2008 of KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED and its subsidiary companies and also of KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED only. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to report on these financial statements based on my review. I have not reviewed the financial statements of three foreign subsidiary companies which are consolidated in the said consolidated financial statements. As at January 31, 2009, the financial statements of the three foreign subsidiary companies present the total assets of Baht 3,981.96 million and for the period of three months ended on January 31, 2009 show the total incomes of Baht 16.14 million and total net loss of Baht 21.56 million. The financial statements of the three foreign subsidiary companies have been reviewed by other independent certified public accountant whose reports have been received by me and my report presentation in part relating to amounts has of various items of these three foreign subsidiary companies which are consolidated taken from the reports of that independent certified public accountant.

I conducted my review in accordance with the auditing standards applicable to review engagements. These standards require that I plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit in accordance with generally accepted auditing standards and accordingly, I do not express an opinion on the reviewed financial statements.

Based on my review and other auditor's reports, nothing has come to my attention that causes me to believe that the above financial statements are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

I used to audit the consolidated and the separate financial statements for the year ended on October 31, 2008 of KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED and its subsidiary companies and also of KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED only, in accordance with generally accepted auditing standards and gave an unqualified opinion as appeared in my report dated December 26, 2008. The consolidated and the separate balance sheets as at October 31, 2008, presented herein for comparison, are an integral part of the financial statements which I audited and reported thereon. I have not used any other auditing procedures subsequent to the date in that report.

SAM NAK-NGAN A.M.C. CO., LTD.

(Miss Praphasri Leelasupha)

Certified Public Accountant (Thailand), Registration No. 4664

Bangkok,

March 12, 2009

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS

As at January 31, 2009 and October 31, 2008

(Unit : Thousand Baht)

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		2009	2008	2009	2008
		Unaudited Limited Review Only	Audited	Unaudited Limited Review Only	Audited
<u>ASSETS</u>					
CURRENT ASSETS					
Cash and Cash Equivalent Items	5	1,577,610	507,380	852,994	18,062
Short-Term Investments-Net	6	924	1,333	-	-
Trade Accounts and Notes Receivable-Net	7	583,464	699,190	104,941	270,643
Trade Accounts Receivable-Subsidiary and Related Companies	4.1 and 8	260	2,846	36,734	12,053
Farmer Accounts Receivable-Net	9	78,951	29,542	-	-
Current Portion of Cane Growing Promotion Loans	17	19,913	28,600	-	-
Current Portion of Loans due from Related Individual	4.1	33,537	-	-	-
Short-Term Loans due from Related Companies	4.1	56,114	78,602	-	-
Short-Term Loans due from Farmers	10	360,889	318,828	245,879	85,834
Inventories-Net	11	3,554,053	1,888,932	1,683,307	803,371
Real Estate Development Cost	12	45,278	42,056	-	-
Machine Maintenance Supplies		245,842	234,448	104,897	104,305
Other Accounts Receivable-Cane Value-Net	13	394,701	394,701	227,783	227,783
Share Subscriptions Receivable-Subsidiary Company's Shareholders		-	151,787	-	-
Accrued Dividend Receivable from Subsidiary Companies	4.1	-	-	108,257	108,257
Other Current Assets		110,004	95,285	47,110	54,787
TOTAL CURRENT ASSETS		7,061,540	4,473,530	3,411,902	1,685,095
NON-CURRENT ASSETS					
Investment in Subsidiary and Associated Companies-Net	14	48,557	47,434	3,637,639	3,926,234
Other Long-Term Investments-Net	15	21,863	94,101	10,375	57,456
Deferred Cane Plantation Cost-Net	16	495,414	402,248	18,776	23,343
Cane Growing Promotion Loans-Net	17	82,002	80,002	-	-
Long-Term Loans due from Related Individual	4.1	134,147	-	-	-
Other Accounts Receivable Compensation for Sugar Production and Distribution	18	244,953	244,953	132,770	132,770
Property, Plant and Equipment-Net	19	12,045,857	11,298,389	3,015,885	2,979,900
Land not used in Operation-Net	20	311,717	305,505	98,282	98,282
Obligated Fixed Deposits		5,908	5,777	5,708	5,577
Other Non-Current Assets		33,350	32,883	148	148
TOTAL NON-CURRENT ASSETS		13,423,768	12,511,292	6,919,583	7,223,710
TOTAL ASSETS		20,485,308	16,984,822	10,331,485	8,908,805

Notes to financial statements are an integral part of these financial statements.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS

As at January 31, 2009 and October 31, 2008

(Unit : Thousand Baht)

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		2009	2008	2009	2008
		Unaudited Limited Review Only	Audited	Unaudited Limited Review Only	Audited
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>					
CURRENT LIABILITIES					
Bank Overdrafts and Short-Term Loans due to					
Financial Institutions	21	502,413	891,346	5,622	70,360
Other Short-Term Loans-Net	22	1,247,977	1,596,339	1,247,977	1,596,339
Trade Accounts and Notes Payable-Cane Purchase	23	1,542,865	290,747	783,818	115,531
Trade Accounts and Notes Payable		218,907	82,152	81,099	24,814
Trade Accounts and Notes Payable-Subsidiary and Related Companies	4.1	292	-	14,416	26,776
Current Portion of Long-Term Loans	28	104,500	102,250	-	-
Short-Term Loans due to Subsidiary Companies	4.1	-	-	158,000	279,000
Short-Term Loans due to Outside Person	24	33,000	-	-	-
Accrued Corporate Income Tax		272,671	142,678	99,237	37,708
Advance Received from Customers for Goods		47,958	101,917	28,300	8,983
Estimate of Accrued Manufacturing Expenses	25	300,658	-	213,758	-
Accrued Fee Payable to Cane and Sugar Fund	26	51,878	53,729	35,544	25,351
Accrued Stabilization Function Payment		39,134	30,833	19,341	15,186
Other Accrued Expenses		135,999	110,817	69,755	76,254
Accounts Payable-Assets		158,976	302,310	63,868	84,072
Other Accounts Payable		213,325	195,822	62,495	61,951
Other Current Liabilities		134,400	75,974	17,496	10,071
TOTAL CURRENT LIABILITIES		5,004,953	3,976,914	2,900,726	2,432,396
NON-CURRENT LIABILITIES					
Debentures-Net	27	2,274,708	1,496,342	2,274,708	1,496,342
Long-Term Loans-Net from Current Portion	28	2,129,194	1,029,497	-	-
Other Non-Current Liabilities		17,751	24,947	10,606	10,752
TOTAL NON-CURRENT LIABILITIES		4,421,653	2,550,786	2,285,314	1,507,094
TOTAL LIABILITIES		9,426,606	6,527,700	5,186,040	3,939,490

Notes to financial statements are an integral part of these financial statements.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS

As at January 31, 2009 and October 31, 2008

(Unit : Thousand Baht)

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		2009	2008	2009	2008
		Unaudited Limited Review Only	Audited	Unaudited Limited Review Only	Audited
SHAREHOLDERS' EQUITY					
Share Capital	29				
Authorized Share Capital :					
1,705,000,000 Ordinary Shares @ Baht 1.00 Par Value Each		1,705,000	1,705,000	1,705,000	1,705,000
Issued and Paid-Up Share Capital					
1,550,000,000 Ordinary Shares @ Baht 1.00 Par Value Each		1,550,000	1,550,000	1,550,000	1,550,000
Premium on Share Capital		1,554,617	1,554,617	1,554,617	1,554,617
Revaluation Surplus on Assets-Parent Company		1,274,689	1,296,881	1,274,689	1,296,881
Revaluation Surplus on Assets-Subsidiary Companies		175,477	135,063	-	-
Surplus from Internal Restructure of Entities under Common Control	31	1,785,824	1,842,877	-	-
Surplus from Changes in Shareholding Ratio in Subsidiary Companies		38,838	37,995	-	-
Unrealized Gain on Available-for-Sale Securities		1,490	978	2,291	1,725
Accumulated Result of Foreign Currency Translation Adjustment		1,086	(1,673)	-	-
Retained Earnings	32				
Appropriated					
Legal Reserve		162,620	162,620	162,620	162,620
Unappropriated		2,307,724	1,894,158	601,228	403,472
TOTAL SHAREHOLDERS' EQUITY OF PARENT COMPANY		8,852,365	8,473,516	5,145,445	4,969,315
Minority Shareholders' Equity		2,206,337	1,983,606	-	-
TOTAL SHAREHOLDERS' EQUITY		11,058,702	10,457,122	5,145,445	4,969,315
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		20,485,308	16,984,822	10,331,485	8,908,805

Notes to financial statements are an integral part of these financial statements.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

INCOME STATEMENTS

For the three-month periods ended on January 31, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
OPERATING REVENUES				
Sales and Services	2,501,200	2,165,955	1,265,716	1,159,787
Revenue from Sale of Fuel Oil, Fertiliser and other Supplies	60,166	112,284	33,752	52,127
TOTAL OPERATING REVENUES	2,561,366	2,278,239	1,299,468	1,211,914
COST OPERATING				
Cost of Sales and Services	1,602,913	1,695,304	852,746	1,028,388
Cost of Sales of Other Goods	53,259	107,131	28,465	48,099
TOTAL OPERATING COST	1,656,172	1,802,435	881,211	1,076,487
Gross Profit	905,194	475,804	418,257	135,427
Other Income	229,504	93,293	98,052	35,353
Profit Sharing from investment with record by equity method	1,123	1,222	-	-
Selling Expenses	(87,708)	(91,505)	(44,669)	(44,302)
Administrative Expenses	(179,340)	(150,911)	(59,805)	(53,432)
Fee Payable to Cane and Sugar Fund	(185,257)	(26,565)	(103,474)	(9,808)
Directors' Remuneration	(4,658)	(4,342)	(3,251)	(3,252)
Financial Expenses	(65,800)	(41,357)	(45,194)	(25,240)
NET PROFIT BEFORE CORPORATE INCOME TAX	613,058	255,639	259,916	34,746
CORPORATE INCOME TAX	(133,423)	(76,859)	(62,160)	(9,923)
NET PROFIT	479,635	178,780	197,756	24,823
PROFIT APPROPRIATION				
PROFIT OF SHAREHOLDERS OF THE COMPANY	413,566	173,568	197,756	24,823
NET PROFIT OF SUBSIDIARY COMPANY BELONGING TO THE COMPANY BEFORE SHARE ACQUISITION	-	251	-	-
PROFIT OF MINORITY SHAREHOLDERS	66,069	4,961	-	-
	479,635	178,780	197,756	24,823
EARNINGS PER SHARE OF KHON KAEN SUGAR INDUSTRY				
PUBLIC COMPANY LIMITED (UNIT : BAHT)	0.27	0.11	0.13	0.02
WEIGHTED AVERAGE NUMBER OF				
ORDINARY SHARES (UNIT : THOUSAND SHARES)	1,550,000	1,550,000	1,550,000	1,550,000

**Unaudited
Limited Review Only**

Notes to financial statements are an integral part of these financial statements.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the three-month periods ended on January 31, 2009 and 2008

Consolidated Financial Statements

(Unit : Thousand Baht)

	Issued and Paid-up Share Capital	Premium on Share Capital	Revaluation	Revaluation	Surplus from Internal	Surplus from Changes	Unrealized Gain	Accumulated Result	Retained Earnings		Total Shareholders of the Parent Company's Equity	Minority Shareholders' Equity	TOTAL
			Surplus on Assets- Parent Company	Surplus on Assets- Subsidiary Companies	Restructure of Entities under Common Control	in Shareholding Ratio in Subsidiary Companies	(Loss) on Available- for-Sale Securities	of Foreign Currency Translation Adjustment	Appropriated Legal Reserve	Unappropriated			
Balance as at October 31, 2008	1,550,000	1,554,617	1,296,881	135,063	1,842,877	37,995	978	(1,673)	162,620	1,894,158	8,473,516	1,983,606	10,457,122
Revaluation Surplus on Assets Increase during the Period (Net)	-	-	(572)	43,415	(13,686)	(4,469)	-	-	-	-	24,688	163,092	187,780
Depreciation Revaluation Surplus on Assets	-	-	(21,620)	(3,001)	(43,367)	(182)	-	-	-	-	(68,170)	(8,714)	(76,884)
Unrealized Gain(Loss)on Available-for-Sale Securities	-	-	-	-	-	-	512	-	-	-	512	(171)	341
Accumulated Result of Translation Adjustment	-	-	-	-	-	-	-	2,759	-	-	2,759	7,949	10,708
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	-	-	-	-	-	5,494	-	-	-	-	5,494	(5,494)	-
Total Unrealized Transactions in Income Statements	1,550,000	1,554,617	1,274,689	175,477	1,785,824	38,838	1,490	1,086	162,620	1,894,158	8,438,799	2,140,268	10,579,067
Net Profit for the Period	-	-	-	-	-	-	-	-	-	413,566	413,566	66,069	479,635
Balance as at January 31, 2009	1,550,000	1,554,617	1,274,689	175,477	1,785,824	38,838	1,490	1,086	162,620	2,307,724	8,852,365	2,206,337	11,058,702
Balance as at October 31, 2007	1,550,000	1,554,617	1,403,785	140,273	2,049,172	12,277	3,253	(5,084)	144,120	1,394,132	8,246,545	1,417,448	9,663,993
Revaluation Surplus on Assets Increase during the Period (Net)	-	-	(2,956)	120	(2,198)	-	-	-	-	-	(5,034)	(360)	(5,394)
Depreciation Revaluation Surplus on Assets	-	-	(21,942)	(1,188)	(45,803)	-	-	-	-	-	(68,933)	(7,734)	(76,667)
Unrealized Loss on Available-for-Sale Securities	-	-	-	-	-	-	(715)	-	-	-	(715)	(531)	(1,246)
Accumulated Result of Translation Adjustment	-	-	-	-	-	-	-	5,783	-	-	5,783	(949)	4,834
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	-	-	-	-	-	7,470	-	-	-	-	7,470	(7,470)	-
Total Unrealized Transactions in Income Statements	1,550,000	1,554,617	1,378,887	139,205	2,001,171	19,747	2,538	699	144,120	1,394,132	8,185,116	1,400,404	9,585,520
Net Profit for the Period	-	-	-	-	-	-	-	-	-	173,568	173,568	5,212	178,780
Increase in Minority Shareholders' Equity	-	-	-	-	-	-	-	-	-	-	-	282,079	282,079
Balance as at January 31, 2008	1,550,000	1,554,617	1,378,887	139,205	2,001,171	19,747	2,538	699	144,120	1,567,700	8,358,684	1,687,695	10,046,379

**Unaudited
Limited Review Only**

Notes to financial statements are an integral part of these financial statements.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the three-month periods ended on January 31, 2009 and 2008

Separate Financial Statements

(Unit : Thousand Baht)

	Issued and Paid-up Share Capital	Premium on Share Capital	Revaluation Surplus on Assets- Parent Company	Unrealized Gain (Loss) on Available- for-Sale Securities	Retained Earnings		Total
					Appropriated Legal Reserve	Unappropriated	
Balance as at October 31, 2008	1,550,000	1,554,617	1,296,881	1,725	162,620	403,472	4,969,315
Revaluation Surplus on Assets Decrease during the Period (Net)	-	-	(572)	-	-	-	(572)
Depreciation-Revaluation Surplus on Assets	-	-	(21,620)	-	-	-	(21,620)
Unrealized Gain on Available-for-Sale Securities	-	-	-	566	-	-	566
Total Unrealized Transactions in Income Statements	1,550,000	1,554,617	1,274,689	2,291	162,620	403,472	4,947,689
Net Profit for the Period	-	-	-	-	-	197,756	197,756
Balance as at January 31, 2009	1,550,000	1,554,617	1,274,689	2,291	162,620	601,228	5,145,445
Balance as at October 31, 2007	1,550,000	1,554,617	1,403,785	3,750	144,120	394,905	5,051,177
Revaluation Surplus on Assets Decrease during the Period (Net)	-	-	(2,956)	-	-	-	(2,956)
Depreciation Revaluation Surplus on Assets	-	-	(21,942)	-	-	-	(21,942)
Unrealized Loss on Available-for-Sale Securities	-	-	-	(548)	-	-	(548)
Total Unrealized Transactions in Income Statements	1,550,000	1,554,617	1,378,887	3,202	144,120	394,905	5,025,731
Net Profit for the Period	-	-	-	-	-	24,823	24,823
Balance as at January 31, 2008	1,550,000	1,554,617	1,378,887	3,202	144,120	419,728	5,050,554

Unaudited

Limited Review Only

Notes to financial statements are an integral part of these financial statements.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

CASH FLOW STATEMENTS

For the three-month periods ended on January 31, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit Before Corporate Income Tax	613,058	255,639	259,916	34,746
Reconciliation of Net Profit with Cash Received (Payment) from Operation :-				
Doubtful Accounts-Trade Accounts Receivable and Farmer Accounts Receivable	(3,585)	1,027	-	-
Loss from Dilapidated Inventories and Written Down the Value of Inventories (Reversal)	-	(8,539)	-	-
Participating Profit from Investments under Equity Method	(1,123)	(1,222)	-	-
Amortization of Premium on Bond	21	20	17	17
(Gain)Loss from Written Down in Cane Plantation Cost	(5,952)	2,271	(8,993)	123
Depreciation	106,069	78,919	34,527	30,330
Gain from Written-off and Disposal of Fixed Assets	(4,338)	(9,867)	(2,920)	(8,089)
Loss from Impairment of Assets (Reversal)	3,112	(203)	-	-
Loss from Written Off of Other Non Current Asset	79	-	-	-
Loss from Impairment Investments in Subsidiary And Associated Companies	-	-	11,643	761
Gain from Sale of Investments	(135,258)	-	(58,144)	-
Unrealized (Gain) Loss on Exchange Rate	(605)	273	9	32
Financial Expenses	65,800	41,357	45,194	25,240
Profit from Operation before Changes in Operating Assets and Liabilities	637,278	359,675	281,249	83,160
Operating Assets (Increase) Decrease				
Trade Accounts and Notes Receivable	115,542	(88,317)	165,699	36,195
Trade Accounts and Notes Receivable-Subsidiary and Related Companies	2,802	744	(24,681)	(9,307)
Farmer Accounts Receivable	(45,660)	(114,732)	-	-
Inventories	(1,665,121)	(1,045,713)	(879,936)	(478,790)
Real Estate Development Cost	(3,264)	(924)	-	-
Machine Maintenance Supplies	(11,394)	(34,847)	(592)	10,013
Other Current Assets	(18,623)	31,509	7,684	(2,000)
Deferred Cane Plantation Cost	(83,130)	(23,616)	14,219	5,854
Other Non-Current Assets	(546)	(444)	-	-
Operating Liabilities Increase (Decrease)				
Trade Accounts and Notes Payable-Cane Purchase	1,252,118	663,320	668,287	292,756
Trade Accounts and Notes Payable	136,567	410,395	56,285	154,410
Trade Accounts and Notes Payable-Subsidiary and Related Companies	292	383	(12,360)	74,418
Advance Received from Customers for Goods	(53,892)	38,704	19,311	(33,047)
Accrued Fee Payable to Cane and Sugar Fund	(1,851)	(329)	10,193	(130)
Accrued Stabilization Function Payment	8,301	6,778	4,155	3,169
Accrued Manufacturing Expenses	300,658	178,170	213,758	63,744
Other Accrued Expenses	35,524	36,823	4,296	4,007
Other Accounts Payable	15,130	119,930	544	77,912

Unaudited
Limited Review Only

Notes to financial statements are an integral part of these financial statements.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

CASH FLOW STATEMENTS

For the three-month periods ended on January 31, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
Operating Liabilities Increase (Decrease) (Continued)				
Other Current Liabilities	60,377	(3,584)	7,425	(3,934)
Other Non-Current Liabilities	(7,196)	(2,347)	(146)	817
Cash Received (Used) from Operating Activities	673,912	531,578	535,390	279,247
Interest Paid	(81,283)	(26,585)	(55,479)	(9,881)
Corporate Income Tax Paid	(3,539)	(2,501)	(638)	(625)
Net Cash Received from Operating Activities	589,090	502,492	479,273	268,741
CASH FLOW FROM INVESTING ACTIVITIES				
(Increase)Decrease in Short-Term Loans due from Subsidiary and Related Companies	22,488	29,080	-	(35,000)
(Increase)Decrease in Short-Term Loans due from Farmers	(42,061)	(36,293)	(160,045)	(135,254)
(Increase)Decrease in Loans for Cane Growing Promotion	6,687	(8,493)	-	-
Cash Payment for Long-Term Loans to Related Individual	(167,684)	-	-	-
Cash Purchase of Investments in Subsidiary and Associated Companies	-	-	-	(646,662)
Cash Received for Sale of Investments in Subsidiary Companies	-	-	272,553	-
Cash Purchase of Other Long-Term Investments	-	(3,569)	-	(608)
Cash Received for Sale of Other Long-Term Investments	208,225	-	110,173	-
Cash Received from Dividend from Subsidiary Companies	-	-	-	143,900
Purchases of Property, Plant and Equipment	(530,383)	(266,684)	(36,677)	(34,553)
Purchase of Land not used in Operation	(6,212)	-	-	-
Cash Received from Sales of Property, Plant and Equipment	15,118	9,986	5,923	8,196
(Increase)Decrease in Obligated Fixed Deposits	(131)	(438)	(131)	(238)
Net Cash Received (Used) from Investing Activities	(493,953)	(276,411)	191,796	(700,219)
CASH FLOW FROM FINANCING ACTIVITIES				
Increase(Decrease) in Bank Overdrafts and Short-Term Loans due to Financial Institutions	(388,933)	(356,935)	(64,738)	(299,407)
Increase(Decrease) in Other Short-Term Loans	(348,362)	(532,761)	(348,362)	(532,761)
Cash Received from Short-Term Loan due to Outside Person	33,000	-	-	-
Increase(Decrease) in Short-Term Loans due to Subsidiary Companies	-	-	(121,000)	(91,500)
Cash Payment for Payable for Assets Purchased	(362,910)	(96,859)	(79,893)	(45,622)
Cash Received from Debentures	777,856	1,494,981	777,856	1,494,981
Cash Received from Long-Term Loans	1,151,947	5,000	-	-
Repayment of Long-Term Loans	(50,000)	(298,000)	-	(28,000)
Cash Received from Minority Shareholders	151,787	165,996	-	-
Net Cash Received from Financing Activities	964,385	381,422	163,863	497,691
Increase from Accumulated Result of Foreign Currency Translation Adjustment	10,708	4,834	-	-
Cash and Cash Equivalents Increase-Net	1,070,230	612,337	834,932	66,213
Cash and Cash Equivalents at the Beginning of the Period	507,380	290,496	18,062	32,268
Cash and Cash Equivalents at the End of the Period	1,577,610	902,833	852,994	98,481

Unaudited
Limited Review Only

Notes to financial statements are an integral part of these financial statements.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

CASH FLOW STATEMENTS

For the three-month periods ended on January 31, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
Additional Disclosure :				
Significant non-cash items in the consolidated and the separate financial statements are as follows :-				
- Unrealized profit (loss) from available for sale securities	341	(1,246)	566	(548)
- Depreciation in capital surplus from assets revaluation	76,884	76,667	21,620	21,942
- Increase revaluation surplus on assets	196,695	286	-	-
- Capital surplus from assets revaluation written-off and net from accumulated depreciation	(8,915)	(5,680)	(572)	(2,956)
- Transfer of land development cost and depreciation to deferred cane plantation cost	4,084	11,826	659	672
- Purchases of fixed assets but not yet paid for	224,541	74,564	59,689	37,338
- Receipt of debt repayment in assets	-	28,221	-	-
- Minority Shareholder's Increase Investment in Subsidiary Company but no payment yet for share subscription	-	111,883	-	-
- The Company increased liability from investing in other long-term investments	-	9,843	-	9,843
- Transfer of real estate development cost to property, plant and equipment	42	-	-	-
- Subsidiary companies recorded interest expense as cost of assets	5,651	-	-	-
- Transferred a part of Minority Shareholders' Equity to Surplus from Changes in Shareholding ratio in Subsidiary Companies.	5,494	7,470	-	-

Unaudited
Limited Review Only

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES**NOTES TO FINANCIAL STATEMENTS****January 31, 2009 and 2008 (Unaudited/Limited Review Only)****and October 31, 2008 (Audited)**

1. General Information

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED was registered as a limited company under the Civil and Commercial Code on October 6, 1976 with the registration number 1163/2519 and was registered as a public company limited on March 18, 2004 with the registration number Bor Mor Jor 0107547000214. Its registered headquarter is located at 503 K.S.L.Tower, 9th Floor, Sriyudahya Road, Ratchathewi, Bangkok and its factory is located at 43 Moo 10, Namphong District, Namphong, Khonkaen Province. The Company's main business is to manufacture and distribute sugar and molasses and the subsidiary companies' main business operations are listed in notes to financial statements No. 3.1.

2. Basis of Financial Statement Preparation and Accounting Policies

- 2.1 These interim financial statements are prepared in accordance with generally accepted accounting principles used in Thailand presented in condensed form as specified by Thai Accounting Standard No. 41 (Revised 2007) on "Interim Financial Reporting". However, the Company has presented items in the balance sheet, the statements of income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements in accordance to Thai Accounting Standard No. 35 (Revised 2007) on "Presentation of Financial Statements" and disclose information in accordance with the pronouncement of Securities and Exchange Commission and also regulation of the Stock Exchange of Thailand.
- 2.2 These interim financial statements have been prepared to provide additional information from the latest presented annual financial statements; therefore, the interim financial statements emphasized on providing the information on the new activities, events and situations so the information presented is not redundant with the information already presented. These interim financial statements should be read in conjunction with the latest annual financial statements.
- 2.3 Significant accounting policies used in the preparation of the interim financial statements are consistent with those used in the annual financial statements for the year ended on October 31, 2008, so these interim financial statements should be read in conjunction with the 2008 annual financial statements. The Federation of Accounting Professions has issued the Federation of Accounting Professions announcement nos. 9/2550, 38/2550, 62/2550 and 86/2551 on the Thai Accounting Standards by announcing to apply the following new Thai Accounting Standard :-

A) Accounting standards to be effective in 2008

- No. 25 (Revised 2007) on Cash Flow Statements
- No. 29 (Revised 2007) on Rental Contracts
- No. 31 (Revised 2007) on Inventories
- No. 33 (Revised 2007) on Costs of Borrowing
- No. 35 (Revised 2007) on Presentation of Financial Statements
- No. 39 (Revised 2007) on Accounting Policies, Changes in Accounting Estimates and Errors
- No. 41 (Revised 2007) on Interim Financial Statements
- No. 43 (Revised 2007) on Business Combinations
- No. 49 (Revised 2007) on Construction Contracts
- No. 51 on Intangible Assets

The application of the said accounting standards and the revised accounting standards has no material difference to the consolidated and the separate financial statements.

B) Accounting standards to be effective in 2009

- No. 36 (Revised 2007) on Asset Impairment
- No. 54 (Revised 2007) on Non-Current Assets Held for Sale and Discontinued Operations

The said Thai Accounting Standards have to be applied to the financial statements for the accounting period that commence on or after January 1, 2009. The management of the Company has evaluated and thought the said Thai Accounting Standards would not have material effects on the financial statements for the year the said accounting standards have to be applied.

- 2.4 The Company prepared its statutory financial statements in the Thai language in conformity with generally accepted accounting principles in Thailand. The accounting standards used may be different from generally accepted accounting principles in other countries. For the convenience of the reader, the financial statements in English version have been translated from the statutory financial statements in Thai version in order to requirement of domestic reporting purpose.
- 2.5 In the consolidated and separate financial statements for the year ended on October 31, 2008, the account of Real Estate Development Cost was reclassified to Property, Plant and Equipment-Net at amount of Baht 7.18 million in order to be compatible with that for the three-month period ended on January 31, 2009, which bears no effect on net profit or shareholders' equity as already reported.

3. Basis of Interim Consolidated Financial Statement Preparation

3.1 These interim consolidated financial statements have been prepared by including the financial statements of KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED (“the Company”) and subsidiaries (“subsidiaries”) and have been prepared under the same basis as the consolidated financial statements for the year ended October 31, 2008 which have the group companies as follows :-

<u>Company Name</u>	<u>Percentage of Shareholding</u>		<u>Country of Incorporation</u>	<u>Kind of Business</u>
	<u>2009</u>	<u>2008</u>		
Subsidiary Companies in which the Company holds Shares directly				
* Thai Sugar Terminal Public Co., Ltd.	23.82	23.82	Thailand	Sugar transporting service, silo warehouse and property rental
New Krung Thai Sugar Factory Co., Ltd.	93.01	93.01	Thailand	Manufacture and distribution of sugar and molasses
Tamaka Sugar Industry Co., Ltd.	90.21	90.21	Thailand	Manufacture and distribution of sugar and molasses
New Kwang Soon Lee Sugar Factory Co., Ltd.	98.61	98.61	Thailand	Manufacture and distribution of sugar and molasses
K.S.L. Real Estate Co., Ltd.	80.31	80.31	Thailand	Housing and land for agriculture estate including holiday resort for training and seminar center
K.S.L. Export Trading Co., Ltd.	79.11	79.11	Thailand	Export sugar as exporting agent
KSL Chemical Co., Ltd.	100.00	100.00	Thailand	Importer and distributor of chemicals
Khon Kaen Sugar Power Plant Co., Ltd.	100.00	100.00	Thailand	Production and distribution of electricity
Khon Kaen Alcohol Co., Ltd.	100.00	100.00	Thailand	Manufacture and distribution of alcohol or fuel from agricultural produce and bio-fertilizer
KSL Agro Co., Ltd.	100.00	100.00	Thailand	Agricultural operation
Savannakhet Sugar Corporation	97.00	97.00	Laos	Agricultural operation, manufacture and distribution of sugar and molasses
Koh Kong Sugar Industry Co., Ltd.	50.00	50.00	Cambodia	Manufacture and distribution of sugar and molasses
Wynn In Trading Co., Ltd.	100.00	100.00	Mauritius	Trading and Consultancy Service
Subsidiary Companies (The Company holds shares directly and indirectly through Thai Sugar Terminal Public Company Limited)				
* T S G ASSET CO., LTD. (shares held by subsidiary company at 19.00%)	23.11	23.11	Thailand	Property Rental
* T S G PROPERTY CO., LTD. (shares held by subsidiary company at 14.78%)	18.90	18.90	Thailand	Property Sales, Purchase, Rental and Development
* T S FLOUR MILL CO., LTD. (shares held by subsidiary company at 23.54%)	23.63	23.63	Thailand	Property Rental and Produce and Distribute Wheat Flour
* TS WAREHOUSE CO., LTD. (shares held by subsidiary company at 15.28%)	19.30	19.30	Thailand	Warehousing and Loading of Goods
* T S TRANSPORT AND LOGISTIC CO., L TD. (shares held by subsidiary company at 18.44%)	34.64	34.64	Thailand	Transportation and Security Services. In 2008, commenced to manufacture and distribute polypropylene bag, plastic fiber, plastic resin and plastic import and export.
Subsidiary Companies (The Company hold the shares indirectly through Wynn In Trading Co., Ltd.)				
Koh Kong Plantation Co., Ltd. (Year 2008 : Shares held by the Company at 50%)	50.00	50.00	Cambodia	Agricultural operation

* The group companies participate in controlling over, thus they are considered subsidiary companies under the definition specified in the accounting standard.

3.2 The balances between the Company and its subsidiary companies, investments in subsidiary companies and subsidiary companies' share capital were eliminated from the consolidated financial statements.

4. Inter-Transactions between the Related Parties and Companies

The Company and its subsidiary companies holds transaction items incurred with related companies and related persons as those companies having the same group of shareholders or mutual directors. Significant inter-transactions and remaining balances between the Company and its subsidiary companies with related companies and related persons could be summarized as follows :

Inter-Assets and Liabilities

<u>Type of Transaction/Company Name</u>	<u>Relationship</u>	<u>(Unit :Thousand Baht)</u>			
		<u>Consolidated</u>		<u>Separate</u>	
		<u>Financial Statements</u>		<u>Financial Statements</u>	
		<u>As at</u>		<u>As at</u>	
		<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
- Trade Accounts Receivable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	1,931	8,678
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	120	-
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	66	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	34,576	3,375
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	2	-
Koh Kong Plantation Co., Ltd.	Subsidiary	-	-	6	-
Raja Ceramics Co., Ltd.	Related	-	514	-	-
Prachaup Industry Co., Ltd.	Related	227	937	-	-
Thai Fermentation Industry Co., Ltd.	Related	33	1,395	33	-
Total		260	2,846	36,734	12,053
- Other Accounts Receivable					
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	10	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	5,741	1,927
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	21,653	32,902
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	-	3,030
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	708	708
Koh Kong Plantation Co., Ltd.	Subsidiary	-	-	-	13
Raja Ceramics Co., Ltd.	Related	2	2	2	2
K.S.L. IT Center Co., Ltd.	Related	1	-	1	-
K. K. Wood Industry Co., Ltd.	Related	94	78	94	78
Total		97	80	28,209	38,660
- Accrued Dividend Receivable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	108,257	108,257
- Accrued Receivable					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	11	-
Prachaup Industry Co., Ltd.	Related	17	108	-	-
K.S.L. IT Center Co., Ltd.	Related	175	-	-	-
Thai Fermentation Industry Co., Ltd.	Related	51	-	-	-
Sahamit Machinery Public Company Limited	Related	21	-	-	-
Total		264	108	11	-

		(Unit :Thousand Baht)			
Type of Transaction/Company Name	Relationship	Consolidated		Separate	
		Financial Statements		Financial Statements	
		As at		As at	
		January 31, 2009	October 31, 2008	January 31, 2009	October 31, 2008
- Short-Term Loans due from					
Tamaka Sugar Industry Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	252,000
Repayment in the period		-	-	-	(252,000)
Ending balance		-	-	-	-
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	80,000
Repayment in the period		-	-	-	(80,000)
Ending balance		-	-	-	-
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	34,000
Increase in the period		-	-	37,000	180,000
Repayment in the period		-	-	(37,000)	(214,000)
Ending balance		-	-	-	-
K.S.L. Real Estate Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	13,600
Repayment in the period		-	-	-	(13,600)
Ending balance		-	-	-	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	68,000
Repayment in the period		-	-	-	(68,000)
Ending balance		-	-	-	-
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	100,000
Repayment in the period		-	-	-	(100,000)
Ending balance		-	-	-	-
Prachaup Industry Co., Ltd.	Related				
Beginning balance		78,602	95,581	-	-
Increase in the period		-	1,222,909	-	-
Repayment in the period		(22,488)	(1,239,888)	-	-
Ending balance		56,114	78,602	-	-
Total		56,114	78,602	-	-
- Loans due from Related Individual					
Beginning balance		-	-	-	-
Increase in the period		167,684	-	-	-
Ending balance		167,684	-	-	-
<u>Less</u> Current Portion of Short-Term Loans due from					
Related Individual		(33,537)	-	-	-
Long-Term Loans		134,147	-	-	-

As at January 31, 2009 and October 31, 2008, loans due from subsidiary and related companies were loans in the form of promissory notes and payable on demand bearing interest rates at 1.50-2.25% and 3.53-3.75% per annum respectively. The loan due from related company was incurred by a subsidiary company borrowing money in the form of packing credit on behalf of the related company as specified in notes to financial statements No. 21.

As at January 31, 2009, short-term loans due to related persons were loans due from shareholders of a subsidiary company amounting to USD 4.80 million for the period of 5 years and charging interest rate at 5% per year. The principal must be repaid every year in the total of 5 installments at USD 0.96 million per installment with the first installment due on December 2009. Interest is payable on June and December of each year. These loans were secured by the shareholders' shares held in the subsidiary company.

<u>Type of Transaction/Company Name</u>	<u>Relationship</u>	(Unit :Thousand Baht)			
		<u>Consolidated</u>		<u>Separate</u>	
		<u>Financial Statements</u>		<u>Financial Statements</u>	
		<u>As at</u>		<u>As at</u>	
		<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
- Value of Assets Purchased					
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	2,538
Sahamit Machinery Public Company Limited	Related	-	1,541	-	-
Total		-	1,541	-	2,538
- Value of Assets Sold					
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	12,608
Koh Kong Plantation Co., Ltd.	Subsidiary	-	-	-	4
K. K. Wood Industry Co., Ltd.	Related	-	1,596	-	1,596
Total		-	1,596	-	14,208
- Trade Accounts and Notes Payable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	7,771	14,991
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	6,645	1,987
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	9,798
Thai Fermentation Industry Co., Ltd.	Related	292	-	-	-
Total		292	-	14,416	26,776

(Unit :Thousand Baht)

Type of Transaction/Company Name	Relationship	Consolidated		Separate	
		Financial Statements		Financial Statements	
		As at		As at	
		January 31, 2009	October 31, 2008	January 31, 2009	October 31, 2008
- Other Accounts Payable					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	383	4,039
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	1	3
KSL Chemical Co., Ltd.	Subsidiary	-	-	1,177	-
Raja Ceramics Co., Ltd.	Related	7	-	-	-
Thai Fermentation Industry Co., Ltd.	Related	1,058	27	253	3
K.S.L. IT Center Co., Ltd.	Related	387	153	160	153
Amarco Co., Ltd.	Related	1	3	1	-
On Nuj Construction Co., Ltd.	Related	24	23	24	23
KSL Tower Juristic Person Office	Related Juristic Person	-	680	-	680
K. K. Wood Industry Co., Ltd.	Related	276	-	276	-
Kerry Siam Seaport Co., Ltd.	Related	1,718	1,679	1,718	1,679
Sahamit Machinery Public Company Limited	Related	48	1,254	-	762
Total		3,519	3,819	3,993	7,342
- Accrued Expenses					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	-	2
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	8	16
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	47	12
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	16,433	17,799
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	8	-
TS Warehouse Co., Ltd.	Subsidiary	-	-	-	15
Kerry Siam Seaport Co., Ltd.	Related	83	1,151	82	1,151
KSL Tower Juristic Person Office	Related Juristic Person	112	11	22	-
K.S.L. IT Center Co., Ltd.	Related	270	84	-	-
Other Related Companies		21	7	-	-
Total		486	1,253	16,600	18,995
- Advance Received from Customer for Goods					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	19,874	-
Thai Fermentation Industry Co., Ltd.	Related	35,188	46,108	-	8,750
Total		35,188	46,108	19,874	8,750
- Unearned Income-Rental					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	16	2
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	119	28
K. K. Wood Industry Co., Ltd.	Related	78	17	78	17
Total		78	17	213	47
- Insurance Deposits					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	90	90
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	440	440
K.S.L. IT Center Co., Ltd.	Related	110	110	110	110
Raja Ceramics Co., Ltd.	Related	410	410	410	410
On Nuj Construction Co., Ltd.	Related	142	142	142	142
K. K. Wood Industry Co., Ltd.	Related	82	359	82	359
Thai Fermentation Industry Co., Ltd.	Related	19	-	-	-
Total		763	1,021	1,274	1,551

(Unit :Thousand Baht)

Type of Transaction/Company Name	Relationship	Consolidated		Separate	
		Financial Statements		Financial Statements	
		As at		As at	
		January 31, 2009	October 31, 2008	January 31, 2009	October 31, 2008
- Short-Term Loans due to					
Tamaka Sugar Industry Co., Ltd.	Subsidiary				
Beginning balance		-	-	20,000	-
Increase in the period		-	-	131,000	238,000
Repayment in the period		-	-	(151,000)	(218,000)
Ending balance		-	-	-	20,000
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	135,000	43,000
Increase in the period		-	-	68,000	225,000
Repayment in the period		-	-	(105,000)	(133,000)
Ending balance		-	-	98,000	135,000
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	30,000
Repayment in the period		-	-	-	(30,000)
Ending balance		-	-	-	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary				
Beginning balance		-	-	105,000	-
Increase in the period		-	-	92,000	144,000
Repayment in the period		-	-	(197,000)	(39,000)
Ending balance		-	-	-	105,000
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary				
Beginning balance		-	-	19,000	48,500
Increase in the period		-	-	129,000	93,000
Repayment in the period		-	-	(88,000)	(122,500)
Ending balance		-	-	60,000	19,000
Total		-	-	158,000	279,000

As at January 31, 2009 and October 31, 2008 loans from subsidiaries are in the form of promissory notes due in three-months periods at interest rate of 1.50-4.25% per annum and 4.00-4.25% per annum respectively.

4.2 Inter Revenues and Expenses

		(Unit : Thousand Baht)			
<u>Type of Transaction/Company Name</u>	<u>Relationship</u>	<u>Consolidated</u>		<u>Separate</u>	
		<u>Financial Statements</u>		<u>Financial Statements</u>	
		<u>For The Three-Month Periods Ended on January 31,</u>			
		<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
- Sales and Services					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	45,917	9
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	113	9
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	61	9
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	66,045	46,315
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	7	8
KSL Chemical Co., Ltd.	Subsidiary	-	-	1	1
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	2	2
Koh Kong Plantation Co., Ltd.	Subsidiary	-	-	6	4
Thai Fermentation Industry Co., Ltd.	Related	3,411	30,934	1,029	25,991
Raja Ceramics Co., Ltd.	Related	77	-	77	21
K.S.L. IT Center Co., Ltd.	Related	276	-	5	4
Prachaup Industry Co., Ltd.	Related	620	206	-	-
Other Related Companies		6	29	6	4
Total		<u>4,390</u>	<u>31,169</u>	<u>113,269</u>	<u>72,377</u>
- Purchases					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	66,591	116,829
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	19,739	116,035
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	4,379	5,904
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	1,431	2,207
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	21,780	24,965
Thai Fermentation Industry Co., Ltd.	Related	914	1,255	212	215
Sahamit Machinery Public Company Limited	Related	803	-	798	-
Total		<u>1,717</u>	<u>1,255</u>	<u>114,930</u>	<u>266,155</u>
- Value of Other Goods Purchases					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	257	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	206	-
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	460	-
Koh Kong Plantation Co., Ltd.	Subsidiary	-	-	465	-
K. K. Wood Industry Co., Ltd.	Related	178	-	178	-
Total		<u>178</u>	<u>-</u>	<u>1,566</u>	<u>-</u>
- Goods Custody and Exporting Fees					
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	-	2,808
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	1,520	1,168
TS Warehouse Co., Ltd.	Subsidiary	-	-	310	432
On Nuj Construction Co., Ltd.	Related	24	-	24	-
Kerry Siam Seaport Co., Ltd.	Related	3,732	1,303	3,732	1,303
Prachaup Industry Co., Ltd.	Related	12	-	-	-
Total		<u>3,768</u>	<u>1,303</u>	<u>5,586</u>	<u>5,711</u>

		(Unit : Thousand Baht)			
Type of Transaction/Company Name	Relationship	Consolidated		Separate	
		Financial Statements		Financial Statements	
		For The Three-Month Periods Ended on January 31,			
		2009	2008	2009	2008
- Other Incomes					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	273	4
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	4	3
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	1	17
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	8	8
KSL Chemical Co., Ltd.	Subsidiary	-	-	3	3
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	9,108	8,925
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	6,522	2,411
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	-	680
Savannakhet Sugar Corporation	Subsidiary	-	-	72	134
Koh Kong Plantation Co., Ltd.	Subsidiary	-	-	498	1,669
Koh Kong Sugar Industry Co., Ltd.	Subsidiary	-	-	-	206
Thai Fermentation Industry Co., Ltd.	Related	22	90	13	17
On Nuj Construction Co., Ltd.	Related	122	122	122	122
Raja Ceramics Co., Ltd.	Related	365	371	365	365
K. K. Wood Industry Co., Ltd.	Related	350	253	350	253
K.S.L. IT Center Co., Ltd.	Related	52	90	32	90
Amarco Co., Ltd.	Related	5	5	5	5
Other Related Companies	Related	1	7	1	2
Total		917	938	17,377	14,914
- Interest Incomes					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	-	8
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	47	23
K.S.L. Real Estate Co., Ltd.	Subsidiary	-	-	-	64
Total		-	-	47	95
- Other Expenses					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	22	14
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	2	-
K.S.L. Real Estate Co., Ltd.	Subsidiary	-	-	1	-
TS Warehouse Co., Ltd.	Subsidiary	-	-	1	-
Thai Fermentation Industry Co., Ltd.	Related	287	34	27	16
Raja Ceramics Co., Ltd.	Related	-	24	-	-
K.S.L. IT Center Co., Ltd.	Related	1,839	2,423	505	778
Amarco Co., Ltd.	Related	15	-	-	-
On Nuj Construction Co., Ltd.	Related	15	56	15	50
KSL Tower Juristic Person Office	Related Juristic Person	2,397	2,090	2,112	2,090
Total		4,553	4,627	2,685	2,948
- Interest Expenses					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	676	380
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	1,141	414
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	604	-
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	451	455
Total		-	-	2,872	1,249

Policy of Inter-Price Setting

- The inter-purchase-sales and borrow-return of sugar transactions between the Company and its subsidiaries, the Company's group uses the world market price when the sales-purchase is made for the first time of that year.
- The inter-sales-purchase goods for local sales, the Company has the policy to use mutually agreed price which is higher than cost price .
- The purchase/sale prices of assets with subsidiary and related companies are those mutually price upon which are higher than costs.
- Rental income are charged according to the normal price charged to general clients.
- Revenue from selling of supplies are charged according to the cost.
- Income from land leased out to a subsidiary company was charged according to agreement, of which term is for 30 years, starting from January 25, 2005 until January 24, 2035 at annual fee of Baht 0.11 million to be increased by 10% for every 3 years. Once the lease is expired, ownership rights on all constructions built on the leased land were vested in the lessor.
- Inter-Service incomes, other incomes and expense 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 time, which are general rates in the market.
- The expenses paid on behalf of each other are charged according to actual expenses.

4.3 Relationship of Related Parties and Companies

Consisted of: -

<u>Company Name</u>	<u>Relationship</u>	<u>Connection</u>
K.S.L. IT Center Co., Ltd.	Related Company	Same shareholder Group/Mutual directors
Raja Ceramics Co., Ltd.	Related Company	Same shareholder Group/Mutual directors
On Nuj Construction Co., Ltd.	Related Company	Same shareholder Group /Mutual directors
K.K. Wood Industry Co., Ltd.	Related Company	Same shareholder Group
Amarco Co., Ltd.	Related Company	Same shareholder Group
Thai Fermentation Industry Co., Ltd.	Related Company	Same shareholder Group
Rajburi Sugar Co., Ltd.	Related Company	Mutual directors in Subsidiary
Mitr Kaset Sugar Industry Co., Ltd.	Related Company	Mutual directors in Subsidiary
Kerry Siam Seaport Co., Ltd.	Related Company	Directors of the Related Company
KSL Tower Juristic Person office	Related Juristic Person	Shared Owner of Condominium Building
Eastern Sugar and Sugar Cane Co., Ltd.	Related Company	Mutual directors in Subsidiary
Sahamit Machinery Public Company Limited	Related Company	Mutual directors
Ms. Ly Ar Porn	Related Individual	Shareholder in Subsidiary Company

Prachaup Industry Co., Ltd. held no part in management of the Company, but is a related company, where some directors of Prachuap Industry Co., Ltd. are also directors of Thai Sugar Terminal Public Co., Ltd. and K.S.L. Export Trading Co., Ltd. which are subsidiary companies of Khon Kaen Sugar Industry Public Company Limited.

5. Cash and Cash Equivalent Items

Consisted of: -

	(Unit : Thousand Baht)			
	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Cash	19,076	40,236	5,084	1,047
Deposit at Banks	1,126,420	467,144	432,816	17,015
Notes Receivable	15,244	-	15,244	-
Fixed Deposit with Maturity not Exceeding 3 Months	17,020	-	-	-
Short-Term Investments in				
- Treasury Bills	199,850	-	199,850	-
- Deposit Certificates	200,000	-	200,000	-
Total	<u>1,577,610</u>	<u>507,380</u>	<u>852,994</u>	<u>18,062</u>

As at January 31, 2009, in the consolidated and the separate financial statements, investments in treasury bills in amount of Baht 199.85 million were made for the period of 14 days at interest rate of 1.95% per annum and investments in deposit certificates were made with a financial institution for the amount of Baht 200.00 million payable on demand and at interest rate of 1.50% per annum.

6. Short-Term Investments-Net

Consisted of: -

	<u>Company's Name</u>	<u>Type of Business</u>	(Unit : Thousand Baht)				<u>Consolidated Financial Statements</u>	
			<u>Paid-Up Shares</u>		<u>Percentage of</u>		<u>As at</u>	
			<u>Capital</u>		<u>Shareholding</u>		<u>As at</u>	
			<u>(Million Baht)</u>		<u>%</u>	<u>%</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
			<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Investments in Marketable Securities Available for Sales								
	- TPI Polene Public Co., Ltd.	Cement Plant and Plastic Industrial	20,190	20,190	0.004	0.004	2,721	2,721
	- Land and Houses Public Co., Ltd.	Real Estate and Construction	9,935	9,935	0.002	0.002	1,594	1,594
	Total						<u>4,315</u>	<u>4,315</u>
	<u>Less</u> Unrealized Loss on Revaluation of Securities Available for Sale						<u>(3,391)</u>	<u>(2,982)</u>
	Investments in Marketable Securities Available for Sales-Net						<u>924</u>	<u>1,333</u>

7. Trade Accounts and Notes Receivable-Net

Consisted of: -

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Accounts Receivable-Local				
Not yet Due	392,613	343,975	101,384	85,837
Not Over 3 Months	76,577	93,583	5	-
Over 3 Months but Not Over 6 Months	144	1,008	-	-
Over 6 Months but Not Over 9 months	883	2,154	-	-
Over 9 Months but Not Over 12 months	2,262	-	-	-
Total	472,479	440,720	101,389	85,837
Accounts Receivable-Foreign				
Not yet Due	106,684	228,710	3,538	175,080
Total	579,163	669,430	104,927	260,917
Notes Receivable	6,442	31,737	14	9,726
Total Accounts and Notes Receivable	585,605	701,167	104,941	270,643
<u>Less</u> Allowance for Doubtful Debts	(2,141)	(1,977)	-	-
Net	583,464	699,190	104,941	270,643

8. Trade Accounts Receivable-Subsidiary and Related Companies

Consisted of: -

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Trade Accounts Receivable				
Not yet Due	260	2,846	36,563	12,503
Not Over 3 Months	-	-	171	-
Total	260	2,846	36,734	12,503

9. Farmer Accounts Receivable-Net

Consisted of: -

(Unit : Thousand Baht)

Consolidated Financial StatementsAs atJanuary 31, 2009 October 31, 2008

Cane Accounts Receivable		
Before Season 2003 / 2004	48,189	48,524
Season 2004 / 2005	6,775	6,971
Season 2005 / 2006	10,624	13,842
Season 2006 / 2007	4,502	4,656
Season 2007 / 2008	17,321	19,248
Season 2008 / 2009	22,153	-
Total	109,564	93,241
Fuel Oil, Fertilizer and Other Service Charge Accounts Receivable	36,763	7,426
Total	146,327	100,667
<u>Less</u> Allowance for Doubtful Debts	(67,376)	(71,125)
Net	78,951	29,542

10. Short-Term Loans due from Farmers

As at January 31, 2009 and October 31, 2008, these loans consisted of majority portion in the form of post-dated cheques in the consolidated financial statements at Baht 308.54 million and Baht 268.77 million respectively and in the separate financial statements at Baht 193.64 million and Baht 35.89 million respectively, where farmers discounted with the Company and its subsidiary companies with the interest rate based on the lending rate of commercial bank and another portion in the form of advance paid to farmer.

11. Inventories-Net

Consisted of: -

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Refined Sugar	695,555	450,436	377,240	227,904
White Sugar	473,502	402,519	304,243	291,665
Raw Sugar	1,546,391	272,255	848,780	219,411
Raw Sugar in Process	83,841	-	40,563	-
Molasses for Sale	117,500	18,289	36,466	9,273
Molasses for Sale in Process	17,926	-	6,501	-
Alcohol and Fertilizer in Process	22,842	49,724	-	-
Alcohol and Fertilizer	60,562	31,933	-	-
Finished Wheat Flour	11,881	5,899	-	-
Work in Process-Wheat Flour	14,191	17,152	-	-
Raw Materials-Wheat Flour	305,654	504,187	-	-
Other Inventories	12,921	4,079	-	-
Factory Supplies	191,409	132,581	69,514	55,118
Total	3,554,175	1,889,054	1,683,307	803,371
<u>Less</u> Allowance for Dilapidated Goods and Factory Supplies	(122)	(122)	-	-
Net	3,554,053	1,888,932	1,683,307	803,371

12. Real Estate Development Cost

Consisted of: -

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>	
	<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Real Estate during Construction		
Land	5,819	6,970
Other Land Related Expenses	972	2,032
Utilities System	3,131	3,559
Other Project Related Expenses	120	267
Work in Progress	9,090	12,116
Real Estate Ready for Sale		
Allocated Land Ready for Sale	17,112	17,112
Commercial Units	7,439	-
Residential Units	1,595	-
Total	45,278	42,056

As at January 31, 2009 and October 31, 2008, in the consolidated financial statements, two subsidiary companies have entered into 40 and 33 contracts of sale and purchase commercial units for the contractual value of Baht 38.23 million and 31.50 million respectively, equivalents to 51.34% and 43.68% of the total project value.

As at January 31, 2009 and October 31, 2008, in the consolidated financial statements, real estate development cost for the same amount of Baht 17.11 million in both periods was allocated land of a subsidiary company for residential and agricultural purpose awaiting for sale.

13. Other Accounts Receivable-Cane Value-Net

Consisted of : -

	(Unit : Thousand Baht)			
	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Other Accounts Receivable-Cane	571,555	571,555	309,797	309,797
<u>Less</u> Payable for Price Stabilization Cost	(94,879)	(94,879)	(46,138)	(46,138)
Fees for Cane and Sugar Cane Research	(21,791)	(21,791)	(10,061)	(10,061)
Payable to Bank for Agriculture and Agricultural Cooperatives	(60,184)	(60,184)	(25,815)	(25,815)
Net	<u>394,701</u>	<u>394,701</u>	<u>227,783</u>	<u>227,783</u>

For the harvest season 2006/2007, the final cane price and the final compensation for the production and distribution of sugar were less than the initial cane price. In accordance to the Cane and Sugar Act B.E. 2527, Section 56 determined that the Cane and Sugar Fund (“the Fund”) pay the compensation to the Company and its subsidiaries at the amount equal to such difference and the cane farmers do not have to return the excess amount of the cane price received. In year 2007, the difference of the amount which the Company and its subsidiary companies paid the initial cane price to the farmers as published in the Royal Gazette higher than the final price, is reflected as the “Other Accounts Receivable-Cane Value”. According to the letter from the Fund No. Wor.026/2551 dated June 4, 2008 covering the matter about setting-off debts between amount that the Fund has to pay in compensation for the difference between cane price and sugar cane distribution price in harvest season 2006/2007 with the amount the sugar-cane factories due to the Fund, the Company and subsidiaries thus setting-off items in the consolidated and the separate financial statements i.e. price stabilization cost, fees for cane and sugar cane research and deductions from final cane price to repay debt due to Bank for Agriculture and Agricultural Cooperatives for the amounts Baht 176.85 million and Baht 82.01 million respectively, resulting in the decrease of the same amount in other accounts receivable-cane value. The remaining amount will be informed later by the Fund and the management expects it to be repaid within a year.

14. Investment in Subsidiary and Associated Companies-Net

Consisted of:

(Unit : Thousand Baht)

<u>Consolidated Financial Statements</u>										
					<u>As at January 31, 2009</u>			<u>As at October 31, 2008</u>		
<u>Company Name</u>	<u>Paid-Up</u>		<u>Percentage of</u>		<u>Investment</u>			<u>Investment</u>		
	<u>Share Capital</u>		<u>Shareholding</u>		<u>Cost</u>	<u>Equity</u>	<u>Dividend</u>	<u>Cost</u>	<u>Equity</u>	<u>Dividend</u>
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>						
	<u>(Thousand Baht)</u>		<u>(%)</u>							
<u>Associated Company</u>										
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	48,557	-	73,800	47,434	-
Total					73,800	48,557	-	73,800	47,434	-

(Unit : Thousand Baht)

<u>Separate Financial Statements</u>									
					<u>Investment</u>		<u>Dividend</u>		
<u>Company Name</u>	<u>Paid-Up</u>		<u>Percentage of</u>		<u>Cost</u>		<u>For The Three-Month Period</u>		
	<u>Share Capital</u>		<u>Shareholding</u>		<u>As at</u>		<u>Ended on January 31,</u>		
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>2009</u>	<u>2008</u>	<u>2008</u>
	<u>(Thousand Baht)</u>		<u>(%)</u>						
<u>Subsidiary and Associated Companies</u>									
Thai Sugar Terminal Public Co., Ltd.	120,000	120,000	23.82	23.82	79,109	79,109	-	-	-
New Krung Thai Sugar Factory Co., Ltd.	604,375	604,375	93.01	93.01	438,768	438,768	-	-	-
Tamaka Sugar Industry Co., Ltd.	600,000	600,000	90.21	90.21	523,337	523,337	-	-	-
New Kwang Soon Lee Sugar Factory Co., Ltd.	500,000	500,000	98.61	98.61	569,284	569,284	-	-	-
K.S.L. Real Estate Co., Ltd.	140,000	140,000	80.31	80.31	89,134	89,134	-	-	-
K.S.L. Export Trading Co., Ltd.	20,000	20,000	33.88	33.88	6,775	6,775	-	-	-
KSL Chemical Co., Ltd.	7,500	7,500	100.00	100.00	6,619	6,619	-	-	-
Khon Kaen Sugar Power Plant Co., Ltd.	660,000	660,000	100.00	100.00	659,972	659,972	-	-	-
Khon Kaen Alcohol Co., Ltd.	317,500	317,500	100.00	100.00	317,486	317,486	-	-	-
KSL. Agro Co., Ltd.	175,000	175,000	100.00	100.00	175,000	175,000	-	-	-
Savannakhet Sugar Corporation	351,082	351,082	97.00	97.00	342,059	342,059	-	-	-
Koh Kong Plantation Co., Ltd.	-	553,905	-	50.00	-	276,952	-	-	-
Koh Kong Sugar Industry Co., Ltd.	798,900	798,900	50.00	50.00	399,450	399,450	-	-	-
Wynn In Trading Co., Ltd.	34,150	34,150	100.00	100.00	34,150	34,150	-	-	-
T. S.G Assets Co., Ltd.	50,000	50,000	4.10	4.10	2,061	2,061	-	-	-
T. S.G Properties Co., Ltd.	30,000	30,000	4.11	4.11	1,238	1,238	-	-	-
T. S. Flour Mill Co., Ltd.	400,000	400,000	0.09	0.09	393	393	-	-	-
T. S. Warehouse Co., Ltd.	12,500	12,500	4.02	4.02	509	509	-	-	-
T. S. Transport and Logistic Co., Ltd.	50,000	50,000	16.20	16.20	8,108	8,108	-	-	-
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	73,800	-	-	-
Total					3,727,252	4,004,204	-	-	-
<u>Less Allowance for Impairment of Investments</u>					(89,613)	(77,970)	-	-	-
Net					3,637,639	3,926,234	-	-	-

In first quarter of 2009, the Company sold all investment in ordinary shares of Koh Kong Plantation Co., Ltd. to Wynn In Trading Co., Ltd. which is its subsidiary company at investment value of USD 8.00 million (Baht 272.55 million) resulting in loss from exchange rate in amount of Baht 4.40 million.

The financial statements of three foreign subsidiary companies, which were also consolidated, have been reviewed and audited by other auditor. As of January 31, 2009 and October 31, 2008, there were in the related financial statements the total assets of Baht 3,981.96 million and Baht 3,403.62 million respectively, and for the three-month period ended on January 31, 2009 the total revenue was Baht 16.14 million and the total net loss was Baht 21.56 million.

As of January 31, 2009 and October 31, 2008, in the consolidated financial statements, the financial statements of Champion Fermentation Co., Ltd., an associated company, which its investment is recorded under the equity method, were prepared by the Company's management and have not been reviewed and audited by a certified public accountant. The Company recognized the participating result of the investment of the associated company as the recognized participating profit in the consolidated statements of income for the three-month periods ended on January 31, 2009 and 2008, at Baht 1.12 million and Baht 1.22 million respectively, equal to 0.27% and 0.70% of consolidated net profit respectively.

15. Other Long-Term Investments-Net

Consisted of :

Company Name	Kind of Business	Paid-Up		Percentage of Shareholding				Consolidated Financial Statements		Separate Financial Statements		
		Share Capital		%		%		As at		As at		
		(Thousand Baht)		Consolidated Financial Statements		Separate Financial Statements		January 31, 2009	October 31, 2008	January 31, 2009	October 31, 2008	
		2009	2008	2009	2008	2009	2008					
15.1 <u>Available for Sale Securities Investment</u>												
Investment in Debt Securities												
-	Subordinated Debenture							4,000	4,000	-	-	
Investment in Marketable Equity Securities												
-	Bangkok Bank Public Co., Ltd.							336	336	336	336	
-	Ratchaburi Egeo Holding Public Co., Ltd.							792	792	792	792	
-	Finansa Public Co., Ltd.							50	50	50	50	
<u>Add Unrealized Gain on Available for Sale Securities</u>								2,319	1,568	2,291	1,725	
Fair Value of Available for Sale Securities Investment								7,497	6,746	3,469	2,903	
15.2 <u>General Investments</u>												
-	Thai Cane and Sugar Corp. Ltd.	Export Agent	20,000	20,000	3.93	3.93	1.61	1.61	787	787	323	323
-	Thai Sugar Miller Co., Ltd.	Marketing Information Service	109	109	8.00	8.00	2.00	2.00	9	9	2	2
-	Kerry Siam Seaport Co., Ltd.	Seaport	-	484,500	-	11.23	-	5.95	-	72,968	-	47,630
Total General Investments								796	73,764	325	47,955	
15.3 <u>Investment in Held-to-Maturity Debt Securities</u>												
-	Bond							13,921	13,921	6,857	6,857	
<u>Less</u> Accumulated Amortized Allowance								(351)	(330)	(276)	(259)	
Amortized Cost								13,570	13,591	6,581	6,598	
Total Other Long-Term Investments-Net								21,863	94,101	10,375	57,456	

As at January 31, 2009 and October 31, 2008, the Company and its subsidiary companies used bonds to pledge as guarantee for electricity usage with the Provincial Electricity Authority, which had the book value in the consolidated financial statements of Baht 13.39 million and Baht 13.41 million respectively, and in the separate financial statements Baht 6.40 million and Baht 6.42 million respectively.

In the first quarter of 2009, the Company and subsidiary company sold its entire investment in KERRY SIAM SEAPORT CO., LTD. at Baht 28.50 per share in the consolidated financial statements and separate financial statements aggregating to Baht 207.96 million and Baht 110.17 million respectively and generated profit from the sale of investment at Baht 134.99 million and Baht 62.54 million respectively.

16. Deferred Cane Plantation Cost-Net

Movement of deferred cane plantation cost for the three-month period ended on January 31, 2009 are as follows:-

	(Unit : Thousand Baht)	
	<u>Consolidated Financial Statements</u>	<u>Separate Financial Statements</u>
Beginning Book Value-Net	402,248	23,343
Additional Cost during the Period		
- Cost of Cane Plantation	94,954	12,268
- Transfer form Value of Land Development and Depreciation	23,314	659
Accumulated Cost of Cane Planted	520,516	36,270
Amortized Written-Off Cane Cost	(21,847)	(17,494)
Ending Book Value	498,669	18,776
Loss from Damaged Cane	(3,255)	-
Ending Book Value-Net	495,414	18,776

The Company and its subsidiary companies recorded the deferred cane plantation cost at the cost value less accumulated depreciation and accumulated allowance for impairment because of the short cane plantation period of approximately 10-13 months and the fair value of the cane fluctuate with the weather of the plantation area which resulted in the volume and quality of the cane produced.

As at January 31, 2009 and October 31, 2008, majority portion of the deferred cane plantation cost belongs to the Company which planted on the farmers' lands at Baht 0.51 million and Baht 3.83 million respectively, and the Baht 465.84 million and Baht 366.46 million portion belongs to two subsidiary companies who perform cane plantation on leased land as follows:-

- The first subsidiary company Baht 122.14 million and Baht 102.57 million respectively perform cane plantation on the land leased from the government of the Lao People's Democratic Republic as specified in the notes to the financial statements No. 36.1

- The second subsidiary company Baht 343.70 million and Baht 263.89 million respectively perform cane plantation on the land leased from the government of the Kingdom of Cambodia as specified in the notes to the financial statements No. 36.2

17. Cane Growing Promotion Loans-Net

Consisted of:

		(Unit : Thousand Baht)	
		<u>Consolidated Financial Statements</u>	
		<u>As at</u>	
		<u>January 31, 2009</u>	<u>October 31, 2008</u>
Cane Growing Promotion Loans		107,831	114,518
<u>Less</u> Current Portion of Loans for Cane Growing Promotion Loans		(19,913)	(28,600)
Total		87,918	85,918
<u>Less</u> Allowance for Doubtful Debts		(5,916)	(5,916)
Net		82,002	80,002

As at January 31, 2009 and October 31, 2008, cane growing promotion loans of the four subsidiary companies were loans made to farmers for the purpose to buy lands to plant cane and buy agricultural apparatus. The loan agreements were made for the period of 1-10 years or longer at the same interest rates of 6.00-10.00 % per annum for both years. These loans were mostly secured by the farmers using lands and vehicles as collaterals.

18. Other Accounts Receivable Compensation for Sugar Production and Distribution

On January 9, 2008, the Office of Cane and Sugar Board issued letter No. Or Gor. 0602/Wor 72 informing the Cabinet resolution approving payment for compensation the difference between cane price and final and initial sugar production and distribution compensation to the Company and subsidiaries which calculated from the difference of compensation rate of final sugar production and distribution which is lower than initial price multiplied by the volume of cane going into the production process. In accordance to minutes of the Cane and Sugar Board' s meeting No. 3/2551 held on March 4, 2008, it resolved to made payment for compensation of sugar production and distribution as a factory credit and Cane and Sugar Fund will gradually repays it out of collections from cane and sugar industry. (In accordance to the minutes of the Cane and Sugar Board's meeting No.4/2551 held on April 3, 2008, it is resolved to collect money for cane and sugar industry stabilisation maintenance in order to pay compensation to the factories for the period of 5 years and this matter is in the process of issuance of regulation to support such collections).

19. Property, Plant and Equipment-Net

Movement for the three-month period ended on January 31, 2009 are as follows: -

	(Unit : Thousand Baht)	
	<u>Consolidated Financial</u>	<u>Separate Financial</u>
	<u>Statements</u>	<u>Statements</u>
Beginning Book Value-Net	11,298,389	2,979,900
Purchase Assets	760,617	96,366
Increase in Capital Surplus from Asset Revaluation	196,695	-
Impairment of Asset-Reversal	(3,112)	-
Transfer in	175,258	52,719
Sale/Amortization	(67,207)	(53,329)
Amortization of Capital Surplus from Asset Revaluation	(15,722)	(866)
Transfer out	(175,258)	(52,719)
Depreciation	(110,153)	(35,186)
Depreciation-Surplus from Revaluation of Assets	(76,884)	(21,620)
Accumulated Depreciation-Sale	56,427	50,326
Accumulated Depreciation-Amortization of Capital Surplus from Asset Revaluation	6,807	294
Ending Book Value-Net	<u>12,045,857</u>	<u>3,015,885</u>

As at January 31, 2009 and October 31, 2008, in the consolidated financial statements the Company and its subsidiary companies pledged land together with construction and machinery at the book value of Baht 981.59 million and Baht 1,038.64 million respectively and in the separate financial statements at amount of Baht 135.98 million and Baht 136.11 million respectively as collaterals against short-term and long-term credit facilities with commercial banks.

Interest expenses arisen from long-term loans obtained for construction of factory and machine installation for the three-month periods ended January 31, 2009 and for the year ended October 31, 2008 in the consolidated financial statements of Baht 5.65 million and Baht 3.43 million respectively are included as the cost of asset.

As at January 31, 2009 and October 31, 2008, buildings and machinery at book value of subsidiary companies for the amounts of Baht 757.90 million and Baht 765.08 million respectively were made on land leased from the Company for the period of 30 years. The ownership of the buildings at the book value of Baht 75.59 million and Baht 72.59 million respectively, when the asset agreement's term expired, would be transferred to the lessor as mentioned in the note to the financial statements no. 4.2

As at January 31, 2009 and October 31, 2008, buildings and factory buildings in construction of a subsidiary company at the book value of Baht 142.64 million and Baht 164.59 million respectively were located on the land leased from subsidiary company for the rent tenor of 1 year and can be extended for the period of 1 year until the total rental tenor reached 30 years.

As at January 31, 2009 and October 31, 2008, in the consolidated financial statements, assets in the book value of Baht 1,886.18 million and Baht 1,556.93 million respectively were located on the concession land as mentioned in the notes to the financial statements nos. 36.1 and 36.2

As at January 31, 2009 and October 31, 2008, in the consolidated financial statements, assets in cost amount of Baht 472.92 million and Baht 448.10 million respectively and in the separate financial statements, of Baht 221.15 million and Baht 220.58 million respectively, were fully depreciated but still in use.

On November 14, 2008, the Company and five subsidiary companies set up the appraisal for the land together with the construction and machinery by an independent appraiser who has been approved by the Securities and Exchange Commission. The said appraisal has the following details: -

1. The land used the Market Value Method which implied the value of the assets which expected to be sold in an appropriate time period from the appraised date with the seller's consent and the buyer fully aware of the detail of the said asset.
2. The condominium units used the Cost Approach which implied the valuation by calculating the replacement cost of the assets less the depreciation value and working condition including the goodwill or the market demand for the said assets. After the net replacement cost is obtained, it is then included to the land value (the value of the land valued by using Market Value Approach).
3. Construction and machinery used the Depreciated Replacement Cost which implied the replacement cost of the assets less the depreciation value according to the useful life and working condition. Furthermore, it could included the goodwill or the market demand for the said assets.

From the said appraisal resulted in the consolidated for the three month period ended on January 31, 2009 has the surplus from asset revaluation increased by Baht 196.70 million. Furthermore, it also resulted in the allowance for the impairment of asset increased by Baht 3.11 million from the increase and/or decrease of the market price of the asset in the current situation. In the first quarter of 2009, the subsidiary companies have changed the approximate useful life of assets as follows: -

	<u>New Rate</u>	<u>Previous Rate</u>
- Building and construction	5-37 years	5-33 years
- Machine and Equipment	3-15 years	5 years

This was to better suite the situation by referring to the above appraisal report of the independent professional appraiser. The subsidiary companies recognized the effect of the change immediately in the consolidated income statements for the three-month period ended on January 31, 2009 and the next periods.

As the Company and its subsidiary companies choose to account by cost method and when there is an increase in asset revaluation, only net value of increase book value would be recorded to related asset account along side with revaluation surplus on assets as at January 31, 2009 and October 31, 2008 in the consolidated financial statements, there appeared depreciation of capital surplus being charged to revaluation surplus on assets account under the shareholders' equity for the amounts of Baht 85.80 million and Baht 324.31 million respectively and in the separate financial statements, there appeared depreciation of capital surplus being charged to revaluation surplus on assets account under the shareholders' equity for the amounts of Baht 22.19 million and Baht 106.90 million respectively.

If the Company and subsidiary companies choose to account for depreciation for capital surplus through the income statement, the net profit for the three-month periods ended January 31, 2009 and 2008 in the consolidated financial statements will be shown at less amount of Baht 85.80 million and Baht 82.35 million respectively, and earning per share decreased by Baht 0.06 per share and Baht 0.05 per share respectively and in the separate financial statements will be shown at less amount of Baht 22.19 million and Baht 24.90 million respectively, and earnings per share decreased by Baht 0.01 per share and Baht 0.02 per share respectively.

20. Land not used in Operation-Net

Consisted of:

	(Unit : Thousand Baht)			
	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Land Not Used in operation	313,224	307,012	98,282	98,282
<u>Less</u> Accumulated Allowance for Impairment	(1,507)	(1,507)	-	-
Net	<u>311,717</u>	<u>305,505</u>	<u>98,282</u>	<u>98,282</u>

As at January 31, 2009 and October 31, 2008 in the consolidated financial statements, land not used in operation belonging to three subsidiary companies at book value of Baht 200.69 million and Baht 194.47 million respectively were held for business expansion in the future.

21. Bank Overdrafts and Short-Term Loans due to Financial Institutions

Consisted of:

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Bank Overdrafts	5,622	360	5,622	360
Loans due to Financial Institutions	174,671	244,874	-	70,000
Trust Receipt	266,006	567,510	-	-
Packing Credit	56,114	78,602	-	-
Total	502,413	891,346	5,622	70,360

As at January 31, 2009 and October 31, 2008, in the consolidated and separate financial statements bank overdrafts carrying the interest rate at MOR per annum for both periods.

As at January 31, 2009 and October 31, 2008, in the consolidated financial statements, loans due to financial institutions at Baht 174.67 million and Baht 174.87 million respectively, were covered by loan agreement of a foreign subsidiary company with a commercial bank in Thailand in US Dollar currency carrying the floating interest rate at LIBOR+2% per annum. As of October 31, 2008, in the separate financial statements, the entire amount of loans due to financial institutions are loans in the form of promissory notes with the maturity period ranging from 3-6 months, carrying interest rates of 4.35-6.50% per annum.

As at January 31, 2009 and October 31, 2008, in the consolidated financial statement, trust receipts payable carrying the interest rates of 4.05-4.92% per annum for both periods.

Bank overdrafts, loans due to financial institutions and trust receipts payable are secured by land together with constructions, parts of machinery and leasehold right of factory land location. There are inter-guarantees offered and the subsidiary companies' directors also participated in guarantee against the credit facilities. Short-term loan of a foreign subsidiary company utilized the joint collaterals with the eight and nine credit lines long-term loan as mentioned in the note to the financial statement no. 28. In addition, when some of the credit lines have been drawn, the Company and its subsidiary companies must additionally pledge parts of their inventories as collaterals.

Packing credits payable is a loan agreement of a subsidiary company with three commercial banks for the benefit of the Company, subsidiary and related companies totaling five companies. As at January 31, 2009 and October 31, 2008, a related company issued a promissory note to pay the amount equivalent to that of the packing credit loan as a collateral as mentioned in the notes to financial statements no. 4.1. The remaining loan has the following details :-

- The remaining principal balance in the consolidated financial statements as at January 31, 2009 and October 31, 2008 at amounts of Baht 56.11 million and Baht 59.91 million respectively is required to be repaid within the year 2015. Those who provided credit facilities reserved the right to alter the repayment period of the principal annually. Land together with construction, machines and bank deposit of the related company were pledged as collaterals, and also the subsidiary company's directors and related persons took part in pledging guarantees.
- The remaining principal balances in the consolidated financial statements as at October 31, 2008 at amounts of Baht 18.69 million carried the interest rate at 6.50% per annum for the period of 1-6 months and guaranteed by the related company's goods.

22. Other Short-Term Loans-Net

As at January 31, 2009 and October 31, 2008, the Company issued unsecured short-term bills of exchange with the same discount rates at approximately 4.00-4.10% per annum and 3.88-4.14% per annum respectively. As at January 31, 2009 with the details are as follows:-

(Unit : Thousand Baht)

<u>Consolidated Financial Statements /Separate Financial Statements</u>						
<u>Bill of Exchange No.</u>	<u>Code</u>	<u>Term (Days)</u>	<u>Maturity Date</u>	<u>Par Value</u>	<u>Prepaid Interest</u>	<u>Net</u>
19/2551	KSL09202A	89	Feb 2, 2009	300,000	67	299,933
20/2551	KSL09210A	89	Feb 10, 2009	300,000	334	299,666
21/2551	KSL09223A	89	Feb 23, 2009	650,000	1,622	648,378
Total				1,250,000	2,023	1,247,977

23. Trade Accounts and Notes Payable-Cane Purchase

As at January 31, 2009, the Company and three subsidiary companies purchased canes for production season 2008/2009 using the announced initial cane price for production season 2008/2009 as published in the Royal Gazette dated No.15/2551 November 13, 2008. The price is Baht 830 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 49.80 per cane ton. Until the date the Company's audit committee 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 2008/2009, therefore the management of the Company and its subsidiary companies booked trade account payable to cane and calculate cost of goods sold and inventories for the three-month period ended January 31, 2009 from estimation made by the management of the Company and its subsidiary companies at cane price of Baht 975.75-1,061.14 per cane ton with average sweetness level at 11.60-13.35 c.c.s.

As at October 31, 2008, the Company and three subsidiary companies purchased canes for production season 2007/2008 using the announced initial cane price for production season 2007/2008 as published in the Royal Gazette dated March 5, 2008. The price is Baht 600 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 36.00 per cane ton. Until the date the Company's audit committee 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 2007/2008, therefore the management of the Company and its subsidiary companies booked trade account payable to cane and calculate cost of goods sold and inventories for the years ended October 31, 2008 from estimation made by the management of the Company and its subsidiary companies at cane price of Baht 759.16-786.96 per cane ton with average sweetness level at 10.97-12.43 c.c.s.

24. Short-Term Loans due to Outside Person

As at January 31, 2009, in the consolidated financial statements, the whole amount of short-term loan of a subsidiary is loan due to outside person in the form of at-call on demand promissory note bearing the interest rate at 4.00% per annum.

25. Estimate of Accrued Manufacturing Expenses

The Company and three of its subsidiaries record estimate of accrued production cost basing on calculated rate of production cost per unit multiplied with quantity of production which is expected to remain outstanding in each season. The rate of production cost per unit is calculate of from estimates of value cane, direct labour and other of production cost which is expected to occur and then divided by estimated quantity of production expected to produce in each season. The estimated cane value is arrived at as in notes to the financial statements no. 23 and the quantity of cane to be pressed in each season will estimated from best available information of The Office of Cane and Sugar Board as at the date of this report. Direct labour and other production cost is estimated by the management which consider from past information relating to relating to the nature of occurring expense in each item and capacity in each season.

Estimates, assumptions and judgments are continually evaluated and 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.

26. Accrued Fee payable to Cane and Sugar Fund

As at January 31, 2009 and October 31, 2008 in the consolidated financial statements, the majority of Baht 45.14 million and Baht 46.40 million respectively, and the Separate financial statements of Baht 30.92 million and Baht 22.06 million respectively, represent the amounts to be sent to the Cane and Sugar Fund as per announcement of the office of the Cane and Sugar Board on determining the selling price of sugar for consumption in the Kingdom dated July 15, 2008 and ordering a levy of increased income from the selling price increased for white sugar and refined sugar within the Kingdom from April 30, 2008 onwards which must be distributed to the Fund at Baht 5 per kilogram. For the three-month period ended January 31, 2009, the Company and its subsidiary companies have recognized such fees as selling and administrative expenses in the consolidated and separate financial statements in amounts of Baht 161.22 million and Baht 90.02 million respectively.

27. Debentures-Net

As at January 31, 2009 and October 31, 2008, the Company issued 3 sets of Thai Baht currency debentures which are holder specified, non-subordinated and unsecured bonds at par value of Baht 1,000 per unit, meeting no. 11/2551 held on November 28, 2008 issued 1 set and had been approved by the resolution of the annual general meeting of shareholders' meeting no. 1/2550 held on February 27, 2007, issued 2 sets with the following details: -

(Unit : Thousand Baht)

Consolidated Financial Statements/Separate Financial Statements

As at January 31, 2009

<u>Bond</u>	<u>Symbol</u>	<u>Term</u>	<u>Maturity Date</u>	<u>Interest</u>	<u>Issue Number</u>	<u>Total</u>	<u>Amortized Bond</u>	<u>Net</u>	<u>Fair Value</u>	
<u>Set No.</u>				<u>Per Annum</u>	<u>of Units</u>	<u>Value</u>	<u>Issuance Expense</u>			
1	KSL10NA	3 years	November 20, 2010	4.94	1,000,000	1,000,000	2,013	997,987	1,011,821	
2	KSL12NA	5 years	November 20, 2012	5.44	500,000	500,000	1,280	498,720	515,717	
3	KSL11NA	3 years	November 18, 2014	5.40	780,000	780,000	1,999	778,001	797,417	
Total						2,280,000	2,280,000	5,292	2,274,708	2,324,955

(Unit : Thousand Baht)

Consolidated Financial Statements/Separate Financial Statements

As at October 31, 2008

<u>Bond</u>	<u>Symbol</u>	<u>Term</u>	<u>Maturity Date</u>	<u>Interest</u>	<u>Issue Number</u>	<u>Total</u>	<u>Amortized Bond</u>	<u>Net</u>	<u>Fair Value</u>	
<u>Set No.</u>				<u>Per Annum</u>	<u>of Units</u>	<u>Value</u>	<u>Issuance Expense</u>			
1	KSL10NA	3 years	November 20, 2010	4.94	1,000,000	1,000,000	2,294	997,706	1,013,593	
2	KSL12NA	5 years	November 20, 2012	5.44	500,000	500,000	1,364	498,636	517,936	
Total						1,500,000	1,500,000	3,658	1,496,342	1,531,529

Other significant compliance to the covenants of the debenture issuances.

- The Company shall maintain the debt to shareholders' equity ratio in the consolidated financial statements at not more than 2.5 : 1 at any time for the entire debentures terms and the debt to shareholder's equity ratio as at October 31 of each year shall be maintained at not more than 1.5 : 1 for the entire debentures terms.
- In case the credit rating of the debentures lower than the current Company's rating at that time, the Company shall pledge assets as collateral for the shareholders or proceed to correct the credit rating of the bond to be at the same level or better than the credit rating of the Company.

28. Long-Term Loans

Consisted of:

	(Unit : Thousand Baht)	
	<u>Consolidated Financial Statements</u>	
	<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Loans due to Commercial Banks	2,233,694	1,131,747
<u>Less</u> Current Portion of Long-Term Loans	(104,500)	(102,250)
Net	2,129,194	1,029,497

Movements of long-term loans for the three-month periods ended on January 31, 2009 and 2008 are as follows: -

	(Unit : Thousand Baht)			
	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>For the Three Month Period Ended January 31,</u>		<u>For the Three-Month Period Ended January 31,</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Beginning Book Value Balance	1,131,747	1,319,054	-	116,000
Increase in the Period	1,151,947	5,000	-	-
Repayment in the Period	(50,000)	(298,000)	-	(28,000)
Ending Book Value Balance	2,233,694	1,026,054	-	88,000

In the consolidated and the separate financial statements as at January 31, 2009 and October 31, 2008, the Company and its subsidiary companies obtained loans from commercial banks with the first to sixth credit lines carried the same interest rates at FIX 12 M+2.25% to MLR-1.00% per annum for both periods. The seventh to nine credit lines carried the interest rate at LIBOR+2% per annum. The credit facilities obtained have the important covenants as follows:-

- The first credit line: a subsidiary company's principal limit of the credit line is Baht 200.00 million with the remaining balance of the principal as at January 31, 2009 and October 31, 2008 of Baht 80.00 million and Baht 100.00 million respectively. The principal has a grace period of 2 years 6 months from the date of the first withdrawal (July 19, 2005). Afterwards, the repayment has to be made six-monthly, totaling 10 installments. The repayment for 1st to 9th installment is at Baht 20.00 million per installment. The remaining principal must be repaid on the 10th installment. The interest is repayable at the end of every month. The subsidiary company pledged all land together with construction and all machinery of the project as collaterals. This loan has following significant conditions :-
 - The subsidiary company must have the registered capital at not less than Baht 100.00 million and the paid-up capital must be not less than 25% prior to or at the date of the first withdrawal of the loan.
 - The Company must maintain the shareholding proportion in the said subsidiary company at the rate not less than 85% of the issued and paid-up share capital through out the period of the loan.
 - The subsidiary company is not able to pay dividend except when it can repay the principal and interest according to the agreement.
 - Except loans from shareholders or companies within the group, the subsidiary company must not enter into additional long-term loan agreements unless it has obtained prior approval from the lending bank.
- The second credit line: a subsidiary company's principal limit of the credit line is Baht 200.00 million with the remaining balance of the principal as at January 31, 2009 and October 31, 2008 of Baht 80.00 million for both periods. Interest is payable every three months and repayment of the principal loan to be made twice every year for the total of 12 installments within May 31 and November 30 of each year. Installments of principal repayment are uneven ranging from Baht 5.00-30.00 million commencing from the first installment on May 31, 2009 and the last one, to be completely repaid the outstanding contractual amount, within November 30, 2014. The Company has offered its guarantee for the full amount.
- The third credit line: a subsidiary company's principal limit of the credit line is Baht 200.00 million with the remaining balance of the principle as at January 31, 2009 and October 31, 2008 of Baht 180.00 million and Baht 200.00 million respectively. The principal must be repaid on six-monthly installments in total of 10 installments at Baht 20.00 million per installment. The first installment must be made in December 2008. The interest is payable at the end of each month.
- The fourth credit line: a subsidiary company's principal limit of the credit line is Baht 80.00 million with the remaining balance of the principle as at January 31, 2009 and October 31, 2008 of Baht 50.00 million and Baht 60.00 million respectively. The principal must be repaid on six-monthly installments in total of 8 installments at Baht 10.00 million per installment. The first installment must be made in January 2008. The interest is payable at the end of each month.

Principal limit of the three and fourth credit line are guaranteed by the mortgage registration of land together with the warehouse building, factory plant building, machines, the leasehold right of the land where the factory is located of the subsidiary companies at the total book value of Baht 582.30 million. The guarantee included the fire insurance for the constructions and machines with the equipments at the maximum limit accepted by the insurance company. The Company forfeits the benefit from the insurance to the bank as the beneficiary. This loan has following significant conditions: -

- The subsidiary company must maintain the debt to equity as stated in the financial statements at not exceeding 1 : 1
- The subsidiary company must maintain the debt service coverage ratio at not less than 1.2 : 1
- The fifth credit line: a subsidiary company's principal limit of the credit line is Baht 60.00 million with the remaining balance of the principle as at January 31, 2009 and October 31, 2008 of Baht 45.00 million for both periods. The principal must be repaid on three-monthly installments in total of 20 installments at Baht 2.25 million per installment. The first installment must be made in September 2009 and interest is payable at the end of each month with the following significant conditions :-
 - The subsidiary company has to register the mortgage of construction which the company may have in the future and machinery of project with the total principal of pledge at Baht 85.00 million to be completed within 1 month from the date of construction is completed.
 - The other subsidiary company has guaranteed for the full amount.
 - The subsidiary company must maintain debt to equity ratio at not more than 1.5 : 1
 - The subsidiary company must maintain the debt service coverage ratio at not less than 1.2 : 1
- The sixth credit line: a subsidiary company's principal limit of credit line is Baht 800.00 million with the remaining balance of the principle as at January 31, 2009 and October 31, 2008 of Baht 576.00 million and Baht 297.00 million respectively. The principal must be repaid within 5 years. The principal must be repaid on six-monthly installments in total of 10 installments at Baht 37.50-92.50 million per installment and the first installment must be made in April 2009. The loans are guaranteed by machineries and all factory equipment of the subsidiary company and the Company and subsidiary's shareholders have also offered their guaranteed on this loan.
- The seventh credit line: the credit line of a foreign subsidiary company with an overseas commercial bank for the credit limit of USD 5.00 million. As at January 31, 2009 and October 31, 2008, the remaining balance is Baht 174.67 million and Baht 174.87 million respectively. The repayment of the principle has to be made every six months for the total of 10 installments at USD 0.50 million per installment. The grace period of the principle is 2 years and the first repayment for the principle is to be made in March 2011. The interest is payable every three months.

- The eighth credit line: the credit line of a foreign subsidiary company with a commercial bank in Thailand for the credit limit of USD 5.00 million. As at January 31, 2009 and October 31, 2008, the remaining balance is Baht 174.67 million and Baht 174.87 million respectively. The repayment of the principle has to be made every six months for the total of 10 installments at USD 0.50 million per installment. The grace period of the principle is 2 years and the first repayment for the principle is to be made in March 2011. The interest is payable every three months.
- The ninth credit line: the credit line of a foreign subsidiary company with a commercial bank in Thailand for the credit limit of USD 30.00 million. As at January 31, 2009, the remaining balance is Baht 873.35 million. The repayment of the principle has to be made every six months for the total of 10 installments at USD 3.00 million per installment. The grace period of the principle is 2 years and the first repayment for the principle is to be made in June 2011. The interest is payable every three months.

The seventh to ninth credit line are guaranteed by the Company, a subsidiary company, a shareholder and person who related with the shareholder of the subsidiary company, and a standby letter of credit of a foreign commercial bank of a related company.

29. Share Capital

Consisted of :

	Registered Share (Number of Shares)	Par Value (Baht)	Registered Share Capital (Thousand Baht)	Issued and Paid Up Share Capital (Thousand Baht)
As of November 1, 2007	1,600,000,000	1.00	1,600,000	1,550,000
Registered Share Capital Decreased During the Period	(50,000,000)	1.00	(50,000)	-
Registered Share Capital Increased During the Period	155,000,000	1.00	155,000	-
As of October 31, 2008	1,705,000,000	1.00	1,705,000	1,550,000
Change in the Period	-	-	-	-
As of January 31, 2009	1,705,000,000	1.00	1,705,000	1,550,000

In accordance with the minutes of the Company's board of directors' meeting No. 2/2551 held on March 28, 2008 and in accordance with the minutes of the extra-ordinary shareholders' meeting No. 1/2551 held on April 29, 2008, it approved for the Company to decrease the registered share capital from formerly Baht 1,600.00 million to Baht 1,550.00 million which the Company already registered the change with the Ministry of Commerce on May 12, 2008, and approved the issuance of the 1st tranche warrants to purchase the ordinary shares of the Company and approved the Company to increase the registered share capital from formerly Baht 1,550.00 million to Baht 1,705.00 million by issuance of 155.00 million new ordinary shares at the par value of Baht 1.00 per share each so that to support the exercise of the warrants. The Company already registered the increase of share capital with the Ministry of Commerce on May 13, 2008.

30. Capital Management

The primary objectives of the Company and its subsidiaries' capital management are to maintain their ability to continue as a going concern, to maintain an appropriate capital structure and to maintain the debt to equity ratio not exceeding the covenants of the loan agreements.

As at January 31, 2009 and October 31, 2008, debt to equity ratio in the consolidated financial statements is 1.06 : 1.00 and 0.77 : 1.00 respectively, and the separate financial statements, debt to equity ratio is 1.01 : 1.00 and 0.79 : 1.00 respectively.

31. Surplus from Internal Restructure of Entities under Common Control

In the consolidated financial statements, movement of surplus from internal restructure of entities under common control for the period ended on January 31, 2009 is as follows: -

	<u>Revaluation Surplus on</u>	<u>Discount from Internal Restructure</u>	<u>Net</u>
	<u>Assets-Subsidiary Companies</u>	<u>of Entities under Common Control</u>	
Beginning Balance	2,106,920	(264,043)	1,842,877
Decrease in the Period	(57,053)	-	(57,053)
Ending Balance	2,049,867	(264,043)	1,785,824

(Unit : Thousand Baht)

32. Dividend Paid and Legal Reserve

In accordance with the minutes of the annual general shareholders' meeting No. 1/2551 held on February 28, 2008, it was unanimously resolved to appropriate Baht 23.00 million from net profit in 2007 to legal reserve and to pay dividends from operating result of the Company from November 1, 2006 to October 31, 2007 at the rate of Baht 0.22 per share totaling Baht 341.00 million. The dividends had been paid to shareholders on March 27, 2008.

In the fourth quarter of the year 2008, the Company appropriated net profit for the year 2008 as a legal reserve in amount of Baht 18.50 million in order to conform to the Public Companies Act.

33. Natures of Expense

The significant natures of expense are :-

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>For the Three-Month Periods</u>		<u>For the Three-Month Periods</u>	
	<u>Ended January 31,</u>		<u>Ended January 31,</u>	
	<u>2552</u>	<u>2551</u>	<u>2552</u>	<u>2551</u>
Salaries, Wages and Other Benefits to Employees	266,977	224,659	81,528	74,406
Depreciation and Amortization	106,069	78,919	34,527	30,330
Fuel Costs	72,345	91,474	53,265	67,649
Fee Payable to Cane and Sugar Cane	185,257	26,565	103,474	9,808
Maintenance Expense	114,488	108,739	69,145	56,528
Transport Expenses	74,277	87,258	45,831	45,143
Raw Material and Supplies Used	2,862,238	2,157,179	1,323,390	913,504
Purchased Finished Goods	86,752	92,890	177,310	383,649
Changes in Finished Goods and Work In Process	(1,804,826)	(962,866)	(865,540)	(471,768)
Operating Expenses	149,558	170,941	69,480	78,032
Interest Expenses	65,290	41,072	44,684	24,955
Other Financial Expenses	510	285	510	285
Total	2,178,935	2,117,115	1,137,604	1,212,521

34. Disclosure of Sectoral Business Operations

Consolidated Financial Statements

For the Three-Month Periods Ended on January 31, 2009 and 2008

(Unit : Million Baht)

	Manufacture and Distribution of Sugar and Molasses						Manufacture and Distribution of Alcohol		Manufacture and Sale of Electricity		Real Estate Rental		Wheat Flour		Others Business		Inter-Transaction		Total		
	2009			2008			2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	
	Thai	Laos	Cambodia	Thai	Laos	Cambodia	-----Thailand-----														
Net Sales and Service-Domestic	1,037	-	-	999	-	-	189	83	143	122	39	28	362	98	86	120	(281)	(413)	1,575	1,037	
Net Sales and Service-Foreign	962	-	-	1,124	-	-	-	117	-	-	-	-	-	-	274	-	(249)	-	987	1,241	
Total	1,999	-	-	2,123	-	-	189	200	143	122	39	28	362	98	360	120	(530)	(413)	2,562	2,278	
Profit (loss) from Operation	600	-	-	373	-	-	55	13	62	36	103	29	34	11	330	121	(48)	(13)	1,136	570	
Selling Expenses																			(88)	(91)	
Administration Expenses																			(184)	(155)	
Fee Payable to Cane and Sugar Fund																			(185)	(27)	
Financial Expenses																			(66)	(41)	
Corporate Income Tax																			(133)	(77)	
Net Profit																				480	179
Less Net Profit of Minority Shareholders																				(66)	(5)
Net Profit of Khon Kaen Sugar Industry Public Company Limited																				414	174
As at January 31, 2009 and 2008																					
Inventories-Net	3,046	9	62	2,401	-	-	41	50	-	-	-	-	343	79	53	65	-	-	3,554	2,595	
Property, Plant and Equipment-Net	6,502	828	1,671	6,334	159	282	377	330	911	799	1,187	990	504	447	225	215	(159)	(23)	12,046	9,533	
Central Assets	3,453	139	707	2,940	173	753	108	89	181	179	69	97	220	73	599	286	(591)	(615)	4,885	3,975	
Total Assets	13,001	976	2,440	11,675	332	1,035	526	469	1,092	978	1,256	1,087	1,067	599	877	566	(750)	(638)	20,485	16,103	

35. Obligations and Contingent Liabilities

As at January 31, 2009 and October 31, 2008, apart from liabilities reflected in the balance sheets, the Company and its subsidiary companies have obligations and contingent liabilities as follows:-

35.1 The Company and its subsidiary companies have obligations relating to agreements to sell goods but not yet delivered as in the consolidated financial statements for the amounts of Baht 4,916.73 million and Baht 2,122.68 million respectively and as in the separate financial statements for Baht 2,594.27 million and Baht 1,566.44 million respectively.

35.2 The Company and three subsidiary companies had issued post-dated cheques to farmers to purchase cane. The Company and the subsidiary companies have not recorded the said liabilities as the cheques are not yet due and the cane of the said production season has not been received from farmers as follows:-

(Unit : Million Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at January 31, 2009</u>	<u>As at October 31, 2008</u>	<u>As at January 31, 2009</u>	<u>As at October 31, 2008</u>
For the production season 2008/2009	163.77	333.75	4.24	30.63
For the production season 2009/2010	15.62	12.82	15.62	12.82

35.3 A subsidiary company made a electricity sale-purchase contract with the Electricity Generating Authority of Thailand (EGAT) on February 21, 2005 requiring the subsidiary company to commence selling electricity within October 31, 2006 for 21 years and EGAT agrees to buy electricity not less than 80% of electricity supply generated under the contract (20 megawatts per month). The subsidiary company had commenced to sell electricity to EGAT since December 26, 2006.

35.4 As at January 31, 2009 and October 31, 2008 in the consolidated and separate financial statements have obligations and contingent liabilities as follows: -

(Unit : Million)

	<u>Currency</u>	<u>Consolidated Financial Statements</u>					
		<u>As at January 31, 2009</u>			<u>As at October 31, 2008</u>		
		<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>
Letter of Guarantees	Baht	-	65.26	-	-	65.26	-
Note Acceptance	Baht	30.00	-	30.00	30.00	-	30.00
Letter of Credit	Baht	1,084.00	536.85	547.15	1,424.50	652.96	771.54
Letter of Credit	USD	27.44	16.44	11.00	26.92	2.72	24.20
Letter of Credit	EUR	1.25	1.25	-	-	-	-
Bank Overdraft and Short-Term Loans	Baht	7,287.00	5.62	7,281.38	13,926.91	148.96	13,777.95
Short-Term Loans	USD	23.00	5.00	18.00	23.00	5.00	18.00
Forward Contract	Baht	1,201.00	264.76	936.24	1,193.00	-	1,193.00
Forward Contract	USD	154.20	11.50	142.70	145.20	13.22	131.98
Long-Term Loans	Baht	1,480.00	1,206.00	274.00	1,480.00	927.00	553.00
Long-Term Loans	USD	40.00	35.00	5.00	40.00	10.00	30.00
Joint credit line in the Letter of Credit and Long-Term Loans	Baht	60.00	45.00	15.00	60.00	45.00	15.00
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	Baht	-	-	5,640.33	-	-	5,527.05
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	USD	-	-	118.20	-	-	93.20

(Unit : Million)

	<u>Separate Financial Statements</u>						
	<u>As at January 31, 2009</u>			<u>As at October 31, 2008</u>			
		<u>Total Credit Line</u>		<u>Total Credit Line</u>			
	<u>Currency</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>
Letter of Guarantees	Baht	-	1.73	-	-	1.73	-
Letter of Credit	Baht	30.00	-	30.00	30.00	-	30.00
Letter of Credit	USD	1.00	-	1.00	1.00	-	1.00
Bank Overdraft and Short-Term Loans	Baht	2,058.00	5.62	2,052.38	4,908.00	70.36	4,837.64
Short-Term Loans	USD	3.00	-	3.00	3.00	-	3.00
Forward Contracts	Baht	333.00	-	333.00	333.00	-	333.00
Forward Contracts	USD	10.00	-	10.00	10.00	6.01	3.99
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	Baht	-	-	5,640.33	-	-	5,527.05
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	USD	-	-	118.20	-	-	93.20

Parts of the above credit facilities guaranteed land together with construction, parts of machinery, leasehold for the land where the factory is located and Standby Letter of Credit from a foreign bank of a related company as collaterals. The inter-guarantee also offered between the Company and subsidiary companies, in addition to the Company's directors, the subsidiary companies' directors, shareholders and related persons with the shareholders of the subsidiary companies jointly offered their guarantees. Furthermore, for some of the credit facilities, if the drawn down is made, the Company and its subsidiary companies have to additionally pledge parts of their inventories as collaterals.

35.5 As at January 31, 2009 and October 31, 2008, in the consolidated financial statements, the Company and its subsidiary companies have remaining obligations under the various contracts as follows: -

(Unit : Million)

	<u>Consolidated Financial Statements</u>				
	<u>As at</u>				
		<u>January 31, 2009</u>		<u>October 31, 2008</u>	
	<u>Currency</u>	<u>Contractual Amount</u>	<u>Outstanding Contractual Obligation</u>	<u>Contractual Amount</u>	<u>Outstanding Contractual Obligation</u>
Construction and Subcontract Agreements	Baht	700.46	100.54	637.65	97.88
	USD	8.74	3.21	6.61	2.80
	KHR	873.93	172.10	475.25	283.29
Machine and Equipment Purchase Agreements	Baht	191.27	141.74	250.65	157.58
	USD	36.73	24.93	27.66	17.58
	YEN	3,190.00	3,190.00	3,191.67	3,191.25
	EURO	1.67	1.25	-	-
Machine Disposal Agreements	Baht	29.00	1.80	48.68	2.89

Furthermore, as at January 31, 2009 and October 31, 2008, four subsidiary companies entered into four inter-purchase/sale agreements of which the remaining obligation under the agreements is Baht 669.84 million and Baht 1,505.72 million respectively.

35.6 As at January 31, 2009 and October 31, 2008, two subsidiary companies entered into agreements with other companies to transport machinery, which the transportation fee payment depends on the percentage of work completed. The remaining contractual obligation is Baht 2.49 million and Baht 25.57 million respectively.

36. Other Significant Information

36.1 On February 16, 2006, Savannakhet Sugar Corporation, which is a subsidiary company, made a contract to develop area in the Lao People's Democratic Republic with the government of that country to be used is the subsidiary company's office, factory unit, road and area for cane plantation for the total area of 10,000 hectares covering the period of 30 years which can be extended for another 20 years if approved by the counter party. As at January 31, 2009 and October 31, 2008, the subsidiary company has already utilized the area of 3,247.13 hectares for both periods at the rental rate of USD 6 per hectare per year.

36.2 In accordance to minutes of the Company's meeting of the executive board no. 8/2549 held on July 28, 2006, it resolved for the Company to invest in ordinary shares of Koh Kong Plantation Co., Ltd. and Koh Kong Sugar Industry Co., Ltd. at the rate of 50% in each company for the total USD 5.00 million. This investment was a joint investment with foreigners and the said two companies have entered into the memorandum of understanding with the government of Kingdom of Cambodia on August 2, 2006 in order to build a sugar factory and to apply for a concession of area to plant canes in Koh Kong Province, Kingdom of Cambodia in total of 20,000 hectares covering period of 90 years and the rental price has a grace period of the first 4 years, afterwards, the rate of rental price of USD 1 - 4 per hectare per annum. At present, it is in the process of fixing the area so that the rental price can be calculated.

36.3 In accordance with the minutes of the annual general shareholders' meeting No. 1/2551 held on February 28, 2008, it resolved for issuance and proposal for sale of debt instruments (including but not limit to debentures, short-term debenture, bills and short-term bills) in various forms at one time for full amount and/or several times and /or as a project depending on discretion and necessity for use of fund of the Company. The total limit amount for this issuance is not more than Baht 10,000.00 million with the following conditions:

- Category of debts instruments : with or without securities, subordinated or non-subordinated, convertible or non-convertible, specified names of debt-holders with or without representatives (in case of debenture).
- Currency : Thai Baht currency or equivalent foreign currency using exchange rate at each time of issuance.

- Proposed sale value : Principal amount of issued debt instruments must not be more than Baht 10,000.00 million at any time. The calculation of the maximum principal of the debt instrument which the Company can issue and place for sale at any time shall include the principal of the Company's debt instrument which has not been redeemed but shall not include the principal of the Company's debt instrument which has already been redeemed.
- The maturity period : Should not be more than 20 years.
- Sales method : Placement to the general investors, major investors or corporate investors in Thailand and/or overseas according to the announcement of the Securities and Exchange Commission and/or the announcement of the Office of the Securities and Exchange Commission and/or other related regulations which are in effect at the time of the debt instrument's issuance and offer for sales.

As of January 31, 2009 and October 31, 2008, the Company has partially issued the debt instruments as mentioned in the notes to financial statements Nos. 22 and 27

36.4 The Company and subsidiary companies jointly filed charge along with other companies in the sugar industry group against the Cane and Sugar Board as 1st defendant as the Office of the Cane and Sugar Board as 2nd defendant because of disagreement with final cane price fixing and compensation for final sugar distribution in the production season 2001/2002. As at April 30, 2008 the Supreme Administrative Court adjudicated in favour of the industry group and ordered the withdrawal of the announcement of the Office of Cane and Sugar Board dated November 19, 2003 on fixing final cane and production compensation for the season 2001/2002 with the effective date on December 3, 2003 which is the announcement date in the Royal Gazette, resulting in the Office of Cane and Sugar Board must pay compensation for final cane price and final sugar production and distribution compensation for the season 2001/2002 under the Court's verdict in amounts of Baht 37.91 million in the consolidated financial statements and Baht 31.95 million in the separate financial statements. Subsequently, the Company and subsidiary companies have been informed by the Office of Cane and Sugar Board (the Office) (the defendants) that the said amount is not an actual liability that the Office of Cane and Sugar Board has to pay to the sugar factory and the Office has to fix and announce the final cane price and compensation for final sugar production and distribution in the season 2001/2002 in the Royal Gazette to replace of the one which has been withdrawn. At present, this process is being proceed by the Office. The Company and subsidiary companies, therefore have not recognized the above transaction in the financial statements because the actual liability depends on the fixing of the said compensation.

37. Financial Instruments

As at January 31, 2009, The policy to manage financial risks and credit risks and fair value is same with the financial statements as at October 31, 2008.

Risk on Interest Rate

Risk on interest rates is derived from the change of the market interest rate in the future, which will affect upon the Company's and its subsidiary companies' operating results and cash flows. However, companies within the group manage risk on interest rate by using various methods including the loan allocation to gain appropriate balance between fixed interest rate loans and floating interest rate loans and compatible to different activities of the group companies with the following majority of details : -

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>			
	<u>As at January 31, 2009</u>			
	<u>Fixed Interest Rate</u>		<u>Floating</u>	<u>Total</u>
	<u>Within</u>	<u>More than 1 year</u>	<u>Interest Rate</u>	
<u>1 year</u>	<u>to 5 years</u>			
<u>Financial Assets</u>				
Bank Deposits	-	-	1,126,420	1,126,420
Fixed Deposits	22,928	-	-	22,928
Treasury Bill	199,850	-	-	199,850
Deposit Certificates	200,000	-	-	200,000
Cane Growing Promotion Loan	19,913	82,002	-	101,915
Short-Term Loans due from Related Companies	-	-	56,114	56,114
Short-Term Loans due from Related Individuals	33,537	134,147	-	167,684
Short-Term Loans due from Farmers	308,542	-	-	308,542
Other Long-Term Investment	5,228	12,371	-	17,599
Total	789,998	228,520	1,182,534	2,201,052
<u>Financial Liabilities</u>				
Short-Term Loans due to Financial Institutions	-	-	502,413	502,413
Other Short-Term Loans	1,247,977	-	-	1,247,977
Short-Term Loan due to Outside Person	33,000	-	-	33,000
Debentures	-	2,274,708	-	2,274,708
Long-Term loans	-	-	2,233,694	2,233,694
Total	1,280,977	2,274,708	2,736,107	6,291,792

(Unit : Thousand Baht)

Consolidated Financial Statements

As at October 31, 2008

	<u>Fixed Interest Rate</u>		<u>Floating</u>	<u>Total</u>
	<u>Within</u>	<u>More than 1 year</u>	<u>Interest Rate</u>	
	<u>1 year</u>	<u>to 5 years</u>		
<u>Financial Assets</u>				
Bank Deposits	-	-	467,144	467,144
Fixed Deposits	5,777	-	-	5,777
Cane Growing Promotion Loan	28,600	80,002	-	108,602
Short-Term Loans due to Related Companies	-	-	78,602	78,602
Short-Term Loans due from Farmers	268,774	-	-	268,774
Other Long-Term Investment	5,103	12,330	-	17,433
Total	308,254	92,332	545,746	946,332
<u>Financial Liabilities</u>				
Short-Term Loans due to Financial Institutions	70,000	-	821,346	891,346
Other Short-Term Loans	1,596,339	-	-	1,596,339
Debentures	-	1,496,342	-	1,496,342
Long-Term Loans	-	-	1,131,747	1,131,747
Total	1,666,339	1,496,342	1,953,093	5,115,774

Risk on Exchange Rate

Risks on exchange rates for the Company and its subsidiary companies mainly involve with sales of goods and import of machine as transactions are made in foreign currencies. As at January 31, 2009 and October 31, 2008, the Company and its subsidiary companies possessed assets and liabilities in foreign currencies over which the contract to hedge against risk of exchange rates has not been conducted as follows :-

(Unit : Million)

<u>Currencies</u>	<u>Consolidated Financial Statements</u>				<u>Separate Financial Statements</u>			
	<u>As at</u>		<u>As at</u>		<u>As at</u>		<u>As at</u>	
	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>
USD	27.19	41.67	21.55	11.86	0.10	0.23	5.03	-
Yen	-	1.40	1,107.75	203.26	-	-	-	-
Riel	850.27	142.43	-	-	-	-	-	-

As at January 31, 2009 and October 31, 2008, in the consolidated and separate financial statements, the Company and a subsidiary company conducted a forward sale contract with a commercial bank to hedge against exchange rate risk from receipt and debt repayment denominated in foreign currency. The subsidiary company has not recorded such financial liability in the financial statements. The due date for payment of the forward contract already committed has outstanding period of not greater than 6 months in both periods with the following details :-

(Unit : Million)

	Currencies	<u>Consolidated Financial Statement</u>		<u>Separate Financial Statement</u>	
		<u>As at</u>		<u>As at</u>	
		<u>January 31, 2009</u>	<u>October 31, 2008</u>	<u>January 31, 2009</u>	<u>October 31, 2008</u>
Contracted Amount	USD	19.07	13.22	-	6.01
Resulted Amount Earned under Contract	Baht	670.83	444.50	-	209.48
Fair Value	Baht	671.06	465.18	-	211.47

38. Comparative Data of Balance Sheet as at January 31, 2009 and 2008

To facilitate the users of these financial statements in comparing the information for the business with definite seasonal fluctuation, the Company presents the comparative financial data as at January 31, 2009 and 2008 as follows: -

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<u>ASSETS</u>				
CURRENT ASSETS				
Cash and Cash Equivalent Items	1,577,610	889,345	852,994	98,481
Short-Term Investments-Net	924	15,808	-	-
Trade Accounts and Notes Receivable-Net	583,464	517,328	104,941	100,871
Trade Accounts Receivable-Subsidiary and Related Companies	260	1,046	36,734	9,316
Farmer Accounts Receivable-Net	78,951	144,141	-	-
Current Portion of Cane Growing Promotion Loans	19,913	29,081	-	-
Current Portion of Loans due from Related Individuals	33,537	-	-	-
Short-Term Loans due and Related Companies	56,114	66,501	-	82,600
Short-Term Loans due from Farmers	360,889	434,993	245,879	221,207
Inventories-Net	3,554,053	2,594,563	1,683,307	1,297,801
Real Estate Development Cost	45,278	44,529	-	-
Machine Maintenance Supplies	245,842	253,805	104,897	89,974
Other Accounts Receivable-Cane Value-Net	394,701	395,577	227,783	228,205
Share Subscriptions Receivable-Subsidiary Company's Shareholders	-	111,883	-	-
Accrued Dividend Receivable from Subsidiary Companies	-	-	108,257	-
Other Current Assets	110,004	89,850	47,110	53,482
TOTAL CURRENT ASSETS	7,061,540	5,588,450	3,411,902	2,181,937

Unaudited**Limited Review Only**

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<u>ASSETS</u>				
NON-CURRENT ASSETS				
Investments in Subsidiary and Associated Companies-Net	48,557	50,898	3,637,639	3,105,229
Other Long-Term Investment-Net	21,863	94,626	10,375	64,001
Deferred Cane Plantation Cost-Net	495,414	189,420	18,776	17,440
Cane Growing Promotion Loans-Net	82,002	108,902	-	-
Long-Term Loans due from Related Individuals	134,147	-	-	-
Other Accounts Receivable Compensation for Sugar Production and Distribution	244,953	246,205	132,770	130,541
Property, Plant and Equipment-Net	12,045,857	9,533,236	3,015,885	2,988,676
Land not used in Operation-Net	311,717	277,753	98,282	98,282
Obligated Fixed Deposits	5,908	7,977	5,708	5,577
Other Non-Current Assets	33,350	6,014	148	151
TOTAL NON-CURRENT ASSETS	13,423,768	10,515,031	6,919,583	6,409,897
TOTAL ASSETS	20,485,308	16,103,481	10,331,485	8,591,834
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>				
CURRENT LIABILITIES				
Bank Overdrafts and Short Term Loans due to Financial Institutions	502,413	290,286	5,622	593
Other Short-Term Loans-Net	1,247,977	992,708	1,247,977	992,708
Trade Accounts and Notes Payable-Cane Purchase	1,542,865	663,320	783,818	292,576
Trade Accounts and Notes Payable	218,907	566,110	81,099	304,907
Trade Accounts and Notes Payable-Subsidiary and Related Companies	292	469	14,416	121,396
Current Portion of Long-Term Loans	104,500	168,000	-	88,000
Short-Term Loans due to Subsidiary Companies	-	-	158,000	-
Short-Term Loans due to Outside Person	33,000	-	-	-
Accrued Corporate Income Tax	272,671	229,594	99,237	11,151
Advance Received from Customers for Goods	47,958	109,812	28,300	9,270
Estimate of Accrued Manufacturing Expenses	300,658	178,170	213,758	63,744
Accrued Fee Payable to Cane and Sugar Fund	51,878	9,290	35,544	3,997
Accrued Stabilization Function Payment	39,134	6,778	19,341	3,169
Other Accrued Expenses	135,999	97,860	69,755	34,530
Accounts Payable-Assets	158,976	101,367	63,868	39,952
Other Accounts Payable	213,325	197,595	62,495	61,980
Other Current Liabilities	134,400	67,179	17,496	7,450
TOTAL CURRENT LIABILITIES	5,004,953	3,678,538	2,900,726	2,035,423
NON-CURRENT LIABILITIES				
Debentures-Net	2,274,708	1,495,266	2,274,708	1,495,266
Long-Term Loans-Net from Current Portion	2,129,194	858,054	-	-
Other Non-Current Liabilities	17,751	25,244	10,606	10,591
TOTAL NON-CURRENT LIABILITIES	4,421,653	2,378,564	2,285,314	1,505,857
TOTAL LIABILITIES	9,426,606	6,057,102	5,186,040	3,541,280

Unaudited
Limited Review Only

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
SHAREHOLDERS' EQUITY				
Share Capital				
Authorized Share Capital :				
1,705,000,000 Ordinary Shares @ Baht 1.00 Par Value Each	1,705,000	1,705,000	1,705,000	1,600,000
Issued and Paid-Up Share Capital				
1,550,000,000 Ordinary Shares @ Baht 1.00 Par Value Each	1,550,000	1,550,000	1,550,000	1,550,000
Premium on Share Capital	1,554,617	1,554,617	1,554,617	1,554,617
Revaluation Surplus on Assets-Parent Company	1,274,689	1,378,887	1,274,689	1,378,887
Revaluation Surplus on Assets-Subsidiary Companies	175,477	139,205	-	-
Surplus from Internal Restructure of Entities under Common Control	1,785,824	2,001,171	-	-
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	38,838	19,747	-	-
Unrealized Gain on Available-for-Sale Securities	1,490	2,538	2,291	3,202
Accumulated Result of Foreign Currency Translation Adjustment	1,086	699	-	-
Retained Earnings				
Appropriated				
Legal Reserve	162,620	144,120	162,620	144,120
Unappropriated	2,307,724	1,567,700	601,228	419,728
TOTAL SHAREHOLDERS' EQUITY OF PARENT COMPANY	8,852,365	8,358,684	5,145,445	5,050,554
Minority Shareholders' Equity	2,206,337	1,687,695	-	-
TOTAL SHAREHOLDERS' EQUITY	11,058,702	10,046,379	5,145,445	5,050,554
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	20,485,308	16,103,481	10,331,485	8,591,834

Unaudited**Limited Review Only****39. Subsequent Events**

In accordance with the minutes of the annual general shareholders' meeting No.1/2552 held on February 27, 2009 and the meetings made with the minutes of the Company's board of directors' meeting No. 1/2552 held on January 23, 2009, first the following resolutions:-

- Approved the cancellation of the first issue of warrants with rights to purchase ordinary shares of the Company("the warrants") by offering all of them for sale to former shareholders not more than 155 million units at the ratio of one share to one unit of warrant at price of nil baht as resolved by the extraordinary meeting of shareholders no.1/2008 held on April 29, 2008, as mentioned in the note to financial statements no.29.
- Approved the decrease of the registered share capital from formerly Baht 1,705.00 million to Baht 1,550.00 million by canceling 155 million unissued shares of the registered share capital at par value of Baht 1.00 each and amending the Company's memorandum of association to correspond with the decrease of the registered share capital. The Company has already registered the resolved decrease share capital with the Ministry of Commerce on March 10, 2009.

- Approved the appropriation of Baht 18.50 million from net profit as legal reserve and the payment of dividends from the operating result of the Company from November 1, 2007 to October 31, 2008 at of Baht 0.22 per share totaling Baht 341.00 million. These dividends have been announced to be paid to shareholders on March 27, 2009.

40. Approval of Financial Statements

These financial statements have been approved for issuance by the Company's audit committee on March 12, 2009.
