

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION  
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS**

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED**

We have reviewed the consolidated statement of financial position of Khon Kaen Sugar Industry Public Company Limited and its subsidiaries and the separate statement of financial position of Khon Kaen Sugar Industry Public Company Limited as at January 31, 2015, and the related consolidated and separate statements of income, statements of comprehensive income, statements of changes in shareholders' equity and statements of cash flows for the three-month period then ended, and the condensed notes to financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**

We conducted our review in accordance with Thai Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information has not been prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

**BANGKOK**  
March 10, 2015

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

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED**  
**STATEMENTS OF FINANCIAL POSITION**  
**AS AT JANUARY 31, 2015**

	Notes	Consolidated Financials "Unaudited" As at January 31, 2015
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	4.2	326,633
Temporary investments		23
Trade and other receivables	6	1,867,161
Short-term loans	7	829,021
Inventories		7,690,645
Other current assets		266,692
Total Current Assets		10,980,175
<b>NON-CURRENT ASSETS</b>		
Investments in an associate	8	24,098
Investments in subsidiaries	8	-
Other long-term investments		372,938
Long-term loans		451,597
Deferred cane plantation costs		500,447
Investment property	9	2,889,891
Property, plant and equipment	10	27,138,660
Intangible assets		49,377
Deferred tax assets	15	5,078
Other non-current assets		466,154
Total Non-Current Assets		31,898,240
<b>TOTAL ASSETS</b>		<b>42,878,415</b>

See the condensed notes to the interim financial statements

**ITED AND SUBSIDIARIES**

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**UNIT : THOUSAND BAHT**

Financial Statements	Separate Financial Statements	
	"Unaudited"	
As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
255,985	78,449	11,220
23	-	-
2,182,175	2,138,104	2,437,846
1,234,193	2,774,003	2,838,687
4,348,341	3,616,524	1,722,953
217,335	74,122	37,299
<u>8,238,052</u>	<u>8,681,202</u>	<u>7,048,005</u>
25,664	73,800	73,800
-	6,156,311	###
373,379	356,531	356,536
444,976	68,819	65,050
542,707	36,837	41,480
2,897,976	408,690	409,756
27,087,550	7,607,101	7,642,641
51,169	34,900	35,896
5,749	-	-
466,482	41,625	41,600
<u>31,895,652</u>	<u>14,784,614</u>	<u>14,823,070</u>
<u>40,133,704</u>	<u>23,465,816</u>	<u>21,871,075</u>

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED**  
**STATEMENTS OF FINANCIAL POSITION (CONTINUED)**  
**AS AT JANUARY 31, 2015**

	Notes	Consolidated Financial Position "Unaudited" As at January 31, 2015
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Bank overdraft and short-term borrowings from financial institutions		8,135,720
Trade and other payables	11	3,446,630
Current portion of long-term debentures	13	999,459
Current portion of long-term borrowings	14	3,007,317
Short-term borrowings		6,500
Current income tax payable		101,150
Provision for production costs	12	111,052
Other current liabilities		187,581
Total Current Liabilities		15,995,409
<b>NON-CURRENT LIABILITIES</b>		
Long-term debentures	13	4,994,160
Long-term borrowings	14	5,929,729
Deferred tax liabilities	15	340,622
Employee benefit obligations		230,078
Other non-current liabilities		107,841
Total Non-Current Liabilities		11,602,430 #
<b>TOTAL LIABILITIES</b>		<b>27,597,839 #</b>

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED**  
**STATEMENTS OF FINANCIAL POSITION (CONDENSED)**  
**AS AT JANUARY 31, 2015**

	Notes	Consolidated Financial Position "Unaudited" As at January 31, 2015
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)</b>		
<b>SHAREHOLDERS' EQUITY</b>		
SHARE CAPITAL	16	
Authorized share capital		
1,835,900,000 ordinary shares of Baht 1.00 each		1,835,900
1,870,000,000 ordinary shares of Baht 1.00 each		<u>1,835,900</u>
Issued and paid-up share capital		
1,670,546,884 ordinary shares of Baht 1.00 each, fully paid		1,670,547
1,704,646,884 ordinary shares of Baht 1.00 each, fully paid		
SHARE PREMIUM ACCOUNT - ORDINARY SHARES		2,946,439
RETAINED EARNINGS		
Appropriated		
Legal reserve		187,000
Reserve for treasury stocks	16	-
Unappropriated		7,359,858
OTHER COMPONENTS OF EQUITY		<u>1,049,393</u>
		13,213,237
<u>Less</u> Treasury stocks (34,100,000 shares)	16	<u>-</u>
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS</b>		
<b>OF THE PARENT</b>		13,213,237
NON-CONTROLLING INTERESTS		<u>2,067,339</u>
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<u>15,280,576</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<u>42,878,415</u>

See the condensed notes to the interim financial statements

ED AND SUBSIDIARIES

(CONTINUED)

UNIT : THOUSAND BAHT

Financial Statements	Separate Financial Statements	
	"Unaudited"	
As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
8,043,273	1,746,836	2,671,777
2,380,251	1,949,095	971,302
1,499,889	999,459	1,499,889
2,207,754	1,205,833	705,833
3,200	1,372,500	680,200
50,360	-	-
-	37,208	-
137,529	25,402	4,620
<u>14,322,256 #</u>	<u>7,336,333 #</u>	<u>6,533,621</u>
5,992,853	4,994,160	5,992,853
4,277,014	3,615,500	1,765,500
372,425	58,318	70,177
228,100	95,643	93,649
108,241	36,000	37,757
<u>10,978,633 #</u>	<u>8,799,621 #</u>	<u>7,959,936</u>
<u>25,300,889 #</u>	<u>16,135,954 #</u>	<u>14,493,557</u>

ED AND SUBSIDIARIES

(CONTINUED)

UNIT : THOUSAND BAHT

Financial Statements	Separate Financial Statements	
	"Unaudited"	
As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
1,870,000	1,835,900	1,870,000
	1,670,547	
1,704,647		1,704,647
2,946,439	2,946,439	2,946,439
187,000	187,000	187,000
433,154	-	433,154
6,929,825	2,008,395	2,021,951
1,044,122	517,481	517,481
13,245,187	7,329,862	7,810,672
(433,154)	-	(433,154)
12,812,033	7,329,862	7,377,518
2,020,782	-	-
14,832,815	7,329,862	7,377,518
40,133,704	23,465,816	21,871,075



**KHON KAEN SUGAR INDUSTRY PUBLIC CO**  
**STATEMENTS OF**  
**FOR THE THREE-MONTH PERIOD**  
**"UNAUDITED"**

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**Notes**

Revenues from sales and revenues from rendering of services		
Revenues from sales		
Revenues from rendering of services		
Costs of sales of goods and rendering of services		
Costs of sales of goods		
Costs of rendering of services		
Gross profit		
Other incomes		
Selling expenses		
Administrative expenses		
Management benefit expenses	17	
Finance costs		
Share of loss of an associate		
Profit (loss) before income tax (expense) income		
Income tax (expense) income	15	
<b>NET PROFIT (LOSS) FOR THE PERIOD</b>		
<b>PROFIT (LOSS) ATTRIBUTABLE TO:</b>		
Owners of the parent		
Non-controlling interests		
<b>EARNINGS (LOSS) PER SHARE</b>	19	
Basic earnings (loss) per share		<b>BAHT</b>
Diluted earnings (loss) per share		<b>BAHT</b>
Basic number of ordinary shares		<b>THOUSAND SHARES</b>
Diluted number of ordinary shares		<b>THOUSAND SHARES</b>

See the condensed notes to the interim financial statements

COMPANY LIMITED AND SUBSIDIARIES

OF INCOME

ENDED JANUARY 31, 2015

ED"

UNIT : THOUSAND BAHT

Consolidated Financial Statements		Separate Financial Statements	
2015	2014	2015	2014
3,350,110	3,557,209	1,498,503	1,571,118
140,955	81,101	26,908	6,233
<u>3,491,065</u>	<u>3,638,310</u>	<u>1,525,411</u>	<u>1,577,351</u>
(2,202,466)	(2,435,118)	(1,267,770)	(1,418,887)
(72,047)	(53,963)	(14,903)	(4,411)
<u>(2,274,513)</u>	<u>(2,489,081)</u>	<u>(1,282,673)</u>	<u>(1,423,298)</u>
1,216,552	1,149,229	242,738	154,053
118,367	78,548	78,515	55,980
(383,028)	(327,344)	(152,427)	(140,175)
(215,990)	(202,209)	(83,427)	(72,046)
(66,774)	(66,108)	(19,565)	(17,684)
(201,039)	(181,351)	(125,349)	(111,681)
(1,565)	(1,192)	-	-
<u>466,523</u>	<u>449,573</u>	<u>(59,515)</u>	<u>(131,553)</u>
(25,125)	(7,709)	11,859	25,806
<u>441,398</u>	<u>441,864</u>	<u>(47,656)</u>	<u>(105,747)</u>
395,933	427,335	(47,656)	(105,747)
45,465	14,529	-	-
<u>441,398</u>	<u>441,864</u>	<u>(47,656)</u>	<u>(105,747)</u>
0.237	0.256	(0.029)	(0.063)
0.237	0.256	(0.029)	(0.063)
1,670,547	1,670,547	1,670,547	1,670,547
1,670,547	1,670,547	1,670,547	1,670,547

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**Net profit (loss) fo**

**Other comprehens**

Exchange dif

Loss on reme

Loss on asset

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Owners of th

Non-controll

See the condensed 1

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED /**

**STATEMENTS OF COMPREHENSIVE INCOME**

**FOR THE THREE-MONTH PERIOD ENDED JANUARY**

**"UNAUDITED"**

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**For the period**

**Comprehensive income (expense) :**

Differences on translating financial statements

Measuring available-for-sale investments

Net revaluation

**NET COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD**

**NET COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO**

the parent

and non-controlling interests

notes to the interim financial statements

AND SUBSIDIARIES

฿

31, 2015

UNIT : THOUSAND BAHT

Consolidated		Separate	
Financial Statements		Financial Statements	
2015	2014	2015	2014
441,398	441,864	(47,656)	(105,747)
6,679	76,598	-	-
(316)	(45)	-	-
-	(5,584)	-	-
<u>447,761</u>	<u>512,833</u>	<u>(47,656)</u>	<u>(105,747)</u>
401,204	490,087	(47,656)	(105,747)
46,557	22,746	-	-
<u>447,761</u>	<u>512,833</u>	<u>(47,656)</u>	<u>(105,747)</u>



**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED A**  
**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2014 AND 2015**  
**"UNAUDITED"**

	Note	Owners of the Parent						
		Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Unappropriated	Other comprehensive income (expense)	
				Appropriated			Exchange differences on translating financial statements	Gain (loss) on remeasuring available-for-sale investments
				Legal reserve	Reserve for treasury stocks			
<b>For three-month period ended</b>								
<b>January 31, 2014</b>								
Beginning balance as at November 1, 2013		1,704,647	2,946,439	187,000	433,154	5,916,916	(44,558)	(343)
Changes in shareholders' equity during the period								
- Total comprehensive income (expense) for the period		-	-	-	-	427,335	61,376	(9)
<b>Ending balance as at January 31, 2014</b>		<u>1,704,647</u>	<u>2,946,439</u>	<u>187,000</u>	<u>433,154</u>	<u>6,344,251</u>	<u>16,818</u>	<u>(352)</u>
<b>For three-month period ended</b>								
<b>January 31, 2015</b>								
Beginning balance as at November 1, 2014		1,704,647	2,946,439	187,000	433,154	6,929,825	(4,328)	(138)
Changes in shareholders' equity during the period								
- Treasury stocks	16	(34,100)	-	-	(433,154)	34,100	-	-
- Total comprehensive income (expense) for the period		-	-	-	-	395,933	5,346	(75)
<b>Ending balance as at January 31, 2015</b>		<u>1,670,547</u>	<u>2,946,439</u>	<u>187,000</u>	<u>-</u>	<u>7,359,858</u>	<u>1,018</u>	<u>(213)</u>

See the condensed notes to the interim financial statements

AND SUBSIDIARIES

OWNERS' EQUITY

31, 2015

UNIT : THOUSAND BAHT

Other components of equity				Treasury	Total	Non-controlling	Total
	Losses on	Losses on	Total	stocks	owners of	interests	shareholders'
Gain (loss)	internal	change in	other		the parent		equity
on	restructure	shareholding	components				
asset	of entities	ratio in	of equity				
revaluation	under common	subsidiaries					
	control						
1,408,696	(264,043)	(83,641)	1,016,111	(433,154)	11,771,113	1,931,453	13,702,566
1,385	-	-	62,752	-	490,087	22,746	512,833
1,410,081	(264,043)	(83,641)	1,078,863	(433,154)	12,261,200	1,954,199	14,215,399
1,396,272	(264,043)	(83,641)	1,044,122	(433,154)	12,812,033	2,020,782	14,832,815
-	-	-	-	433,154	-	-	-
-	-	-	5,271	-	401,204	46,557	447,761
1,396,272	(264,043)	(83,641)	1,049,393	-	13,213,237	2,067,339	15,280,576

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND  
SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS'  
FOR THE THREE-MONTH PERIOD ENDED JANUARY 31,  
"UNAUDITED"**

	Note	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings	
				Appropriated	
				Legal reserve	Reserve for treasury stocks
<b>For three-month period ended January 31, 2014</b>					
Beginning balance as at November 1, 2013		1,704,647	2,946,439	187,000	433,154
Changes in shareholders' equity during the period					
- Total comprehensive income for the period		-	-	-	-
<b>Ending balance as at January 31, 2014</b>		<u>1,704,647</u>	<u>2,946,439</u>	<u>187,000</u>	<u>433,154</u>
<b>For three-month period ended January 31, 2015</b>					
Beginning balance as at November 1, 2014		1,704,647	2,946,439	187,000	433,154
Changes in shareholders' equity during the period					
- Treasury stocks	16	(34,100)	-	-	(433,154)
- Total comprehensive income for the period		-	-	-	-
<b>Ending balance as at January 31, 2015</b>		<u>1,670,547</u>	<u>2,946,439</u>	<u>187,000</u>	<u>-</u>

See the condensed notes to the interim financial statements

**SUBSIDIARIES**

**EQUITY**

**2015**

UNIT : THOUSAND BAHT

Unappropriated	Other components of equity		Treasury stocks	Total shareholders' equity
	Other comprehensive income Gain on asset revaluation	Total other components of equity		
1,420,186	527,546	###	(433,154)	6,785,818
(105,747)	-	-	-	(105,747)
1,314,439	527,546	527,546	(433,154)	6,680,071
2,021,951	517,481	517,481	(433,154)	7,377,518
34,100	-	-	433,154	-
(47,656)	-	-	-	(47,656)
2,008,395	517,481	517,481	-	7,329,862

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPAN**  
**STATEMENTS OF CASH I**  
**FOR THE THREE-MONTH PERIOD ENDE**  
**"UNAUDITED"**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

Profit (loss) before income tax (expense) income

Adjustments for:

    Doubtful accounts - trade and other receivables (reversal)

    Share of loss of investment in an associate

    Amortization of premium on bonds

    Employee benefit expenses

    (Gain) loss on damaged cane and adjustment to decrease  
    the cane plantation costs

    Loss on diminution in value and obsolescence  
    of inventories (reversal)

    Depreciation and amortization

    Gain on disposal of assets

    Unrealized (gain) loss on exchange rate

    Interest expenses

    Finance costs

Operating assets (increase) decrease

    Trade and other receivables

    Inventories

    Other current assets

    Deferred cane plantation costs

    Other non-current assets

Operating liabilities increase (decrease)

    Trade and other payables

    Provision for production costs

    Other current liabilities

    Other non-current liabilities

    Cash paid from operating activities

Interest paid

Income tax expense paid

    Net cash used in operating activities

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPAN**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE THREE-MONTH PERIOD ENDE**  
**"UNAUDITED"**

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**CASH FLOWS FROM INVESTING ACTIVITIES**

(Increase) decrease in short-term loans to related parties  
Decrease (increase) in short-term loans to farmers and others  
Cash received from sales of temporary investments  
Decrease (increase) in loans for cane plantation development  
Cash payments for purchases of property, plant and equipment  
and interest expense capitalized as asset costs  
Cash received from sales of property, plant and equipment  
Cash payments for purchase of investment properties  
Cash received from sales of investment properties  
Cash received from sales of assets not yet used in operation  
Cash payments for purchase of intangible assets  
Net cash provided by (used in) investing activities

**CASH FLOWS FROM FINANCING ACTIVITIES**

Increase (decrease) in overdraft and short-term borrowings from  
financial institutions  
Increase in short-term borrowings from related parties  
Cash payment for accounts payable on purchases of assets  
Cash payment for long-term debentures  
Cash received from long-term borrowings  
Cash payment for long-term borrowings  
Net cash provided by financing activities

Exchange differences on translation of cash of foreign subsidiaries  
Net increase in cash and cash equivalents  
Cash and cash equivalents at the beginning of the period  
Cash and cash equivalents at the end of the period



See the condensed notes to the interim financial statements

**Y LIMITED AND SUBSIDIARIES**

**CASH FLOWS**

**AS AT AND FOR THE YEAR ENDED JANUARY 31, 2015**

**UNIT : THOUSAND BAHT**

<b>Consolidated</b>		<b>Separate</b>	
<b>Financial Statements</b>		<b>Financial Statements</b>	
<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
466,523	449,573	(59,515)	(131,553)
(5,944)	(3,793)	(286)	129
1,566	1,192	-	-
45	33	5	5
1,978	990	1,994	656
(236)	662	-	-
(10,882)	(30,537)	(338)	-
370,200	355,422	119,417	106,604
(200)	(11,384)	(411)	-
(923)	13,438	15	37,069
197,431	181,351	119,082	111,293
877	389	877	389
<u>1,020,435</u>	<u>957,336</u>	<u>180,840</u>	<u>124,592</u>
321,864	(285,653)	300,014	(206,721)
(3,331,422)	(3,768,409)	(1,893,233)	(1,660,904)
(47,445)	(16,869)	(34,912)	(4,533)
53,200	54,569	5,134	(5,605)
328	36,233	(26)	2,221
1,194,080	1,721,320	1,028,779	738,959
111,052	416,048	37,207	197,883
50,052	5,180	20,783	(598)
(400)	(42,635)	(1,757)	(5,116)
<u>(628,256)</u>	<u>(922,880)</u>	<u>(357,171)</u>	<u>(819,822)</u>
(187,661)	(238,278)	(108,501)	(157,347)
<u>(7,300)</u>	<u>(6,736)</u>	<u>(1,912)</u>	<u>(6,099)</u>
<u>(823,217)</u>	<u>(1,167,894)</u>	<u>(467,584)</u>	<u>(983,268)</u>

**Y LIMITED AND SUBSIDIARIES**

(CONTINUED)

**31 JANUARY 31, 2015**

**UNIT : THOUSAND BAHT**

<b>Consolidated</b>		<b>Separate</b>	
<b>Financial Statements</b>		<b>Financial Statements</b>	
<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
(14,000)	-	43,700	956,868
394,637	341,070	9,387	(31,104)
-	3,500	-	-
17,931	-	7,829	(4,994)
(386,715)	(1,152,695)	(82,306)	(560,616)
716	10,336	411	-
(1,609)	-	-	-
618	-	-	-
-	5,704	-	-
-	(13,669)	-	(13,445)
<u>11,578</u>	<u>(805,754)</u>	<u>(20,979)</u>	<u>346,709</u>
88,388	1,775,248	(929,000)	842,576
3,300	-	692,300	257,000
(152,906)	(481,051)	(57,508)	(237,719)
(1,500,000)	-	(1,500,000)	-
2,872,062	1,220,917	2,500,000	-
(421,040)	(376,240)	(150,000)	(150,000)
<u>889,804</u>	<u>2,138,874</u>	<u>555,792</u>	<u>711,857</u>
(7,517)	71,787	-	-
<u>70,648</u>	<u>237,013</u>	<u>67,229</u>	<u>75,298</u>
<u>255,985</u>	<u>198,721</u>	<u>11,220</u>	<u>40,942</u>
<u><u>326,633</u></u>	<u><u>435,734</u></u>	<u><u>78,449</u></u>	<u><u>116,240</u></u>

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2015  
“UNAUDITED”**

**1. GENERAL INFORMATION AND THE COMPANY’S OPERATIONS**

Khon Kaen Sugar Industry Public Company Limited (the “Company”) was registered as a limited company under the Civil and Commercial Code with the registration number 1163/2519 on October 6, 1976 and was registered as a limited public company on March 18, 2004 with the registration number Bor Mor Jor 0107547000214 and was listed with the Stock Exchange of Thailand on March 7, 2005. Its registered headquarter is located at No. 503 K.S.L. Tower, 9<sup>th</sup> Floor, Sriyudahya Road, Ratchathewi, Bangkok, and the locations of its 5 factories (branches) are as follows :

Branch I at No. 43 Moo 10, Tambol Namphong, Amphur Namphong, Khonkaen Province

Branch II at No. 255 Moo 4, Tambol Nongyaplong, Amphur Wangsaphung, Loei Province

Branch III at No. 99 Moo 6, Tambol Lumlang, Amphur Boploy, Kanchanaburi Province

Branch VI at No. 14/1 Moo 10, Saengchooto Road, Tambol Tamaka, Amphur Tamaka, Kanchanaburi Province

Branch V at No. 24 Moo 1, Ban-Nhongbua Road, Tambol Mon-Nang, Amphur Panutnikom, Chonburi Province.

The Company’s main businesses are to manufacture and distribute sugar and molasses and trading of spare parts and supplies to its subsidiaries, subcontractors and farmers who have business with the Company and/or its subsidiaries. The subsidiaries’ main business operations are listed in Note 2.4.

The Company’s major shareholder is K.S.L. Sugar Holding Co., Ltd., a company incorporated in Thailand, which holds 32.26% of issued and paid-up share capital.

**2. BASIS FOR PREPARATION AND PRESENTATION OF INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS**

2.1 The interim financial information are prepared in accordance with Thai Accounting Standard No. 34 (Revised 2012) “Interim Financial Reporting” and in accordance with accounting practices generally accepted in Thailand and the additional disclosures in accordance with the Notification of the Office of the Securities and Exchange Commission.

The Company presents the condensed interim financial information. Therefore, certain financial information which is normally included in the annual financial statements prepared in accordance with Thai Financial Reporting Standards, but is not required to disclose in the condensed interim financial information, has been omitted. Therefore, the condensed interim financial information should be read in conjunction with the audited financial statements for the year ended October 31, 2014.

- 2.2 The unaudited results of operations for the three-month period ended January 31, 2015 are not necessarily indicative of the operating results anticipated for the full year.
- 2.3 The consolidated and separate statements of financial position as at October 31, 2014, presented herein for comparison, have been derived from the financial statements for the year then ended which have been audited.
- 2.4 These interim consolidated financial statements have been prepared by including the financial information of the Company and its subsidiaries (the “Group”) and have been prepared under the same basis as the consolidated financial statements for the year ended October 31, 2014. The structure of the Group is as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at January 31, 2015	As at October 31, 2014		
	%	%		
Subsidiaries in which the Company holds shares directly and indirectly				
Thai Sugar Terminal Public Company Limited *	23.82	23.82	Thailand	Transfer and transportation services for certain agriculture products, warehouse rental, land trading operation, land lots appropriation and construction of building on land for sales and rental
New Krung Thai Sugar Factory Company Limited	95.78	95.78	Thailand	Manufacture and distribution of sugar and molasses
Tamaka Sugar Industry Company Limited	90.21	90.21	Thailand	Manufacture and distribution of sugar and molasses
New Kwang Soon Lee Sugar Factory Company Limited	98.61	98.61	Thailand	Manufacture and distribution of sugar and molasses
KSL Real Estate Company Limited	91.02	91.02	Thailand	Housing and land for agriculture estate including holiday resort for training and seminar center and office building for rental
K.S.L. Export Trading Co., Ltd.	79.55	79.55	Thailand	Export sugar as exporting agent
KSL Material Supplies Co., Ltd.	100.00	100.00	Thailand	Trading organic fertilizer and Insurance broker
Khon Kaen Sugar Power Plant Company Limited	100.00	100.00	Thailand	Production and distribution of electricity
Khon Kaen Alcohol Company Limited	100.00	100.00	Thailand	Manufacture and distribution of alcohol or fuel from agricultural produce and bio-fertilizer
KSL. Agro & Trading Company Limited	100.00	100.00	Thailand	Domestic sugar trading and agricultural business operation
Savannakhet Sugar Corporation	98.49	98.49	Laos	Agricultural operation, manufacture and distribution of sugar and molasses
Koh Kong Sugar Industry Co., Ltd.	80.00	80.00	Cambodia	Manufacture and distribution of sugar and molasses
Wynn In Trading Co., Ltd.	100.00	100.00	Mauritius	Trading and consultancy services

\* The Company participates in controlling power, thus they are considered subsidiaries under the definition specified in Thai Financial Reporting Standards.

Company Name	Percentage of Shareholding		Percentage of Shareholding		Country of Incorporation	Type of Business
	Indirect		Direct and indirect			
	As at	As at	As at	As at		
	January 31, 2015	October 31, 2014	January 31, 2015	October 31, 2014		
	%	%	%	%		
Subsidiaries in which the Company holds shares directly and indirectly through Thai Sugar Terminal Public Company Limited						
T S G Asset Co., Ltd.*	19.00	19.00	23.11	23.11	Thailand	Property rental
T S Oil Industry Co., Ltd.*	27.86	27.86	28.48	28.48	Thailand	Trading, rental and development of real estate and palm oil refinery operation
T S Flour Mill Public Company Limited*	16.52	16.52	16.59	16.59	Thailand	Produce and distribute wheat flour and property rental
T S Warehouse Co., Ltd.*	15.28	15.28	19.30	19.30	Thailand	Warehousing and loading of goods
T S Transport and Logistic Co., Ltd.*	20.46	20.46	30.58	30.58	Thailand	Manufacture and distribute polypropylene bag, and plastic fiber, product from plastic resin, trade in plastic resin and transportation and security services
Subsidiary in which the Company holds the shares indirectly through Wynn In Trading Co., Ltd.						
Koh Kong Plantation Company Limited	80.00	80.00	80.00	80.00	Cambodia	Agricultural operation

\* The Company participates in controlling power, thus such companies are considered subsidiaries under the definition specified in Thai Financial Reporting Standards.

The accounting period of subsidiaries ended the same date as the Company (accounting period ended on October 31) except for 10 subsidiaries whose accounting periods ended December 31, **as follows:**

- Tamaka Sugar Industry Company Limited
- New Krung Thai Sugar Factory Company Limited
- New Kwang Soon Lee Sugar Factory Company Limited
- KSL. Agro & Trading Company Limited
- Thai Sugar Terminal Public Company Limited
- T S G Asset Co., Ltd.
- T S Oil Industry Co., Ltd.
- T S Flour Mill Public Company Limited
- T S Warehouse Co., Ltd.
- T S Transport and Logistics Co., Ltd.

The consolidated interim financial statements are prepared based on the same accounting policies for the same accounting items or similar accounting events.

Significant balances and transactions between the Company and its subsidiaries including investments in subsidiaries and subsidiaries' share capital were eliminated from the consolidated interim financial statements.

## 2.5 New or revised Thai Financial Reporting Standards

### 2.5.1 Adoption of new and revised Thai Financial Reporting Standards

Since November 1, 2014, the Company and its subsidiaries have adopted the new and revised Thai Financial Reporting Standards (TFRSs) issued by The Federation of Accounting Professions, which are effective for the accounting period beginning on or after January 1, 2014 onwards, in the preparation and presentation of this interim financial information as follows:

#### **Thai Accounting Standards (TAS)**

TAS No. 1 (Revised 2012)	Presentation of Financial Statements
TAS No. 7 (Revised 2012)	Statement of Cash Flows
TAS No. 12 (Revised 2012)	Income Taxes
TAS No. 17 (Revised 2012)	Leases
TAS No. 18 (Revised 2012)	Revenue
TAS No. 19 (Revised 2012)	Employee Benefits
TAS No. 21 (Revised 2012)	The Effects of Changes in Foreign Exchange Rates
TAS No. 24 (Revised 2012)	Related Party Disclosures
TAS No. 28 (Revised 2012)	Investments in Associates
TAS No. 31 (Revised 2012)	Interests in Joint Venture
TAS No. 34 (Revised 2012)	Interim Financial Reporting
TAS No. 36 (Revised 2012)	Impairment of Assets
TAS No. 38 (Revised 2012)	Intangible Assets

#### **Thai Financial Reporting Standards (TFRS)**

TFRS No. 2 (Revised 2012)	Share-based Payment
TFRS No. 3 (Revised 2012)	Business Combinations
TFRS No. 5 (Revised 2012)	Non-current Assets Held for Sale and Discontinued Operations

#### **Thai Accounting Standard Interpretations (TSIC)**

TSIC No. 15	Operating Leases-Incentives
TSIC No. 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC No. 29	Disclosure : Service Concession Arrangement
TSIC No. 32	Intangible Assets - Website Costs

#### **Thai Financial Reporting Interpretations (TFRIC)**

TFRIC No. 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC No. 4	Determining Whether an Arrangement Contains a Lease
TFRIC No. 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC No. 7	Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economies
TFRIC No. 10	Interim Financial Reporting and Impairment
TFRIC No. 12	Service Concession Arrangement
TFRIC No. 13	Customer Loyalty Programmers
TFRIC No. 17	Distributions of Non-cash Assets to Owners
TFRIC No. 18	Transfers of Assets from Customers

#### **Accounting treatment guidance**

Accounting treatment guidance for stock dividends

The adoption of those TFRSs, relevant to the Group, has no material impact on this interim financial information.

In addition, the Federation of Accounting Professions issued the Notification regarding the Conceptual Framework for Financial Reporting (Revised 2014), which was announced in the Royal Gazette and effective from October 15, 2014 onwards, to replace the Accounting Framework (Revised 2009). Such Conceptual Framework for Financial Reporting has no material impact on this interim financial information.

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

The Federation of Accounting Professions issued the Notifications regarding Thai Financial Reporting Standards (TFRS), which are effective for the accounting period beginning on or after January 1, 2015 onwards as follows:

### **Thai Accounting Standards (TAS)**

TAS No. 1 (Revised 2014)	Presentation of Financial Statements
TAS No. 2 (Revised 2014)	Inventories
TAS No. 7 (Revised 2014)	Statement of Cash Flows
TAS No. 8 (Revised 2014)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS No. 10 (Revised 2014)	Events after the Reporting Period
TAS No. 11 (Revised 2014)	Construction Contracts
TAS No. 12 (Revised 2014)	Income Taxes
TAS No. 16 (Revised 2014)	Property, Plant and Equipment
TAS No. 17 (Revised 2014)	Leases
TAS No. 18 (Revised 2014)	Revenue
TAS No. 19 (Revised 2014)	Employee Benefits
TAS No. 20 (Revised 2014)	Accounting for Government Grants and Disclosure of Government Assistance
TAS No. 21 (Revised 2014)	The Effects of Changes in Foreign Exchange Rates
TAS No. 23 (Revised 2014)	Borrowing Costs
TAS No. 24 (Revised 2014)	Related Party Disclosures
TAS No. 26 (Revised 2014)	Accounting and Reporting by Retirement Benefit Plans
TAS No. 27 (Revised 2014)	Separate Financial Statements
TAS No. 28 (Revised 2014)	Investments in Associates and Joint Ventures
TAS No. 29 (Revised 2014)	Financial Reporting in Hyperinflationary Economies
TAS No. 33 (Revised 2014)	Earnings per Share
TAS No. 34 (Revised 2014)	Interim Financial Reporting
TAS No. 36 (Revised 2014)	Impairment of Assets
TAS No. 37 (Revised 2014)	Provisions, Contingent Liabilities and Contingent Assets
TAS No. 38 (Revised 2014)	Intangible Assets
TAS No. 40 (Revised 2014)	Investment Property

### **Thai Financial Reporting Standards (TFRS)**

TFRS No. 2 (Revised 2014)	Share-based Payment
TFRS No. 3 (Revised 2014)	Business Combinations
TFRS No. 5 (Revised 2014)	Non-current Assets Held for Sale and Discontinued Operations
TFRS No. 6 (Revised 2014)	Exploration for and Evaluation of Mineral Resources
TFRS No. 8 (Revised 2014)	Operating Segments
TFRS No. 10	Consolidated Financial Statements
TFRS No. 11	Joint Arrangements
TFRS No. 12	Disclosure of Interests in Other Entities
TFRS No. 13	Fair Value Measurement



**Thai Accounting Standard Interpretations (TSIC)**

TSIC 10 (Revised 2014)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2014)	Operating Leases - Incentives
TSIC 25 (Revised 2014)	Income Taxes - Changes in the Tax Status of an Enterprise or its Shareholders
TSIC 27 (Revised 2014)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29 (Revised 2014)	Disclosures : Service Concession Arrangements
TSIC 31 (Revised 2014)	Revenue-Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2014)	Intangible Assets - Web Site Costs

**Thai Financial Reporting interpretations (TFRIC)**

TFRIC 1 (Revised 2014)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2014)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2014)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2014)	Applying the Restatement Approach under TAS 29 (Revised 2014) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2014)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2014)	Service Concession Arrangements
TFRIC 13 (Revised 2014)	Customer Loyalty Programmes
TFRIC 14	TAS 19 (Revised 2014) The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (Revised 2014)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2014)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2014)	Transfers of Assets from Customers
TFRIC 20	Stripping Costs in the Production Phase of a Surface Mine

The Group's management will adopt the above TFRSs relevant to the Group in the preparation of the financial statements of the Group when they become effective.

The Federation of Accounting Professions issued the Notification regarding Thai Financial Reporting Standards (TFRS), which are effective for the accounting period beginning on or after January 1, 2016 onwards as follows:

**Thai Financial Reporting Standards ("TFRS")**

TFRS 4 (revised 2014)	Insurance Contracts
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The Group's management has assessed such TFRS. Such TFRS is not applicable to the Group's business activities.

- 2.6 The preparation of interim financial information in conformity with Thai Financial Reporting Standards also requires the Group's management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Although, these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

### 3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial information are prepared using the same accounting policies and calculation method as those used in the financial statements for the year ended October 31, 2014.

### 4. ADDITIONAL CASH FLOW INFORMATION AND CASH EQUIVALENTS

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

Type of Transactions	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2015	2014	2015	2014
Unrealized gain from available-for-sale securities	396	-	-	-
Transfer of depreciation to deferred cane plantation costs	8,688	11,899	491	664
Purchases of fixed assets which has not yet been paid	15,406	323,153	-	183,939
Reclassification of investment property to property, plant and equipment	-	40,530	-	-
Reclassification of property, plant and equipment to investment property	168	1,180	-	316
Reclassification of other non-current assets to property, plant and equipment	-	34,127	-	-

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

Type of Transactions	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2015	2014	2015	2014
Cash	4,987	3,370	2,954	755
Savings accounts deposits	195,658	361,992	548	101,339
Current accounts deposits	115,988	70,372	74,947	14,146
Fixed accounts deposits with not over 3 month maturity	10,000	-	-	-
Total	<u>326,633</u>	<u>435,734</u>	<u>78,449</u>	<u>116,240</u>

## 5. TRANSACTIONS WITH RELATED PARTIES

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

5.1 Significant balances with the related parties are as follows:

Type of Balances	Consolidated Financial Statements		Unit : Million Baht Separate Financial Statements	
	As at January 31, 2015	As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
Trade and other receivables				
Subsidiaries	-	-	404.51	180.61
Related companies	8.81	12.80	0.39	0.01
Total	<u>8.81</u>	<u>12.80</u>	<u>404.90</u>	<u>180.62</u>
Accrued dividend receivable from subsidiaries (included in other receivables)				
Subsidiaries	-	-	1,299.75	1,299.75
Short-term loans				
Subsidiaries	-	-	2,481.16	2,538.86
Other current assets				
Subsidiaries	-	-	0.44	6.90
Related companies	-	0.18	-	-
Total	<u>-</u>	<u>0.18</u>	<u>0.44</u>	<u>6.90</u>
Other non-current assets				
Subsidiaries	-	-	0.02	-
Trade and other payables				
Subsidiaries	-	-	410.18	34.80
Related companies	2.51	3.75	2.40	3.74
Total	<u>2.51</u>	<u>3.75</u>	<u>412.58</u>	<u>38.54</u>
Other accrued expenses (included in other payables)				
Subsidiaries	-	-	28.54	0.91
Related companies	0.04	0.08	-	0.04
Total	<u>0.04</u>	<u>0.08</u>	<u>28.54</u>	<u>0.95</u>
Short-term borrowings				
Subsidiaries	-	-	1,366.00	677.00
Related companies	6.50	3.20	6.50	3.20
Total	<u>6.50</u>	<u>3.20</u>	<u>1,372.50</u>	<u>680.20</u>
Other current liabilities				
Subsidiaries	-	-	0.63	0.03
Related companies	16.88	-	16.88	-
Total	<u>16.88</u>	<u>-</u>	<u>17.51</u>	<u>0.03</u>
Other non-current liabilities - others				
Subsidiaries	-	-	0.55	0.55
Related companies	1.24	1.22	1.24	1.22
Total	<u>1.24</u>	<u>1.22</u>	<u>1.79</u>	<u>1.77</u>

As at January 31, 2015 and October 31, 2014, short-term loans to subsidiaries represented promissory notes payable on demand, carrying interest rates at 2.45% - 3.875% per annum and 2.63% - 3.88% per annum, respectively.

As at January 31, 2015 and October 31, 2014, short-term borrowings from subsidiaries and related companies represented promissory notes payable on demand, carrying the interest rate at 2.42% - 4.15% per annum and 1.25% - 2.55% per annum, respectively.

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

Type of transactions	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2015	2014	2015	2014
Revenues from sales and rendering of services				
Subsidiaries	-	-	788.04	785.31
Related companies	2.27	10.66	0.10	7.29
Total	<u>2.27</u>	<u>10.66</u>	<u>788.14</u>	<u>792.60</u>
Cost of sales and rendering of services				
Subsidiaries	-	-	618.01	671.63
Related companies	2.12	2.40	0.02	2.14
Total	<u>2.12</u>	<u>2.40</u>	<u>618.03</u>	<u>673.77</u>
Other income				
Subsidiaries	-	-	20.76	31.21
Related companies	1.48	0.77	1.10	0.77
Total	<u>1.48</u>	<u>0.77</u>	<u>21.86</u>	<u>31.98</u>
Selling expenses				
Subsidiaries	-	-	8.44	15.07
Administrative expenses				
Subsidiaries	-	-	0.66	0.28
Related companies	3.89	3.52	1.50	1.19
Related juristic person	2.73	2.46	2.40	2.19
Total	<u>6.62</u>	<u>5.98</u>	<u>4.56</u>	<u>3.66</u>
Financial costs				
Subsidiaries	-	-	7.01	11.65
Related companies	0.04	-	0.04	-
Total	<u>0.04</u>	<u>-</u>	<u>7.05</u>	<u>11.65</u>

POLICIES OF INTER-PRICE SETTING

- The inter-purchases/sales and borrow-return of raw sugar transactions among the Group are based on the world market prices when the first sales-purchase for the year is made.
- In case of the sugar purchases/sales agreements entered into on behalf of the Group, which each company has already been allocated the sales volume, if any company within the Group has no sufficient volume of sugar to sell, the purchases of sugar can be made within the group companies at the same price as stipulated in such sugar purchases/sales agreements.

- The prices for other inter-purchases/sales of goods (except for sugar products) are in accordance with the prices stipulated in the mutually agreed contracts, which are higher than cost.
- The prices for the inter-purchases/sales of assets are in accordance with the agreed prices by counter parties, which are higher than cost.
- Revenues from sales of supplies are in accordance with the agreed prices by counter parties, which are higher than cost.
- Revenues from land leased to a subsidiary are charged according to the lease agreement which term is 30 years, commencing from January 25, 2005 until January 24, 2035 at annual rent of Baht 0.11 million, and will be increased by 10% for every 3 years. Once the lease is expired, ownership rights on all constructions built on the leased land will be vested to the lessor.
- Rental income from land structure and machines which lease terms range from 1 to 3 years are in accordance with the mutually agreed prices.
- Inter-service income, other incomes and expenses are charged according to the normal price charged to general clients.
- Fees for goods custody are charged according to the volume of the goods and the custody period at general market rates.
- Expenses paid on behalf of each other are charged at actual.

5.3 Relationship of related parties other than subsidiaries and associate consisted of:

Company Name	Relationship	Connection
K.S.L. IT Center Co., Ltd.	Related Company	Same group of shareholder/Mutual directors
Raja Ceramics Co., Ltd.	Related Company	Same group of shareholder/Mutual directors
On Nuj Construction Co., Ltd.	Related Company	Same group of shareholder/Mutual directors
Sahamit Machinery Public Co., Ltd.	Related Company	Same group of shareholder/Mutual directors
K.K. Wood Industry Co., Ltd.	Related Company	Same group of shareholders
Amarco Co., Ltd.	Related Company	Same group of shareholders
Thai Fermentation Industry Co., Ltd.	Related Company	Same group of shareholders
Rajburi Sugar Co., Ltd.	Related Company	Mutual directors in subsidiary
Mitr Kaset Industry Co., Ltd.	Related Company	Mutual directors in subsidiary
KSL Tower Juristic Person Office	Related Juristic Person	Shared owner of office building

All of the aforementioned related entities are incorporated in Thailand.

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

## 6. TRADE AND OTHER RECEIVABLES

Trade and other receivables consisted of:

Unit : **Thousand Baht**

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2015	2014	2015	2014
Trade receivables	864,854	1,656,881	518,367	840,260
Farmer receivables	684,535	322,652	269,939	206,389
Other receivables	25,420	24,225	5,499	46,702
Prepaid expenses	123,354	67,247	24,425	19,947
Advance payment	37,541	32,971	10,033	8,066
Accrued dividend receivable from subsidiaries	-	-	1,299,751	1,299,751
Accrued income	131,457	78,199	10,090	16,731
<b>Total trade and other receivables</b>	<b>1,867,161</b>	<b>2,182,175</b>	<b>2,138,104</b>	<b>2,437,846</b>

### 6.1 Trade receivables consisted of:

Unit : **Thousand Baht**

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2015	2014	2015	2014
Related parties	5,782	10,173	404,425	136,860
Others	879,658	1,672,878	113,942	703,400
<b>Total trade receivables</b>	<b>885,440</b>	<b>1,683,051</b>	<b>518,367</b>	<b>840,260</b>
<u>Less</u> Allowance for doubtful accounts	<u>(20,586)</u>	<u>(26,170)</u>	<u>-</u>	<u>-</u>
<b>Total trade receivables</b>	<b>864,854</b>	<b>1,656,881</b>	<b>518,367</b>	<b>840,260</b>

Aging analyzes for trade receivables are as follows:

#### 6.1.1 Trade receivables - related parties

Unit : **Thousand Baht**

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	January 31,	October 31,	January 31,	October 31,
	2015	2014	2015	2014
Trade receivables				
Not yet due	4,740	9,031	387,048	128,846
Overdue not over 3 months	1,027	1,142	13,290	8,014
Overdue over 3 months but not over 6 months	15	-	4,087	-
<b>Total trade receivables – related parties</b>	<b>5,782</b>	<b>10,173</b>	<b>404,425</b>	<b>136,860</b>

The normal credit terms granted to the related parties of the Company and subsidiaries range from 7 days to 365 days.

## 6.1.2 Trade receivables - others

	<b>Consolidated</b>		<b>Unit : Thousand Baht</b>	
	<b>Financial Statements</b>		<b>Separate</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>January 31,</b>	<b>October 31,</b>	<b>January 31,</b>	<b>October 31,</b>
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
Business of manufacturing and distributing sugar and molasses				
Domestic trade receivables				
Not yet due	223,676	204,362	66,178	37,750
Overdue not over 3 months	103,061	93,823	40,552	22,918
Overdue over 3 months but not over 6 months	1,333	892	-	-
Over 12 months	-	93	-	-
Total	<u>328,070</u>	<u>299,170</u>	<u>106,730</u>	<u>60,668</u>
Foreign trade receivables				
Not yet due	63,368	844,926	7,212	642,732
Total	<u>53,368</u>	<u>844,926</u>	<u>7,212</u>	<u>642,732</u>
Total of business of manufacturing and distributing sugar and molasses	<u>381,438</u>	<u>1,144,096</u>	<u>113,942</u>	<u>703,400</u>
Business of manufacturing and distributing of alcohol and electricity				
Domestic trade receivables				
Not yet due	258,994	276,728	-	-
Overdue not over 3 months	30,210	24,361	-	-
Total of business of manufacturing and distributing of alcohol and electricity	<u>289,204</u>	<u>301,089</u>	<u>-</u>	<u>-</u>
Other business				
Domestic trade receivables				
Not yet due	118,989	125,839	-	-
Overdue not over 3 months	65,126	65,046	-	-
Overdue over 3 months but not over 6 months	487	200	-	-
Over 12 months	24,414	36,608	-	-
Total of other business	<u>209,016</u>	<u>227,693</u>	<u>-</u>	<u>-</u>
Total	879,658	1,672,878	113,942	703,400
<u>Less</u> Allowance for doubtful accounts	(20,586)	(26,170)	-	-
Total trade receivables - others	<u>859,072</u>	<u>1,646,708</u>	<u>113,942</u>	<u>703,400</u>

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

6.2 Farmer receivables consisted of:

	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	January 31, 2015	October 31, 2014	January 31, 2015	October 31, 2014
Cane receivables				
Before Season 2009/2010	7,795	7,838	77	77
Season 2009/2010	2,999	2,999	2,142	2,142
Season 2010/2011	11,041	11,071	2,242	2,242
Season 2011/2012	29,644	30,053	3,490	3,581
Season 2012/2013	32,420	32,849	7,353	7,505
Season 2013/2014	49,896	53,038	8,434	9,334
Total cane receivables	<u>133,795</u>	<u>137,848</u>	<u>23,738</u>	<u>24,881</u>
Advance payment				
Season 2014/2015	537,066	183,275	235,564	182,959
Season 2015/2016	36,512	24,114	21,822	9,424
Total advance payment for purchases of cane	<u>573,578</u>	<u>207,389</u>	<u>257,386</u>	<u>192,383</u>
Receivables from fuel oil, fertilizer and other services	5,550	6,146	5,550	6,146
Total	712,923	351,383	286,674	223,410
<u>Less</u> Allowance for doubtful accounts	<u>(28,388)</u>	<u>(28,731)</u>	<u>(16,735)</u>	<u>(17,021)</u>
Total farmer receivables	<u>684,535</u>	<u>322,652</u>	<u>269,939</u>	<u>206,389</u>

7. SHORT-TERM LOANS

Short-term loans consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
January 31, 2015	October 31, 2014	January 31, 2015	October 31, 2014	
Short-term loans to related parties	-	2,481,155	2,538,855	
Short-term loans to others	134,000	120,000	120,000	
Short-term loans to farmers	494,050	882,629	134,682	
Current portion of loans for cane plantation development	200,971	225,506		
Total short-term loans	<u>829,021</u>	<u>1,234,796</u>	<u>2,838,687</u>	

Short-term loans to farmers as at January 31, 2015 and October 31, 2014, included in the consolidated and separate financial statements are post-dated checks, which the farmers discounted with the Company and its subsidiaries with the interest rates based on the lending rates of commercial banks.



## 8. INVESTMENTS IN SUBSIDIARIES AND AN ASSOCIATE

Investments in subsidiaries and an associate consisted of:

### Consolidated Financial Statements

Unit : Thousand Baht

Company Name	Paid-up Share Capital		Percentage of Shareholding		As at January 31, 2015			As at October 31, 2014		
	2015	2014	% 2015	% 2014	Investment Cost	Dividend for 2015 period	Equity	Investment Cost	Dividend for 2014 year	Equity
<u>Associate</u>										
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	24,098	-	73,800	25,664	390
Total					<u>73,800</u>	<u>24,098</u>	<u>-</u>	<u>73,800</u>	<u>25,664</u>	<u>390</u>

### Separate Financial Statements

Unit : Thousand Baht

Company Name	Paid-up share Capital		Percentage of Shareholding		Investment Cost		Dividends	
	2015	2014	% 2015	% 2014	As at January 31, 2015	As at October 31, 2014	For the period ended January 31, 2015	For the year ended October 31, 2014
<u>Associate</u>								
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	73,800	-	390
Total investment in an associate					<u>73,800</u>	<u>73,800</u>	<u>-</u>	<u>390</u>
<u>Subsidiaries</u>								
Thai Sugar Terminal Public Company Limited	145,200	145,200	23.82	23.82	81,967	81,967	-	8,300
New Krung Thai Sugar Factory Company Limited	1,000,000	1,000,000	95.78	95.78	834,394	834,394	-	-
Tamaka Sugar Industry Company Limited	600,000	600,000	90.21	90.21	523,337	523,337	-	324,772
New Kwang Soon Lee Sugar Factory Company Limited	500,000	500,000	98.61	98.61	569,284	569,284	-	-
K.S.L. Real Estate Company Limited	840,000	840,000	40.77	40.77	319,134	319,134	-	-
K.S.L. Export Trading Co., Ltd.	20,000	20,000	33.88	33.88	6,775	6,775	-	1,355
KSL Material Supplies Co., Ltd.	10,000	10,000	100.00	100.00	9,119	9,119	-	-
Khon Kaen Sugar Power Plant Company Limited	800,000	800,000	100.00	100.00	799,972	799,972	-	-
Khon Kaen Alcohol Company Limited	610,000	610,000	100.00	100.00	609,986	609,986	-	914,978
KSL. Agro & Trading Company Limited	300,000	300,000	100.00	100.00	300,000	300,000	-	60,000
Savannakhet Sugar Corporation*	684,757	684,757	98.49	98.49	674,178	674,178	-	-
Koh Kong Sugar Industry Co., Ltd.*	1,167,660	1,167,660	80.00	80.00	932,589	932,589	-	-
Wynn In Trading Co., Ltd.	487,497	487,497	100.00	100.00	487,497	487,497	-	-
T S G Assets Co., Ltd.	50,000	50,000	4.11	4.11	2,061	2,061	-	-
T S Oil Industry Co., Ltd.	500,000	500,000	0.62	0.62	3,089	3,089	-	-
T S Flour Mill Public Company Limited	285,000	285,000	0.07	0.07	196	196	-	20
T S Warehouse Co., Ltd.	12,500	12,500	4.02	4.02	509	509	-	-
T S Transport and Logistic Co., Ltd.	80,000	80,000	10.12	10.12	8,108	8,108	-	-
Total					<u>6,162,195</u>	<u>6,162,195</u>	<u>-</u>	<u>1,309,425</u>
<u>Less</u> Allowance for impairment of investments					<u>(5,884)</u>	<u>(5,884)</u>	<u>-</u>	<u>-</u>
Total investments in subsidiaries					<u>6,156,311</u>	<u>6,156,311</u>	<u>-</u>	<u>1,309,425</u>
Total investments in subsidiaries and associate					<u>6,230,111</u>	<u>6,230,111</u>	<u>-</u>	<u>1,309,815</u>

\* The foreign subsidiaries including Koh Kong Plantation Company Limited which the Company holds its shares of Koh Kong Plantation Company Limited indirectly through Wynn In Trading Co., Ltd. at 80%. Furthermore, Koh Kong Plantation Company Limited has the condition to dissolve the Company if its loss exceed 75% of the registered share capital and could not solve the said loss within 1 year.

## 9. INVESTMENT PROPERTY

Movement of investment property for the three-month period ended January 31, 2015 are as follows:

			<b>Unit : Thousand Baht</b>	
			<b>Consolidated Financial Statements</b>	<b>Separate Financial Statements</b>
Beginning	book	value	2,897,976	409,756
Reclassification/Adjustments			144	-
Purchases			1,633	-
Disposal			(857)	-
Depreciation for the period			(9,005)	(1,066)
Ending	book	value	<u>2,889,891</u>	<u>408,690</u>

For the three-month periods ended January 31, 2015 and 2014, the Company and its subsidiaries recognized rental income from investment property of Baht 61.28 million and Baht 38.26 million, respectively, in the consolidated statements of income, and of Baht 10.76 million and Baht 10.07 million, respectively, in the separate statements of income.

As at January 31, 2015 and October 31, 2014, the subsidiary has the assets for rent with the book value stated in the consolidated financial statements of Baht 297.54 million and Baht 300.49 million, respectively, which were pledged as collateral against credit facilities given by two commercial banks as stated in Note 14.

## 10. PROPERTY, PLANT AND EQUIPMENT

Movements for the three-month period ended January 31, 2015 are as follows:

			<b>Unit : Thousand Baht</b>	
			<b>Consolidated Financial Statements</b>	<b>Separate Financial Statements</b>
Beginning	book	value	27,087,550	7,642,641
Reclassifications/adjustments			(2,153)	-
Purchases of assets (including construction in progress)			404,105	82,306
Capitalized interest expenses as costs of assets			4,088	-
Transfer	in	- cost	3,730,871	2,230,774
Transfer	out	- cost	(3,730,871)	(2,230,774)
Cost of disposal/written off of assets			(4,323)	(1,599)
Accumulated depreciation - disposal/written off			4,276	1,599
Depreciation			(368,317)	(117,846)
Translation of financial statements differences			13,434	-
Ending	book	value	<u>27,138,660</u>	<u>7,607,101</u>

As at January 31, 2015 and October 31, 2014, land together with structure and machinery at the book value of Baht 442.55 million and Baht 391.30 million, respectively, in the consolidated financial statements, were used as collateral for the short-term and long-term credit facilities with commercial banks as stated in Notes 14 and 21.5.

As at January 31, 2015 and October 31, 2014, buildings and structure and building under construction of three foreign subsidiaries at book value of Baht 717.92 million and Baht 714.12 million, respectively, in the consolidated financial statements, are located on the concession land which the ownership will be transferred to the lessor when the agreements are expired (see Note 21.7).

As at January 31, 2015 and October 31, 2014, assets at cost of Baht 3,157.94 million and Baht 3,075.70 million, respectively, in the consolidated financial statements, and of Baht 1,664.92 million and Baht 1,665.32 million, respectively, in the separate financial statements, were fully depreciated but still in use.

## 11. TRADE AND OTHER PAYABLES

Trade and other payables consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at January 31, 2015	As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
Trade payables - related parties	-	-	386,571	23,576
Trade payable - others				
- Payables for cane purchases	1,906,130	752,972	653,076	223,109
- Other trade payables	412,547	263,917	293,875	30,485
Advances received for sales of goods	54,207	98,892	21,720	62,709
Accrued fees payable to the Office of the Cane and Sugar Fund	85,488	101,198	43,064	24,518
Accrued stabilization function payment to the Office of the Cane and Sugar Fund	77,447	62,868	35,201	27,458
Other accrued expenses	308,994	374,345	177,845	171,671
Payables on purchases of assets	252,413	389,912	49,690	107,198
Other payables	349,404	336,147	288,053	300,578
Total trade and other payables	<u>3,446,630</u>	<u>2,380,251</u>	<u>1,949,095</u>	<u>971,302</u>

As at January 31, 2015, the Company and its three subsidiaries purchased canes for the production season 2014/2015 using the initial cane price for production season 2014/2015 announced by the Cane and Sugar Board's in the Royal Gazette dated January 9, 2015. The price is Baht 900.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 57.00 per cane ton. Until the date the Company's Audit Committee approved the issuance of these interim financial statements, the Office of Cane and Sugar Board has not yet announced a final cane price for the production season 2014/2015. Therefore, the Company and its subsidiaries recorded the provision for production expenses as mentioned in Note 12 and calculated cost of goods sold and inventories for the three-month period ended January 31, 2015, from estimation made by the management of the Company and its subsidiaries at cane price of Baht 997.39 - 1,071.20 per ton with average sweetness level at 10.70 - 12.43 c.c.s.

## 12. PROVISION FOR PRODUCTION COSTS

The Company and its three subsidiaries recorded provision for production cost based on average rate of production costs for the entire production season to determine the cost of production per unit, which was calculated from the estimated cost of cane, direct labor and production costs expected to occur divided by the estimated volume of production expected to produce in each production season. The cost of cane is estimated as mentioned in Note 11 and the quantities of cane to be crushed in each production season will be estimated. Direct labor and production costs are estimated by the management of the Company and its subsidiaries by considering from past information relating to the nature of each recurring expense and capacity in each production season. The differences between the estimated production cost of the produced units and the actual production cost is shown under the "Provision for Production Costs", which will reduce over time according to the increase in actual production costs and will be completely depleted at the end of the production 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.

## 13. LONG-TERM DEBENTURES

Long-term debentures consisted of:

		Unit : Thousand Baht	
		Consolidated Financial Statements/ Separate Financial Statements	
		As at January 31, 2015	As at October 31, 2014
Unsecured senior debt debentures		5,993,619	7,492,742
<u>Less</u>	Current portion	<u>(999,459)</u>	<u>(1,499,889)</u>
Net		<u>4,994,160</u>	<u>5,992,853</u>

Movements of long-term debentures for the three-month period ended January 31, 2015 are as follows:

		Unit : Thousand Baht
		Consolidated Financial Statements/ Separate Financial Statements
Beginning book value		7,492,742
Repayment	during the period	(1,500,000)
Amortized debenture issuance expenses	during the period	<u>877</u>
Ending book value		<u>5,993,619</u>

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

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

As at October 31, 2014, the debts with interest to equity ratio is 1.51 : 1.00.

- In case the credit rating of the debentures is lower than the current Company's rating at that time, the Company shall pledge assets as collateral for the debenture holders or proceed to correct the credit rating of the debentures to be at the same level or better than the credit rating of the Company.

#### 14. LONG-TERM BORROWINGS

Movements of long-term borrowings for the three-month period ended January 31, 2015, are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning balance at book value	6,484,768	2,471,333
Proceeds during the period	2,872,062	2,500,000
Repayment during the period	(421,040)	(150,000)
Currency translation differences	1,256	-
Ending balance at book value	8,937,046	4,821,333
Less Current portion	(3,007,317)	(1,205,833)
Long-term borrowings	5,929,729	3,615,500

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

	Unit : Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	As at January 31, 2015	As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
Borrowings - Baht currency	2.00 - 5.25	2.00 - 5.25	2.00 - 4.50	2.00 - 4.50
Borrowings - Foreign currency	2.32 - 2.33	2.32 - 2.33	-	-

Maturities of long-term borrowings are as follows:

	Unit : Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	As at January 31, 2015	As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
Within 1 year	2,907,317	2,207,754	1,205,833	705,833
Over 1 years and within 5 years	6,029,729	4,277,014	3,615,500	1,765,500

	Limit	Balance as at		Interest rate %	Principal repayment	Interest payment	Unit : Thousand Baht	
		January 31, 2015	October 31, 2014				Commencing repayment	Maturity
The Company								
1.	Baht 1,000 million	500,000	600,000	AMLR - Fixed rate	Semi-annual	Monthly	January 2013	July 2018
2.	Baht 2,500 million	1,800,000	1,850,000	AMLR - Fixed rate	Semi-annual	Monthly	May 2013	March 2019
3.	Baht 1,500 million	1,500,000	-	AMLR - Fixed rate	Semi-annual	Quarterly	May 2015	November 2019
4.	Baht 1,000 million	1,000,000	-	AMLR - Fixed rate	Semi-annual	Monthly	April 2015	October 2019
5.	Baht 11.30 million	6,000	6,000	Fixed rate	Annual	Monthly	June 2012	June 2017
6.	Baht 23 million	15,333	15,333	Fixed rate	Annual	Annual	June 2013	June 2019
	Total	<u>4,821,333</u>	<u>2,471,333</u>					
The subsidiaries								
7.	Baht 800 million	600,000	600,000	AMLR - Fixed rate	Semi-annual	Monthly	February 2014	February 2019
8.	Baht 2,000 million	600,000	700,000	AMLR - Fixed rate	Semi-annual	Monthly	December 2011	June 2016
9.	Baht 1,000 million	200,000	-	Fixed rate	Semi-annual	Monthly	April 2015	October 2019
10.	Baht 1,000 million	700,000	800,000	AMLR - Fixed rate	Semi-annual	Monthly	March 2012	June 2018
11.	Baht 1,000 million	400,000	400,000	AMLR - Fixed rate	Semi-annual	Monthly	December 2013	September 2016
12.	Baht 1,000 million	852,000	852,000	AMLR - Fixed rate	Semi-annual	Monthly	August 2014	February 2019
13.	Baht 175 million	56,250	80,000	AMLR - Fixed rate	Semi-annual	Monthly	December 2012	December 2016
14.	Baht 200 million	92,600	79,800	AMLR - Fixed rate	Semi-annual	Monthly	December 2014	December 2019
15.	Baht 50 million	28,420	30,910	AMLR - Fixed rate	Monthly	Monthly	November 2012	November 2017
16.	Baht 550 million	370,059	255,598	AMLR - Fixed rate	Quarterly	Monthly	December 2014	March 2020
17.	USD 5 million	14,724	14,631	LIBOR+2	Semi-annual	Quarterly	March 2011	March 2016
18.	USD 5 million	14,724	14,631	LIBOR+2	Semi-annual	Quarterly	March 2011	March 2016
19.	USD 30 million	169,716	168,645	LIBOR+2	Semi-annual	Quarterly	June 2011	March 2016
20.	Baht 33.90 million	17,220	17,220	Fixed rate	Annual	Annual	June 2012	June 2017
	Total	<u>4,115,713</u>	<u>4,013,435</u>					
	Grand Total	<u>8,937,046</u>	<u>6,484,768</u>					

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

In the consolidated and separate financial statements as at January 31, 2015 and October 31, 2014, most of the borrowings are guaranteed by the Company and subsidiaries. The subsidiaries insured certain structure and machine with transferring beneficial right to lenders, the commercial banks. The thirteenth to the sixteenth credit lines are secured by land with structure included in investment property of the subsidiaries. The fifth, sixth and twentieth credit lines are borrowing for purchases of agricultural equipment with secured by the executive directors of the Company and guaranteed cheques.

In addition, the Company and its subsidiaries have to abide to certain financial conditions, such as maintaining of debt with interest-to-equity ratio, the shareholding ratio in subsidiaries, debt service coverage ratio, restriction on additional long-term debt creation, increase of the registered share capital and restriction on dividend payment of subsidiaries.

**15. INCOME TAX EXPENSE (INCOME), DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES**

15.1 Income tax expense (income)

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

Unit : Thousand Baht

				Consolidated		Separate	
				Financial Statements		Financial Statements	
				2015	2014	2015	2014
<u>Current income tax</u>							
Current	income	tax	expense	56,355	41,245	-	-
<u>Deferred income tax</u>							
Deferred	income	tax	income				
and	temporary		differences	(31,230)	(33,536)	(11,859)	(25,806)
Total				<u>25,125</u>	<u>7,709</u>	<u>(11,859)</u>	<u>(25,806)</u>

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

Unit : Thousand Baht

		Consolidated		Separate	
		Financial Statements		Financial Statements	
		2015	2014	2015	2014
Profit before income tax expense (income)					
- Promoted sector-exempted from income tax		289,965	421,752	-	-
- Non-promoted sector		176,558	27,821	(59,515)	(131,553)
Total profit before income tax expense (income)		<u>466,523</u>	<u>449,573</u>	<u>(59,515)</u>	<u>(131,553)</u>
Statutory tax rates (%)		20	20	20	20
Income tax expense					
- Non-promoted sector		35,312	5,564	-	-
Total income tax		<u>35,312</u>	<u>5,564</u>	<u>-</u>	<u>-</u>
Effect on income tax from non-deductible taxable expense and exempted taxable income		<u>21,043</u>	<u>27,657</u>	<u>-</u>	<u>-</u>
		56,355	33,221	-	-
Prior year income tax expense		-	8,024	-	-
Deferred income tax income		<u>(31,230)</u>	<u>(33,536)</u>	<u>(11,859)</u>	<u>(25,806)</u>
Income tax expense (income)		<u>25,125</u>	<u>7,709</u>	<u>(11,859)</u>	<u>(25,806)</u>

According to the Royal Decree No. 555 B.E. 2555 issued under the Revenue Code regarding the corporate income tax rate reduction effective on December 27, 2012, the corporate income tax was reduced from 30% to 20% of net profit for accounting periods beginning on or after January 1, 2013 but not later than December 31, 2014 and according to the Royal Decree No. 577 B.E. 2557 issued under the Revenue Code regarding the corporate income tax rate reduction effective on November 11, 2014, to extend the reduced corporate income tax at 20% of net profit for accounting period beginning on or after January 1, 2015 but not later than December 31, 2015.

Deferred tax assets and liabilities as at January 31, 2015 and as at October 31, 2014 are determined using corporate income tax rate that has been changed in accordance with the above Royal Decrees.

15.2 Deferred tax assets - net are as follows:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at January 31, 2015	As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
<b>Deferred tax assets - net</b>				
Employee benefit obligations	1,310	1,257	-	-
Loss carried forward	665	76	-	-
Depreciation	(226)	(228)	-	-
Allowance for diminution in value of inventories	13,600	14,915	-	-
Gain on asset revaluation	(10,707)	(10,707)	-	-
Others	436	436	-	-
Deferred tax assets - net	<u>5,078</u>	<u>5,749</u>	<u>-</u>	<u>-</u>

The movements of deferred tax assets during three-month period ended January 31, are as follows

2015

	Unit : Thousand Baht				
	Consolidated Financial Statements				
	As at November 1, 2014	Items as recognized in profit loss	Items as recognized in other comprehensive income	Items as recognized in shareholders' equity directly	As at January 31, 2015
<b>Deferred tax assets - net</b>					
Employee benefit obligations	1,257	53	-	-	1,310
Loss carried forward	76	589	-	-	665
Depreciation	(228)	2	-	-	(226)
Allowance for diminution in value of inventories	14,915	(1,315)	-	-	13,600
Gain on asset revaluation	(10,707)	-	-	-	(10,707)
Others	436	-	-	-	436
Deferred tax assets - net	<u>5,749</u>	<u>(671)</u>	<u>-</u>	<u>-</u>	<u>5,078</u>



2014

Unit : Thousand Baht

	Consolidated Financial Statements				As at January 31, 2014
	As at November 1, 2013	Items as recognized in profit loss	Items as recognized in other comprehensive income	Items as recognized in shareholders' equity directly	
<b>Deferred tax assets - net</b>					
Employee benefit obligations	354	9	-	-	363
Loss carried forward	-	525	-	-	525
Deferred tax assets - net	<u>354</u>	<u>534</u>	<u>-</u>	<u>-</u>	<u>888</u>

Unrecognized deferred tax assets as at January 31, are as follows:

Unit : Thousand Baht

	Consolidated Financial Statements	
	2015	2014
Temporary differences	(17,798)	2,743
Loss carried forward	<u>92,739</u>	<u>58,809</u>
	<u>74,941</u>	<u>61,552</u>

Loss carried forward of Baht 92.74 million consisted of taxable loss of Baht 61.09 million expiring in the year 2017 and Baht 31.65 million expiring in the year 2020.

15.3 Deferred tax liabilities - net are as follows:

Unit : Thousand Baht

	Consolidated Financial Statements		Separate Financial Statements	
	As at January 31, 2015	As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
<b>Deferred tax liabilities - net</b>				
Allowance for doubtful accounts	(22,609)	(21,895)	(5,123)	(5,180)
Allowance for diminution in value of inventories	(13,133)	(13,128)	-	-
Allowance for impairment in other long-term investments	1,519	(1,180)	(1,177)	(1,177)
Employee benefit obligations	(49,155)	(44,838)	(23,064)	(18,730)
Gain on asset revaluation	436,787	436,787	129,370	129,370
Loss carried forward	(94,478)	(62,888)	(22,466)	(19,237)
Depreciation	88,914	87,925	(17,371)	(13,276)
Others	(7,223)	(8,358)	(1,851)	(1,593)
Deferred tax liabilities - net	<u>340,622</u>	<u>372,425</u>	<u>58,318</u>	<u>70,177</u>

The movements of deferred tax liabilities during three-month period ended January 31, are as follows

2015

Unit : Thousand Baht

Consolidated Financial Statements

	As at November 1, 2014	Items as recognized in profit loss	Items as recognized in other comprehensive income	As at January 31, 2015
<b>Deferred tax liabilities - net</b>				
Allowance for doubtful accounts	(21,895)	(714)	-	(22,609)
Allowance for diminution in value of inventories	(13,128)	(5)	-	(13,133)
Allowance for impairment in other long-term investments	(1,180)	2,699	-	1,519
Employee benefit obligations	(44,838)	(4,317)	-	(49,155)
Gain on asset revaluation	436,787	-	-	436,787
Loss carried forward	(62,888)	(31,590)	-	(94,478)
Depreciation	87,925	989	-	88,914
Others	(8,358)	1,214	(79)	(7,223)
Deferred tax liabilities - net	<u>372,425</u>	<u>(31,724)</u>	<u>(79)</u>	<u>340,622</u>

2014

Unit : Thousand Baht

Consolidated Financial Statements

	As at November 1, 2013	Items as recognized in profit loss	Items as recognized in other comprehensive income	As at January 31, 2014
<b>Deferred tax liabilities - net</b>				
Allowance for doubtful accounts	(30,933)	(205)	-	(31,138)
Allowance for diminution in value of inventories	(6,292)	6,097	-	(195)
Allowance for impairment in other long-term investments	(1,609)	-	-	(1,609)
Employee benefit obligations	(35,559)	(188)	-	(35,747)
Gain on asset revaluation	441,705	-	4,156	445,861
Loss carried forward	(4,147)	(38,646)	-	(42,793)
Depreciation	95,548	(10,272)	-	85,276
Others	(10,975)	10,212	-	(763)
Deferred tax liabilities - net	<u>447,738</u>	<u>(33,002)</u>	<u>4,156</u>	<u>418,892</u>

2015

Unit : Thousand Baht

	Separate Financial Statements			As at January 31, 2015
	As at November 1, 2014	Items as recognized in profit loss	Items as recognized in other comprehensive income	
<b>Deferred tax liabilities - net</b>				
Allowance for doubtful accounts	(5,180)	57	-	(5,123)
Allowance for impairment in other long-term investments	(1,177)	-	-	(1,177)
Employee benefit obligations	(18,730)	(4,334)	-	(23,064)
Gain on asset revaluation	129,370	-	-	129,370
Loss carried forward	(19,237)	(3,229)	-	(22,466)
Depreciation	(13,276)	(4,095)	-	(17,371)
Others	(1,593)	(258)	-	(1,851)
Deferred tax liabilities - net	<u>70,177</u>	<u>(11,859)</u>	<u>-</u>	<u>58,318</u>

2014

Unit : Thousand Baht

	Separate Financial Statements			As at January 31, 2014
	As at November 1, 2013	Items as recognized in profit loss	Items as recognized in other comprehensive income	
<b>Deferred tax liabilities - net</b>				
Allowance for doubtful accounts	(4,982)	26	-	(4,956)
Allowance for impairment in other long-term investments	(1,177)	-	-	(1,177)
Employee benefit obligations	(14,692)	(131)	-	(14,823)
Gain on asset revaluation	131,887	-	-	131,887
Loss carried forward	-	(21,459)	-	(21,459)
Depreciation	(14,990)	(4,164)	-	(19,154)
Others	(1,775)	(78)	-	(1,853)
Deferred tax liabilities - net	<u>94,271</u>	<u>(25,806)</u>	<u>-</u>	<u>68,465</u>

## 16. SHARE CAPITAL

The Board of Directors' meeting No. 4/2014 dated September 26, 2014, passed the resolution to reduce its issued and paid-up shares with the treasury stocks of 34,100,000 shares at par value of Baht 1 per share, a totaling Baht 34.10 million. The Company registered the decrease in capital with the Ministry of Commerce on November 10, 2014. Therefore, the Company reversed reserve for treasury stocks of Baht 433.15 million accordingly.

For the three-month period ended January 31, 2015, there is no movement in the number of ordinary shares of the Company from the existing number of ordinary shares as at October 31, 2014.

## 17. MANAGEMENT

## BENEFIT

## EXPENSES

Management benefit expenses included the compensation paid to the directors of the Company and its subsidiaries in accordance to Section 90 of Public Company Act which do not include salaries and related benefits paid to the executive directors of the Company and its subsidiaries are as follows:

	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements 2015	Financial Statements 2014	Financial Statements 2015	Financial Statements 2014
For the three-month periods ended January 31,	6.92	7.60	3.81	4.32

## 18. EXPENSES BY NATURE

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

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements 2015	Financial Statements 2014	Financial Statements 2015	Financial Statements 2014
Salaries, wages and other employee benefits	527,859	523,479	198,582	174,199
Depreciation	435,591	386,545	145,423	120,456
Fuel costs	83,978	520,457	336,766	223,203
Fee payable to the Office of the Cane and Sugar Fund	292,324	240,489	116,117	116,822
Maintenance expenses	256,798	204,906	85,223	82,284
Transportation expenses	94,490	97,088	36,310	25,591
Raw material and supplies used	4,328,432	4,876,643	2,042,696	1,872,331
Purchased finished goods	15,110	249,605	463,436	599,606
Changes in finished goods and work in process	(3,554,090)	(4,326,136)	(1,982,892)	(1,652,460)
Management benefit expenses	66,774	66,720	19,565	17,684
Interest expenses	197,431	178,490	124,394	111,293
Other financial expenses	3,608	2,861	955	389
Other operating expenses	393,039	244,946	76,866	73,486
Total	<u>3,141,344</u>	<u>3,266,093</u>	<u>1,663,441</u>	<u>1,764,884</u>

## 19. EARNINGS (LOSS) PER SHARE

The calculations of basic earnings (loss) per share were based on dividing the profit (loss) for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares held by the outsiders outstanding during the period. Basic earnings (loss) per share for three-month period ended January 31, 2015 is as follows:

	Consolidated Financial Statements			Separate Financial Statements		
	Net profit for the period	Number of shares	Earnings per share	Net loss for the period	Number of shares	Loss per share
	Thousand Baht	Thousand Shares	Baht	Thousand Baht	Thousand Shares	Baht
<u>Basic and diluted earnings (loss) per share</u>						
Profit (loss) for the period to ordinary equity holders	395,933	1,670,547	<u>0.237</u>	(47,656)	1,670,547	<u>(0.029)</u>

## 20. DISCLOSURE OF OPERATING SEGMENTS

The Company and subsidiaries (“Group”) presented the segment information in respect of the Group’s business segments. The primary format in segment information report is based on the Group’s management and internal reporting structure.

The Group comprises the following main business segments:

### **Manufacture and Distribution of Sugar and Molasses**

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

### **Manufacture and Distribution of Alcohol**

Produce and distribute alcohol to a domestic and overseas oil companies.

### **Manufacture and Sale of Electricity**

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

### **Real Estate Rental**

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

### **Manufacture and Distribution of Wheat Flour**

Produce and distribute wheat flour to industrial enterprises.

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

### **Major Customer Information**

For the three-month periods ended January 31, 2015 and 2014, the Group has revenue with a single external customer in electricity sector in the amount of Baht 248.68 million and Baht 250.36 million, respectively, of the Group’s total revenue.

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

**Consolidated Financial Statements**

**For the three-month period ended January 31,**

	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	
	2015		2014		2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	2015	2014	2015	2014	
Net revenue from operation - external	1,944	21	2,121	-	710	609	251	131	78		263	194	316	-	-	3,491	3,638	
Net revenue from operation - internal	1,388	88	1,322	102	-	-	501	5	7		12	327	332	(2,561)	(2,276)	-	-	
Total	3,332	109	3,443	102	710	609	752	136	85		275	521	648	(2,561)	(2,276)	3,491	3,638	
Profit (loss) from operations	569	3	615	21	184	196	364	96	50		42	50	17	(58)	(77)	1,335	1,228	
Selling, administrative expenses and others																(666)	(596)	
Finance costs	(164)	(18)	(153)	(17)	(1)	-	(31)	(9)	(12)		(2)	(5)	(1)	29	35	(201)	(181)	
Share of profit (loss) of investment in an associate																(2)	(1)	
Income tax expenses																(25)	(8)	
Net profit																441	442	
(Less) Profit for the three-month period of non-controlling interest																(45)	(15)	
Profit for the period																396	427	
Interest income	48	2	59	2	4	-	-	-	-		-	2	-	(29)	(35)	27	26	
Depreciation	(223)	(31)	(220)	(35)	(15)	(15)	(60)	(13)	(11)		(16)	(7)	(9)	-	-	(379)	(366)	
<b>As at January 31, 2015 and 2014</b>																		
Trade and other receivables	3,213	139	2,737	133	181	122	553	49	17		161	145	172	(2,876)	(2,342)	1,867	1,553	
Inventories	5,808	580	5,527	450	167	172	154	-	-		373	750	783	(22)	(13)	7,691	7,446	
Property, plant and equipment	13,986	3,226	13,710	3,258	1,025	1,390	6,766	930	809		419	862	522	(528)	(609)	27,139	26,265	
Central assets	12,236	600	12,741	529	962	506	224	2,640	2,617		85	1,679	1,157	(12,163)	(12,081)	6,181	5,778	
Total Assets	35,243	4,545	34,715	4,370	2,335	2,190	7,697	3,619	3,442	69	1,038	3,436	2,634	(15,589)	(15,045)	42,878	41,042	
Total Liabilities	23,452	3,113	23,305	2,750	1,435	540	4,538	1,075	1,107		454	1,364	861	(7,247)	(6,728)	27,598	26,827	

## 21. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENTS

As at January 31, 2015 and October 31, 2014, apart from liabilities reflected in the interim financial information, the Company and its subsidiaries have commitments and contingent liabilities as follows:

- 21.1 The Company and its subsidiaries have commitments relating to the sales agreements but not yet delivered in the consolidated financial statements amounting to Baht 8,867.33 million and Baht 3,516.85 million, respectively, and in the separate financial statements amounting to Baht 4,436.32 million and Baht 1,058.62 million, respectively.
- 21.2 The Company and three subsidiaries had issued post-dated checks to farmers to purchase cane. The Company and such subsidiaries did not record the said liabilities as the checks were not yet due and the cane of the production season has not been received from the farmers as follows:

	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at January 31, 2015	As at October 31, 2014	As at January 31, 2015	As at October 31, 2014
For the production season 2014/2015	602.64	1,142.68	169.83	241.92

- 21.3 A subsidiary entered into two electricity sale-purchase agreements with the Electricity Generating Authority of Thailand (EGAT) as follows:

- Agreement dated February 21, 2005, EGAT agrees to buy electricity from the subsidiary at Namphong District, Khonkaen Province, for the period of 21 years commencing from the first month of electricity sales (December 2006) at the volume of 20 Megawatt at the voltage of 115 Kilovolts. For the second year until the year before last year, EGAT agrees to buy electricity at not less than 80% of the electricity volume stipulated in the agreement.
- Agreement dated January 12, 2010, EGAT agrees to buy electricity at the volume of 22 Megawatt at the voltage of 115 Kilovolts at Bo Ploy District, Kanchanaburi Province, at the mutually-agreed price as stipulated in the agreement for the period of 5 years commencing from April 1, 2011. Prior to the expiration of the contractual term, the subsidiary shall inform EGAT for the extension of the contractual term in writing at not less than 30 days prior to the expiry date of the agreement and the agreement shall be extended for the contractual term of 5 years at a time. The subsidiary has pledged the letter of guarantee at the amount of Baht 4.40 million as collateral for the offer to sell the electricity. Subsequently, on June 2, 2014, EGAT agrees to buy additional electricity at the volume of 8 Megawatt totalling 30 Megawatt at the voltage of 115 Kilovolts, at the mutually-agreed price as stipulated in the agreement, for the period commencing from July 1, 2014 to November 2, 2018.

21.4 A subsidiary was granted the electricity generating business concession from the Ministry of Energy on October 1, 2005 in the area of 43 Moo 10, Tambol Namphong, Amphur Namphong, Khonkaen Province, for the period of 21 years. However, such subsidiary obtained a license for energy industry operation from the Energy Regulatory Commission (ERC) as a replacement when the Energy Industry Act B.E. 2550 was effective, for the period of 19 years ending in December 2028. The subsidiary has to comply with the Energy Industry Act B.E. 2550 and the conditions of the license.

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

Unit : Million

Consolidated Financial Statements							
Currency	As at January 31, 2015			As at October 31, 2014			
	Total	Utilized	Remaining	Total	Utilized	Remaining	
<b>Commitments</b>							
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	THB	-	7,934.84	-	-	7,140.55	-
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	USD	-	61.02	-	-	48.25	-
<b>Contingent Liabilities</b>							
Letters of guarantees (unspecified credit limit)	THB	-	85.55	-	-	96.48	-
Notes acceptance	THB	30.00	-	30.00	30.00	-	30.00
Letters of credit and trust receipts	THB	2,309.31	331.88	1,977.43	2,281.51	222.97	2,058.54
Letters of credit	USD	22.35	-	22.35	23.35	3.02	20.33
<b>Credit Facilities</b>							
Overdraft and short-term borrowings	THB	20,184.18	4,730.37	15,453.81	21,657.13	5,017.60	16,639.53
Trust receipts payable	THB	120.69	120.69	-	150.49	150.49	-
Short-term borrowings	USD	50.50	28.63	21.87	50.50	30.53	19.97
Joint credit line in short-term borrowings	THB	3,004.82	1,826.55	1,178.27	2,860.87	1,563.55	1,297.32
Joint credit line in short-term borrowings	USD	20.00	16.00	4.00	20.00	10.00	10.00
Long-term borrowings	THB	9,005.22	8,737.88	267.34	6,701.46	6,286.86	414.60
Long-term borrowings	USD	6.09	6.09	-	6.09	6.09	-

Unit : Million

Separate Financial Statements							
Currency	As at January 31, 2015			As at October 31, 2014			
	Total	Utilized	Remaining	Total	Utilized	Remaining	
<b>Commitments</b>							
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	THB	-	4,524.84	-	-	3,788.55	-
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	USD	-	46.30	-	-	31.63	-
<b>Contingent Liabilities</b>							
Letters of guarantees (unspecified credit limit)	THB	-	1.33	-	-	1.33	-
Letters of credit and trust receipts	THB	30.00	-	30.00	30.00	-	30.00
<b>Credit Facilities</b>							
Overdraft and short-term borrowings	THB	8,008.18	1,749.00	6,259.18	7,752.13	1,278.00	6,474.13
Short-term borrowings	USD	10.50	-	10.50	10.50	-	10.50
Joint credit line in short-term borrowings	THB	3,004.82	1,826.55	1,178.27	2,860.87	1,563.55	1,297.32
Joint credit line in short-term borrowings	USD	20.00	16.00	4.00	20.00	10.00	10.00
Long-term borrowings	THB	4,821.33	4,821.33	-	2,471.33	2,471.33	-



Bank overdrafts and short-term borrowings from financial institutions as at January 31, 2015 and October 31, 2014, carried interest rates at 1.73 - 4.45% per annum and 1.68 - 3.58% per annum, respectively.

The above credit facilities are partially secured by land with structure, machineries, subsidiary's leasehold right for the land where the factory is located, the inter-guarantee between the Company and its subsidiaries, and transfer of benefits arisen from insurance policy for structure and machineries to the lenders. For certain credit facilities, if the facility is utilized, certain inventories of the Company and its subsidiaries will be used as collateral. As at January 31, 2015 and October 31, 2014, such facilities have not been used by the Company and its subsidiaries.

In addition, for joint commitments and long-term borrowings, the Company and its subsidiaries are required to comply with certain financial conditions including maintaining the debt with interest-to-equity ratio, maintaining the shareholding ratio in subsidiary, maintaining the debt service coverage ratio, restriction on additional long-term debt creation, increase of the registered share capital, and restriction on dividend payment of subsidiaries, etc.

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

Unit : Million					
Consolidated Financial Statements					
		As at January 31, 2015		As at October 31, 2014	
Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments	
Construction and subcontract agreements	THB	957.21	169.75	829.95	179.32
	USD	0.11	0.06	0.11	0.10
Machine and equipment purchase agreements	THB	447.32	72.62	664.16	156.40
	USD	19.60	14.33	33.77	18.89
Rental agreements	THB	31.82	20.80	28.48	7.82
Materials purchase agreements	THB	12.00	10.37	-	-
	USD	8.74	8.74	2.74	2.74

Unit : Million					
Separate Financial Statements					
		As at January 31, 2015		As at October 31, 2014	
Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments	
Construction and subcontract agreements	THB	632.96	90.24	666.72	118.19
Machine and equipment purchase agreements	THB	301.63	37.72	456.13	53.17
Rental agreements	THB	31.82	20.80	25.18	6.44

## 21.7 Other significant agreements

- 21.7.1 On February 16, 2006, Savannakhet Sugar Corporation (subsidiary) made a contract to develop area in the Laos People's Democratic Republic with the Government of that country to be used for the subsidiary's office, factory unit, road and area for cane plantation with the total area of 10,000 hectares covering the period of 30 years which can be extended for another 20 years if approved by the counter party. As at January 31, 2015 and October 31, 2014, the subsidiary has already utilized the area of 5,053.61 hectares at the rental rate of USD 6 per hectare per annum.
- 21.7.2 Koh Kong Plantation Company Limited and Koh Kong Sugar Industry Co., Ltd. (subsidiaries) entered into the Memorandum of Understanding (MOU) with the Government of Kingdom of Cambodia on August 2, 2006 in order to build a sugar mill factory and receive concession land for cane plantation in Koh Kong Province, Kingdom of Cambodia with total area of 19,100 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. As at January 31, 2015 and October 31, 2014, the subsidiaries have already utilized the area of 10,481.76 hectares.
- 21.7.3 A subsidiary in the Kingdom of Cambodia entered into two long-term land lease agreements with an outside person to build port and land awaiting development dated May 31, 2007 and June 1, 2007, respectively. The contractual term is 90 years for both agreements. The subsidiary has already paid the entire advance lease fee at USD 476,953. As at January 31, 2015 and October 31, 2014, the balances of the advance lease fee paid are USD 0.44 million.

## 22. FINANCIAL INSTRUMENTS

### Risk management policies

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

### Risk on interest rate

Risk on interest rates is derived from the fluctuation of the market interest rate in the future, which will affect upon the Company and its subsidiaries' operating results and cash flows. However, the Company and subsidiaries manage risk on interest rate by using various methods including the loans allocation to gain appropriate balance between fixed interest rate loans and floating interest rate loans and compatible to different activities of the Company and subsidiaries with the details mainly as follows:

Unit : Thousand Baht

Consolidated Financial Statements

As at January 31, 2015

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years		
<b>Financial Assets</b>					
Saving account deposits	-	-	548	195,107	195,655
Fixed account deposits	10,023	-	-	-	10,023
Short-term loans to others	134,000	-	-	-	134,000
Loans for cane plantation development	198,680	432,677	17,863	3,348	652,568
Short-term loans to farmers	416,677	15,838	-	61,535	494,050
Other long-term investments	-	18,790	-	-	18,790
Total	<u>759,380</u>	<u>467,305</u>	<u>18,411</u>	<u>259,990</u>	<u>1,505,086</u>
<b>Financial Liabilities</b>					
Short-term borrowings from financial institutions	7,074,271	-	-	663,613	7,737,884
Other short-term borrowings	397,836	-	-	-	397,836
Long-term debentures	999,459	4,994,160	-	-	5,993,619
Long-term borrowings	1,111,493	4,527,060	-	3,298,493	8,937,046
Liabilities from long-term lease agreements	3,391	6,975	-	-	10,366
Total	<u>9,586,450</u>	<u>9,528,195</u>	<u>-</u>	<u>3,962,106</u>	<u>23,076,751</u>

Unit : Thousand Baht

Consolidated Financial Statements

As at October 31, 2014

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years		
<b>Financial Assets</b>					
Saving accounts deposits	-	-	368	210,615	210,983
Fixed account deposits	10,023	-	-	-	10,023
Short-term loans to others	120,000	-	-	-	120,000
Loans for cane plantation development	223,357	427,413	17,165	2,548	670,483
Short-term loans to farmers and others	830,332	-	-	58,355	888,687
Other long-term investments	-	18,836	-	-	18,836
Total	<u>1,183,712</u>	<u>446,249</u>	<u>17,533</u>	<u>271,518</u>	<u>1,919,012</u>
<b>Financial Liabilities</b>					
Short-term borrowings from financial institutions	6,051,853	-	-	597,642	6,649,495
Other short-term borrowings	1,393,777	-	-	-	1,393,777
Long-term debentures	1,499,889	5,992,853	-	-	7,492,742
Long-term borrowings	911,393	2,177,160	-	3,396,215	6,484,768
Liabilities from long-term lease agreements	3,555	8,003	-	-	11,558
Total	<u>9,860,467</u>	<u>8,178,016</u>	<u>-</u>	<u>3,993,857</u>	<u>22,032,340</u>

## Risk on exchange rate

Risks on exchange rates for the Company and its subsidiaries are mainly involved with sales of goods and import of machines as transactions are made in foreign currencies. As at January 31, 2015 and October 31, 2014, the Company and its subsidiaries possessed assets and liabilities in foreign currencies over which the contract to hedge against risk of exchange rates has not been made as follows:

Currencies	Consolidated Financial Statements				Separate Financial Statements				Unit : Million
	As at		As at		As at		As at		
	January 31, 2015		October 31, 2014		January 31, 2015		October 31, 2014		
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	
USD	23.52	699.19	38.75	755.54	0.16	-	19.69	-	
YEN	-	-	-	6.51	-	-	-	-	
RIEL	690.81	582.95	677.74	178.82	-	-	-	-	
LAK	283.62	-	181.58	-	-	-	-	-	

As at January 31, 2015 and October 31, 2014 the Company and its subsidiaries made forward contracts with commercial banks to hedge against exchange rate risk from receipt and debt repayments denominated in foreign currencies. The Company and its subsidiaries have not recorded such financial liability in the consolidated and separate financial statements. The forward contracts that have repayment due dates not over 12 months are as follows:

Currency	Amount fixed in contract				Currency	Amount earned in contract				Unit : Million
	Consolidated		Separate			Consolidated		Separate		
	Financial Statements		Financial Statements			Financial Statements		Financial Statements		
	As at	As at	As at	As at		As at	As at	As at	As at	
	January 31, 2015	October 31, 2014	January 31, 2015	October 31, 2014		January 31, 2015	October 31, 2014	January 31, 2015	October 31, 2014	
USD	110.82	68.05	-	-	THB	3,666.68	2,246.26	-	-	

Net fair values of financial derivatives at the end of the reporting period of the Company and its subsidiaries are as follows:

	Consolidated		Separate		Unit : Million Baht
	Financial Statements		Financial Statements		
	As at	As at	As at	As at	
	January 31, 2015	October 31, 2014	January 31, 2015	October 31, 2014	
Net fair values of forward contracts (loss)	4.19	(1.88)	-	-	

## Risk on the fluctuation of sugar and cane prices

The cane and sugar industry in Thailand is under the benefit sharing system between the cane farmers and the sugar mill factories, the selling price of sugar under Quota B and the exchange rate of the actual sales made by Thailand Cane and Sugar Corporation (TCSC) have significant effect on cane price which is major cost of sugar production. To manage risk on the fluctuation of gross profit, the Company and its subsidiaries have hedged the risk by entering into commodity swap contracts for the period not over 2 years. Gain or loss is recognized in the statement of income when the contracts are settled or expired.

For the three-month periods ended January 31, 2015 and 2014, the Company has accounted for transactions in the financial statements as follows:

	Unit: Million Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2015	2014	2015	2014
Profit from investments in derivative instruments	6.64	-	6.64	-

Net fair values of financial derivatives as at January 31, 2015 and October 31, 2014 of the Company and its subsidiaries are as follows:

	Currency	Unit : Million	
		Consolidated/ Separate	
		Financial Statements	
		As at	As at
		January 31,	October 31,
		2015	2014
Net fair values for commodity swap contracts	USD	3.51	2.63
	THB	6.68	5.31

The fair values of the commodity swap are calculated by using the raw sugar price and white sugar price from The Exchange and Bloomberg at the end of the reporting period as though the Company and its subsidiaries have settled the said contracts at the end of the reporting period dates.

#### Credit risk

The Company and its subsidiaries have risk on credit regarding trade accounts receivable, farmer accounts receivable, loans to farmers, loans to related parties and others receivable. However, as the Company and its subsidiaries have many receivables and always have conservative policy in granting sound credit provision and carefully considered the appropriated allowance for doubtful debts; thus, it believes that the risk which the debtors will not repay is minimal.

**23. COMPARATIVE INFORMATION OF FINANCIAL STATEMENTS FOR THE YEARS ENDED JANUARY 31, 2015 AND 2014**

The nature of the operations of the Company and its subsidiaries with the main business activities in manufacturing and distributing sugar depending on seasons, which can be classified as production season, from November to April of each year, and outside production season, from May to October. To facilitate the users of these interim financial information in comparing the information for the business with definite seasonal fluctuation, the Company presents the comparative financial information for the years ended January 31, 2015 and 2014 as follows:

Unit : Thousand Baht

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at January 31,		As at January 31,	
	2015	2014	2015	2014
<b>ASSETS</b>				
<b>CURRENT ASSETS</b>				
Cash and cash equivalents	326,633	435,734	78,449	116,240
Trade and other receivables	1,867,161	1,553,285	2,138,104	1,854,367
Short-term loans	829,021	663,513	2,774,003	3,025,970
Inventories	7,690,645	7,446,404	3,616,524	3,318,659
Other current assets	266,715	244,467	74,122	63,059
Total Current Assets	10,980,175	10,343,403	8,681,202	8,378,295
<b>NON-CURRENT ASSETS</b>				
Long-term loans	451,597	464,183	68,819	25,640
Deferred cane plantation costs	500,447	452,611	36,837	45,983
Investment property	2,889,891	2,886,169	408,690	412,921
Property, plant and equipment	27,138,660	26,265,238	7,607,101	7,383,026
Other non-current assets	917,645	630,371	6,663,167	6,299,257
Total Non-Current Assets	31,898,240	30,698,572	14,784,614	14,166,827
<b>TOTAL ASSETS</b>	<b>42,878,415</b>	<b>41,041,975</b>	<b>23,465,816</b>	<b>22,545,122</b>

Unit : Thousand Baht

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at January 31,		As at January 31,	
	2015	2014	2015	2014
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>				
<b>CURRENT LIABILITIES</b>				
Short-term borrowings from financial institutions	8,135,720	11,106,296	1,746,836	6,498,609
Trade and other payables	3,446,630	3,838,486	1,949,095	1,707,087
Current portion of long-term debentures	999,459	1,499,217	999,459	1,499,217
Current portion of long-term borrowings	3,007,317	2,021,853	1,205,833	735,833
Short-term borrowings	6,500	-	1,372,500	1,543,300
Current income tax payable	101,150	78,083	-	-
Provision for production costs	111,052	416,048	37,208	197,883
Other current liabilities	187,581	140,696	25,402	12,767
Total Current Liabilities	15,995,409	19,100,679	7,336,333	12,194,696
Total Non-Current Liabilities	11,602,430	7,725,897	8,799,621	3,670,355
<b>TOTAL LIABILITIES</b>	<b>27,597,839</b>	<b>26,826,576</b>	<b>16,135,954</b>	<b>15,865,051</b>
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>15,280,576</b>	<b>14,215,399</b>	<b>7,329,862</b>	<b>6,680,071</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>42,878,415</b>	<b>41,041,975</b>	<b>23,465,816</b>	<b>22,545,122</b>

Unit : Thousand Baht

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	For the years ended		For the years ended	
	January 31,		January 31,	
	2015	2014	2015	2014
Revenue from sales	18,521,051	17,777,086	8,488,639	6,131,354
Revenues from services	516,546	414,558	127,512	36,973
Total revenues	19,037,597	18,191,644	8,616,151	6,168,327
Costs of the sales of goods	(13,964,841)	(13,814,480)	(7,418,154)	(5,528,014)
Cost of the rendering of services	(260,945)	(226,966)	(72,696)	(24,775)
Total costs	(14,225,786)	(14,041,446)	(7,490,850)	(5,552,789)
Gross profit	4,811,811	4,150,198	1,125,301	615,538
Other incomes	486,399	700,408	1,610,413	1,524,838
Profit before expenses	5,298,210	4,850,606	2,735,714	2,140,376
Selling expenses	(1,670,089)	(1,417,537)	(711,533)	(532,527)
Administrative expenses	(677,294)	(635,095)	(240,843)	(216,750)
Management benefit expenses	(174,113)	(184,635)	(31,021)	(45,268)
Finance costs	(854,026)	(716,837)	(508,306)	(414,640)
Share of loss of an associate	(11,122)	(3,807)	-	-
Profit before income tax (expense) income	1,911,566	1,892,695	1,244,011	931,191
Income tax (expenses) income	(126,636)	(136,305)	3,696	46,519
Net profit for the year	1,784,930	1,756,390	1,247,707	977,710

## 24. EVENTS AFTER THE REPORTING PERIOD

The meeting of annual general shareholders for 2014 No. 1/2015 of the Company held on February 27, 2015, passed the following resolutions:

- 24.1 The reduction of registered capital from Baht 1,835,900,000 (1,835,900,000 ordinary shares at par value of Baht 1 each) to Baht 1,670,546,884 (1,670,546,884 ordinary shares par value of Baht 1 each). The Company registered the reduction in capital with the Ministry of Commerce on March 2, 2015.
- 24.2 The change of the registered par value from Baht 1.00 to Baht 0.50 provided that the registered ordinary shares changed from 1,670,546,884 shares to 3,341,093,768 shares. The Company registered such changes with the Ministry of Commerce on March 3, 2015.
- 24.3 The allocation of profit for dividend payment of 2014 in form of cash at Baht 0.08 per share to 3,341 million shares, at the amount of Baht 271 million and in form of share at the ratio of 5 existing shares to 1 new dividend share at par value of Baht 0.50, totaling 668 million dividend shares at the value of Baht 334.11 million, totaling dividend valuing Baht 0.10 per share including the payment of a cash dividend and a stock dividend of Baht 0.18 per share. The total dividend payment shall be at the value of Baht 605.11 million, to the shareholders whose names are included in the shareholder register on March 17, 2015. The dividend payment shall be made on March 27, 2015. In addition, the Company allocated the profit in the amount of Baht 13.47 million as legal reserve.

- 24.4 The increases of registered capital and allocation such shares to support the stock dividends of 668,218,754 shares at par value of Baht 0.50 resulting in the change in the share capital of Baht 1,670,546,884 (Ordinary shares 3,341,093,768 shares of par value Baht 0.50) to Baht 2,004,656,261 (Ordinary shares 4,009,312,522 shares of par value Baht 0.50).
- 24.5 The cancellation of non-issued debt instruments and which was approved the issuance and offering debentures and bonds which are securities according to the Securities and Exchange Act with a total value not exceeding Baht 20,000 million.

**25. APPROVAL OF INTERIM FINANCIAL STATEMENTS**

These interim financial information have been approved for issuance by the Company's audit committee on March 10, 2015.