

**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 July 31, 2013, and the related consolidated and separate statements of income and statements of comprehensive income for the three-month and nine-month periods ended July 31, 2013, and the related consolidated and the separate statements of changes in shareholders' equity and statements of cash flows for the nine-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".

Wimolporn Boonyusthian
Certified Public Accountant (Thailand)
Registration No. 4067

BANGKOK
September 10, 2013

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT JULY 31, 2013

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		July 31, 2013	October 31, 2012	July 31, 2013	October 31, 2012
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.2	281,281	289,455	40,899	21,506
Temporary investments		522	274	-	-
Trade and other receivables	5.1 and 6	1,932,046	1,197,959	570,094	736,340
Short-term loans	5.1 and 7	952,834	909,373	3,951,426	1,485,604
Inventories		5,818,170	3,492,966	2,190,374	807,855
Other current assets	5.1	167,911	144,167	23,539	24,463
Total Current Assets		<u>9,152,764</u>	<u>6,034,194</u>	<u>6,776,332</u>	<u>3,075,768</u>
NON-CURRENT ASSETS					
Investments in an associate	8	39,953	37,299	73,800	73,800
Investments in subsidiaries	8	-	-	6,136,311	5,695,234
Other long-term investments		21,104	16,825	6,560	6,574
Long-term loans		401,532	398,950	7,043	14,736
Deferred cane plantation costs		436,371	569,984	31,067	59,431
Investment property	9	2,600,361	625,710	281,935	285,163
Property, plant and equipment	10	23,939,753	21,424,187	6,059,254	4,277,150
Intangible assets		25,033	17,405	8,070	4,291
Other non-current assets		610,630	492,536	47,239	42,684
Total Non-Current Assets		<u>28,074,737</u>	<u>23,582,896</u>	<u>12,651,279</u>	<u>10,459,063</u>
TOTAL ASSETS		<u><u>37,227,501</u></u>	<u><u>29,617,090</u></u>	<u><u>19,427,611</u></u>	<u><u>13,534,831</u></u>

See notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JULY 31, 2013

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		July 31,	October 31,	July 31,	October 31,
		2013	2012	2013	2012
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term borrowings from financial institutions		11,060,867	5,896,935	6,086,962	595,172
Trade and other payables	5.1 and 11	1,476,611	2,798,532	696,681	953,618
Current portion of long-term debentures	13	999,960	1,999,491	999,960	1,999,491
Current portion of long-term borrowings	14	998,653	1,125,418	520,633	201,800
Short-term borrowings	5.1	-	-	374,400	1,441,500
Current income tax payable		115,170	349,066	4,804	199,548
Provision for production costs	12	908,300	-	248,216	-
Other current liabilities	5.1	107,681	153,415	16,397	12,564
Total Current Liabilities		<u>15,667,242</u>	<u>12,322,857</u>	<u>8,948,053</u>	<u>5,403,693</u>
NON-CURRENT LIABILITIES					
Long-term debentures	13	2,497,256	1,498,093	2,497,256	1,498,093
Long-term borrowings	14	4,630,928	3,502,481	1,906,533	909,000
Employee benefit obligations		182,728	175,547	73,656	69,674
Other non-current liabilities	5.1	228,348	85,980	99,995	75,050
Total Non-Current Liabilities		<u>7,539,260</u>	<u>5,262,101</u>	<u>4,577,440</u>	<u>2,551,817</u>
TOTAL LIABILITIES		<u>23,206,502</u>	<u>17,584,958</u>	<u>13,525,493</u>	<u>7,955,510</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JULY 31, 2013

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		“Unaudited”		“Unaudited”	
		As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)					
SHAREHOLDERS' EQUITY					
SHARE CAPITAL	15				
Authorized share capital					
1,870,000,000 ordinary shares of Baht 1.00 each		1,870,000	1,870,000	1,870,000	1,870,000
Issued and paid-up share capital					
1,704,646,884 ordinary shares of Baht 1.00 each,					
fully paid		1,704,647		1,704,647	
1,575,768,083 ordinary shares of Baht 1.00 each,					
fully paid			1,575,768		1,575,768
SHARE PREMIUM ACCOUNT - ORDINARY SHARES		2,946,439	1,786,530	2,946,439	1,786,530
RETAINED EARNINGS					
Appropriated					
Legal reserve		187,000	187,000	187,000	187,000
Reserve for treasury stocks	16	233,641	-	233,641	-
Unappropriated		6,007,454	5,492,937	531,246	1,500,645
OTHER COMPONENTS OF EQUITY		1,253,159	1,236,808	532,786	529,378
		12,332,340	10,279,043	6,135,759	5,579,321
<u>Less</u> Treasury stocks (18,650,000 shares)	16	(233,641)	-	(233,641)	-
TOTAL OWNERS OF THE PARENT		12,098,699	10,279,043	5,902,118	5,579,321
NON-CONTROLLING INTERESTS		1,922,300	1,753,089	-	-
TOTAL SHAREHOLDERS' EQUITY		14,020,999	12,032,132	5,902,118	5,579,321
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		37,227,501	29,617,090	19,427,611	13,534,831

See notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME

FOR THE THREE-MONTH PERIOD ENDED JULY 31, 2013

“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2013	2012	2013	2012
REVENUES FROM SALES AND SERVICES	5.2				
Revenues from sales		6,026,387	7,044,858	1,807,876	3,020,756
Revenues from services		120,324	124,098	12,570	619
Total Revenues		<u>6,146,711</u>	<u>7,168,956</u>	<u>1,820,446</u>	<u>3,021,375</u>
COSTS OF THE SALES OF GOODS AND THE RENDERING OF SERVICES	5.2				
Cost of the sales of goods		(4,821,714)	(5,269,254)	(1,612,411)	(2,291,230)
Cost of the rendering of services		(56,036)	(47,962)	(8,368)	(946)
Total Costs		<u>(4,877,750)</u>	<u>(5,317,216)</u>	<u>(1,620,779)</u>	<u>(2,292,176)</u>
Gross profit		1,268,961	1,851,740	199,667	729,199
Other incomes	5.2	195,952	73,505	102,023	29,410
Selling expenses	5.2	(383,053)	(449,077)	(125,341)	(201,706)
Administrative expenses	5.2	(119,972)	(123,859)	(37,411)	(40,472)
Management benefit expenses	18	(35,922)	(35,370)	(7,808)	(6,975)
Finance costs	5.2	(189,642)	(146,611)	(105,950)	(66,925)
Share of loss of investments in an associate		(2,062)	(7,096)	-	-
Profit before income tax expenses		734,262	1,163,232	25,180	442,531
Income tax expenses		(82,700)	(240,310)	(5,821)	(122,709)
NET PROFIT FOR THE PERIOD		<u>651,562</u>	<u>922,922</u>	<u>19,359</u>	<u>319,822</u>
PROFIT ATTRIBUTABLE TO:					
Owners of the parent		630,443	839,835	19,359	319,822
Non-controlling interest		21,119	83,087	-	-
		<u>651,562</u>	<u>922,922</u>	<u>19,359</u>	<u>319,822</u>
EARNINGS PER SHARE	20				
Basic earnings per share	BAHT	0.371	0.534	0.011	0.203
Diluted earnings per share	BAHT	0.371	0.525	0.011	0.200
Basic number of ordinary shares	THOUSAND SHARES	1,697,298	1,573,630	1,697,298	1,573,630
Dilutive number of ordinary shares	THOUSAND SHARES	1,697,298	1,599,053	1,697,298	1,599,053

See notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED JULY 31, 2013

“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2013	2012	2013	2012
Net profit for the period	651,562	922,922	19,359	319,822
Other comprehensive income (expense):				
Exchange differences on translation financial statements	80,548	30,351	-	-
Losses on remeasuring available-for-sale investments	(333)	(81)	-	-
Losses on revaluation of assets	(56,719)	(15,084)	-	(4,106)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>675,058</u>	<u>938,108</u>	<u>19,359</u>	<u>315,716</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	662,563	849,964	19,359	315,716
Non-controlling interests	12,495	88,144	-	-
	<u>675,058</u>	<u>938,108</u>	<u>19,359</u>	<u>315,716</u>

See notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013

“UNAUDITED”

Unit : Thousand Baht

	Notes	Consolidated		Separate	
		Financial Statements	Financial Statements	Financial Statements	Financial Statements
		2013	2012	2013	2012
REVENUES FROM SALES AND SERVICES	5.2				
Revenues from sales		15,096,676	18,057,046	4,749,202	6,105,931
Revenues from services		248,613	267,954	17,727	9,654
Total Revenues		<u>15,345,289</u>	<u>18,325,000</u>	<u>4,766,929</u>	<u>6,115,585</u>
COSTS OF THE SALES OF GOODS AND THE RENDERING OF SERVICES	5.2				
Cost of the sales of goods		(11,977,732)	(13,590,327)	(4,101,315)	(4,680,342)
Cost of the rendering of services		(128,159)	(123,747)	(11,445)	(7,030)
Total Costs		<u>(12,105,891)</u>	<u>(13,714,074)</u>	<u>(4,112,760)</u>	<u>(4,687,372)</u>
Gross profit		3,239,398	4,610,926	654,169	1,428,213
Other incomes	5.2	732,660	394,683	337,167	177,595
Selling expenses	5.2	(1,207,204)	(1,284,573)	(440,700)	(574,972)
Administrative expenses	5.2	(424,975)	(545,838)	(151,441)	(124,119)
Management benefit expenses	18	(136,090)	(126,915)	(31,090)	(28,052)
Finance costs	5.2	(499,100)	(425,843)	(264,317)	(184,573)
Share of (loss) profit of investments in an associate		2,979	(10,766)	-	-
Profit before income tax expenses		<u>1,707,668</u>	<u>2,611,674</u>	<u>103,788</u>	<u>694,092</u>
Income tax expenses		(163,826)	(578,770)	(27,848)	(231,351)
NET PROFIT FOR THE PERIOD		<u><u>1,543,842</u></u>	<u><u>2,032,904</u></u>	<u><u>75,940</u></u>	<u><u>462,741</u></u>
PROFIT ATTRIBUTABLE TO:					
Owners of the parent		1,559,856	1,922,398	75,940	462,741
Non-controlling interest		(16,014)	110,506	-	-
		<u>1,543,842</u>	<u>2,032,904</u>	<u>75,940</u>	<u>462,741</u>
EARNINGS PER SHARE	20				
Basic earnings per share	BAHT	0.942	1.224	0.046	0.299
Diluted earnings per share	BAHT	0.942	1.200	0.046	0.295
Basic number of ordinary shares	THOUSAND SHARES	1,655,525	1,569,972	1,655,525	1,550,179
Dilutive number of ordinary shares	THOUSAND SHARES	1,655,525	1,602,232	1,655,525	1,570,489

See notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013

“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2013	2012	2013	2012
Net profit for the period	1,543,842	2,032,904	75,940	462,741
Other comprehensive income (expense):				
Exchange differences on translation financial statements	34,646	30,321	-	-
Gains on remeasuring available-for-sale investments	265	167	-	-
Gains (losses) on revaluation of assets	(48,537)	(312,617)	3,409	(123,673)
Gain on change in shareholding ratio in subsidiaries	14,598	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>1,544,814</u>	<u>1,750,775</u>	<u>79,349</u>	<u>339,068</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	1,576,207	1,656,301	79,349	339,068
Non-controlling interests	(31,393)	94,474	-	-
	<u>1,544,814</u>	<u>1,750,775</u>	<u>79,349</u>	<u>339,068</u>

See notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013
“UNAUDITED”

UNIT : THOUSAND BAHT

Notes	Owners of the parent											Non-controlling interests	Total shareholders' equity		
	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Unappropriated	Other components of equity					Treasury stocks			Total owners of the parent	
			Appropriated			Other comprehensive income (expense) differences			Losses on internal restructure of entities under common control	Losses on change in shareholding ratio in subsidiaries					Total other components of equity
			Legal reserve	Reserve for treasury stocks		Exchange differences on translating financial statements	Gain (loss) on re-measuring Available-for-sale investments	Gain (loss) on revaluation of assets							
For the nine-month period ended July 31, 2012															
Beginning balance as at November 1, 2011	1,551,065	1,564,204	187,000	-	4,069,296	(66,330)	(503)	2,747,184	(264,043)	(25,205)	2,391,103	-	9,762,668	1,888,800	11,651,468
Effects of the changes in accounting policies	24														
- Investment property	-	-	-	-	-	-	-	(239,447)	-	-	(239,447)	-	(239,447)	(201,023)	(440,470)
- Employee benefit obligations	-	-	-	-	(154,267)	-	-	-	-	-	-	-	(154,267)	(24,899)	(179,166)
Beginning balance as at November 1, 2011 after adjusted	1,551,065	1,564,204	187,000	-	3,915,029	(66,330)	(503)	2,507,737	(264,043)	(25,205)	2,151,656	-	9,368,954	1,662,878	11,031,832
Changes in shareholders' equity during the period															
- Increase in ordinary shares	15	22,584	203,254	-	-	-	-	-	-	-	-	-	225,838	-	225,838
- Dividends paid	17	-	-	-	(786,522)	-	-	-	-	-	-	-	(786,522)	-	(786,522)
- Transfer to profit or loss from sales of assets		-	-	-	6,013	-	-	(6,013)	-	-	(6,013)	-	-	-	-
- Total comprehensive income (expense) for the period		-	-	-	1,922,398	21,254	40	(287,391)	-	-	(266,097)	-	1,656,301	94,474	1,750,775
- Decrease in non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	(24,990)	(24,990)
Ending balance as at July 31, 2012		1,573,649	1,767,458	187,000	-	5,056,918	(45,076)	(463)	2,214,333	(264,043)	(25,205)	-	10,464,571	1,732,362	12,196,933

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013

"UNAUDITED"

UNIT : THOUSAND BAHT

Notes	Owners of the parent										Treasury stocks	Total owners of the parent	Non-controlling interests	Total shareholders' equity		
	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Other components of equity											
			Appropriated	Unappropriated	Other comprehensive income (expense)			Losses on internal restructure	Losses on change in shareholding ratio in subsidiaries	Total other components of equity						
					Legal reserve	Reserve for treasury stocks	Exchange differences on translating financial statements								Gain (loss) on remeasuring Available-for-sale investments	Gain (loss) on asset revaluation
For the nine-month period ended July 31, 2013																
Beginning balance as at November 1, 2012	1,575,768	1,786,530	187,000	-	5,492,937	(62,844)	(383)	1,589,283	(264,043)	(25,205)	1,236,808	-	10,279,043	1,753,089	12,032,132	
Changes in shareholders' equity during the period																
- Increase in ordinary shares	15	128,879	1,159,909	-	-	-	-	-	-	-	-	-	1,288,788	-	1,288,788	
- Treasury stocks	16	-	-	-	-	-	-	-	-	-	-	(233,641)	(233,641)	-	(233,641)	
- Reserve for treasury stocks	16	-	-	-	233,641	(233,641)	-	-	-	-	-	-	-	-	-	
- Increase in non-controlling interests		-	-	-	-	-	-	-	-	-	-	-	-	238,858	238,858	
- Dividends paid	17	-	-	-	-	(811,698)	-	-	-	-	-	-	(811,698)	(38,254)	(849,952)	
- Total comprehensive income (expense) for the period		-	-	-	-	1,559,856	27,457	63	(25,767)	-	14,598	16,351	1,576,207	(31,393)	1,544,814	
Ending balance as at July 31, 2013		1,704,647	2,946,439	187,000	233,641	6,007,454	(35,387)	(320)	1,563,516	(264,043)	(10,607)	1,253,159	(233,641)	12,098,699	1,922,300	14,020,999

See notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013

“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Other components of equity		Treasury stocks	Total Shareholders' equity	
				Appropriated		Unappropriated	Other comprehensive income (expense) Gain (loss) on revaluation of assets			Total other components of equity
				Legal reserve	Reserve for treasury stocks					
For the nine-month period ended July 31, 2012										
		1,551,065	1,564,204	187,000	-	1,344,429	1,006,489	1,006,489	-	5,653,187
Effects of the changes in accounting policies	24									
- Investment property		-	-	-	-	-	(176,572)	(176,572)	-	(176,572)
- Employee benefit obligations		-	-	-	-	(70,712)	-	-	-	(70,712)
Beginning balance as at November 1, 2011 after adjusted		1,551,065	1,564,204	187,000	-	1,273,717	829,917	829,917	-	5,405,903
Changes in shareholders' equity during the period										
- Increase in ordinary shares	15	22,584	203,254	-	-	-	-	-	-	225,838
- Dividends paid	17	-	-	-	-	(786,522)	-	-	-	(786,522)
- Transfer to profit or loss from sales of assets		-	-	-	-	1,240	(1,240)	(1,240)	-	-
- Total comprehensive income (expense) for the period		-	-	-	-	459,735	(120,667)	(120,667)	-	339,068
Ending balance as at July 31, 2012		1,573,649	1,767,458	187,000	-	948,170	708,010	708,010	-	5,184,287

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013

"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Other components of equity		Treasury stocks	Total Shareholders' equity	
				Appropriated		Unappropriated	Other comprehensive income (expense) Gain on asset revaluation			Total other components of equity
				Legal reserve	Reserve for treasury stocks					
For the nine-month period ended July 31, 2013										
Beginning balance as at November 1, 2012		1,575,768	1,786,530	187,000	-	1,500,645	529,378	529,378	-	5,579,321
Changes in shareholders' equity during the period										
- Increase in ordinary shares	15	128,879	1,159,909	-	-	-	-	-	-	1,288,788
- Treasury stocks	16	-	-	-	-	-	-	-	(233,641)	(233,641)
- Reserve for treasury stocks	16	-	-	-	233,641	(233,641)	-	-	-	-
- Dividends paid	17	-	-	-	-	(811,698)	-	-	-	(811,698)
- Total comprehensive income for the period		-	-	-	-	75,940	3,409	3,409	-	79,349
Ending balance as at July 31, 2013		1,704,647	2,946,439	187,000	233,641	531,246	532,787	532,787	(233,641)	5,902,119

See notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013

“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2013	2012	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before income tax expenses	1,707,668	2,611,674	103,788	694,092
Adjustments for:				
Dividend income	-	-	(9,932)	(8,992)
Doubtful accounts - trade and farmer receivables and loans for cane plantation development (Reversal)	(391)	(4,341)	3,977	-
Share of (profit) loss of investments in an associate	(2,979)	10,766	-	-
Amortization of premium on bonds	9	77	14	13
Employee benefit expenses	8,088	14,364	4,178	3,428
Loss on damaged cane and adjustment to decrease the cane plantation costs	22,200	93,709	-	-
Loss from diminution in value of inventories (Reversal)	(51,699)	198,705	(23,609)	67,423
Depreciation and amortization	792,763	706,091	229,687	199,291
Gain from disposal and write off of assets	(25,862)	(7,021)	(428)	(14,454)
Loss on damaged assets	-	103,714	-	-
Gain on sales of other long-term investments	(21,093)	-	(21,138)	-
Unrealized (gain) loss on exchange rate	32,331	(801)	1,372	(3,348)
Interest expenses	497,557	424,039	262,774	180,615
Finance costs	1,543	1,804	1,543	1,804
	<u>2,960,135</u>	<u>4,152,780</u>	<u>552,226</u>	<u>1,119,872</u>
Operating assets (increase) decrease				
Trade and other receivables	(727,366)	(310,098)	(228,138)	89,335
Inventories	(2,273,505)	(1,797,134)	(1,358,910)	(638,152)
Other current assets	20,238	(40,255)	924	(34,405)
Deferred cane plantation costs	152,854	171,516	30,061	(3,115)
Other non-current assets	(106,669)	61,926	(4,555)	132

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013

“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2013	2012	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
Operating liabilities increase (decrease)				
Trade and other payables	(1,088,404)	(462,405)	(131,314)	(185,610)
Provision for production costs	908,300	1,589,062	248,216	492,469
Other current liabilities	(9,189)	(58,973)	3,834	(15,350)
Other non-current liabilities	104,916	43,466	24,748	40,148
Cash received (paid) from operating activities	(58,690)	3,349,885	(862,908)	865,324
Interest paid	(559,763)	(454,809)	(296,839)	(201,862)
Income tax expense paid	(398,061)	(676,896)	(222,591)	(375,100)
Net cash provided by (used in) operating activities	<u>(1,016,514)</u>	<u>2,218,180</u>	<u>(1,382,338)</u>	<u>288,362</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
(Increase) decrease in short-term loans	(47,878)	19,225	(2,428,350)	(149,042)
Cash payments for investments in subsidiaries	(18,718)	-	(459,795)	(1,234)
Cash received from sales of investments in subsidiaries	39,856	-	39,856	-
Cash payments for purchases of other long-term investments	(6,772)	(5,354)	-	-
Cash received from redemption and sales of other long-term investments	2,455	5,100	-	-
Cash received from dividends of subsidiaries and other companies	325	227	9,932	225,507
Cash payments for purchases of property, plant and equipment	(3,028,613)	(2,425,575)	(1,771,990)	(1,287,899)
Cash received from sales of property, plant and equipment	4,225	47,971	374	26,519
Cash received from sales of investment property	40,714	-	400	-
Cash payments for purchases of investment property	(1,896,605)	(94,156)	-	-
Cash payments for purchases of assets not yet used in operation	(4,376)	(19,453)	-	-
Cash received from sales of assets not yet used in operation	11,643	6,582	-	-
Cash payments for purchases of intangible assets	(9,645)	-	(4,485)	-
Net cash provided by (used in) investing activities	<u>(4,913,389)</u>	<u>(2,465,433)</u>	<u>(4,614,058)</u>	<u>(1,186,149)</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2013

“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2013	2012	2013	2012
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in short-term borrowings from financial institutions	5,153,959	2,574,554	5,481,819	-
(Decrease) increase in short-term borrowings from related parties	-	-	(674,828)	926,218
Cash payment for payables on purchases of assets	(674,446)	(607,913)	(349,106)	(44,372)
Cash received from long-term debentures	998,089	1,497,305	998,089	1,497,305
Cash payment for long-term debentures	(1,000,000)	(1,780,000)	(1,000,000)	(1,780,000)
Cash received from long-term borrowings	2,367,000	1,106,200	1,572,000	1,017,300
Cash payment for long-term borrowings	(1,383,008)	(1,939,603)	(255,634)	(165,500)
Cash received from issuance of ordinary shares	1,288,788	225,838	1,288,788	225,838
Cash payment for treasury stocks	(233,641)	-	(233,641)	-
Cash payment of dividends for the shareholders of the parent	(811,698)	(786,522)	(811,698)	(786,522)
Cash payment to non-controlling interests	(38,255)	(24,990)	-	-
Cash received from increase in capital of subsidiary of non-controlling interests	253,457	-	-	-
Net cash provided by financing activities	<u>5,920,245</u>	<u>264,869</u>	<u>6,015,789</u>	<u>890,267</u>
Exchange differences on translation of cash of foreign subsidiaries	1,484	(14,868)	-	-
Net (decrease) increase in cash and cash equivalents	(8,174)	2,748	19,393	(7,520)
Cash and cash equivalents at the beginning of the period	289,455	280,926	21,506	42,732
Cash and cash equivalents at the end of the period	<u><u>281,281</u></u>	<u><u>283,674</u></u>	<u><u>40,899</u></u>	<u><u>35,212</u></u>

See notes to the interim financial statements

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED JULY 31, 2013
“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 listed with the Stock Exchange of Thailand on March 7, 2005 and was registered as a limited public company on March 18, 2004 with the registration number Bor Mor Jor 0107547000214. Its registered headquarter is located at No. 503 K.S.L. Tower, 9th Floor, Sriyudahya Road, Khet 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 part 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 shares of the Company.

2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM FINANCIAL INFORMATION

2.1 The interim financial information are prepared in accordance with Thai Accounting Standard No. 34 (Revised 2009) “Interim Financial Statements” 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 choose to present 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, 2012.

- 2.2 The unaudited results of operations for the nine-month period ended July 31, 2013 are not necessarily indicative of the operating results anticipated for the full year.
- 2.3 The figures presented in the consolidated and separate statements of financial position as at October 31, 2012, presented herein are corresponding figures, which have been derived from the financial statements for the year then ended which have been audited.
- 2.4 The consolidated interim financial information has been prepared by including the financial statements 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, 2012. The structure of the Group is as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at July 31, 2013	As at October 31, 2012		
	%	%		
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	80.31	Thailand	Property rental housing and land for agriculture estate including holiday resort for training and seminar center
K.S.L. Export Trading Co., Ltd.	79.55	79.55	Thailand	Export sugar as exporting agent
KSL Chemicals Company Limited	100.00	100.00	Thailand	Importer and distributor of chemicals
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.	70.00	70.00	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		
	July 31,	October 31,	July 31,	October 31,		
	2013	2012	2013	2012		
	%	%	%	%		
Subsidiaries (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	34.83	28.48	35.44	Thailand	Trading, rental and development of real estate and palm oil refinery operation
T S Flour Mill Public Company Limited*	16.52	23.54	16.59	23.63	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, trade in plastic resin and transportation and security services
Subsidiary (The Company holds the shares indirectly through Wynn In Trading Co., Ltd.)						
Koh Kong Plantation Company Limited	70.00	70.00	70.00	70.00	Cambodia	Agricultural operation

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

The accounting periods 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 financial information is prepared based on the same accounting policies for the same accounting items or similar accounting events.

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

- 2.5 The Federation of Accounting Professions issued the Notifications regarding the Thai Financial Reporting Standards applicable to the Company and its subsidiaries which are effective for the financial statements of periods beginning on or after January 1, 2013 as follows:

Thai Accounting Standards (TAS)		Effective date
TAS 12	Income Taxes	January 1, 2013
TAS 20	Accounting for Government Grants and Disclosure of Government Assistance	January 1, 2013
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rates	January 1, 2013
Thai Financial Reporting Standards (TFRS)		
TFRS 8	Operating Segments	January 1, 2013
Thai Accounting Standard Interpretations (TSI)		
TSI 10	Government Assistance - No Specific Relation to Operating Activities	January 1, 2013
TSI 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets	January 1, 2013
TSI 25	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders	January 1, 2013
TSI 29	Disclosure - Service Concession Arrangements	January 1, 2014
Thai Financial Reporting interpretations (TFRI)		
TFRI 1	Changes in Existing Decommissioning Restoration and Similar Liabilities	January 1, 2014
TFRI 4	Determining whether an Arrangement Contains a Lease	January 1, 2014
TFRI 7	Applying the Restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies	January 1, 2014
TFRI 10	Interim Financial Reporting and Impairment	January 1, 2014
TFRI 12	Service Concession Arrangements	January 1, 2014

The Company's management will adopt the above TAS, TFRS, TSI and TFRI relevant to the Company and its subsidiaries in the preparation of the consolidated financial statements of the Company and its subsidiaries and the separate financial statements of the Company when they become effective. In addition, the Company's and its subsidiaries' management have assessed the effects of these standards and believes that they will not have any significant impact on the consolidated financial statements of the Company and its subsidiaries and the separate financial statements of the Company for the period in which they are initially applied, except for TAS 12 "Income Taxes", which the Company's and its subsidiaries' management is in the process of assessing the impact of these standards on the financial statements for the period in which they are initially applied.

2.6 The preparation of interim financial information in conformity with Thai Accounting Standard No. 34 also requires the Company'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 is prepared using the same accounting policies and calculation method as those used in the financial statements for the year ended October 31, 2012.

In the fourth quarter of fiscal year 2012, the Company and its subsidiaries changed their accounting policy for buildings and construction, machineries and equipment, and motor vehicles and labor saving tools from revaluation method to cost method because the Company's management believe that the new policy is more practical for current situation and operations of the Company and its subsidiaries. Therefore, the consolidated and separate financial statements for the year ended October 31, 2012 had been retrospectively adjusted for the effect of the change to be in accordance with the new accounting policy. As a result, the statement of change in shareholders' equity for the nine-month period ended July 31, 2012, and the financial information for the year ended July 31, 2012, for the business with definite seasonal fluctuation (see Note 24), which are presented herein as corresponding figures, have been retrospectively adjusted for the effect of such change accordingly.

In the third quarter of fiscal year 2013, the Company and its subsidiaries changed their accounting policy for the cost calculation of indirect materials, factory supplies and machine maintenance supplies from first-in, first-out method to weighted average (moving average) method because the Company's management believe that the new policy is more practical for current situation and operations of the Company and its subsidiaries. In addition, the Company's management assessed the effect of such change in accounting policy to the consolidated and separate financial statements was not material. The Company thus did not retroactively adjust the effect of the change to the financial statements of past accounting periods.

4. ADDITIONAL CASH FLOW INFORMATION AND CASH EQUIVALENTS

4.1 Significant non-cash items in the consolidated and separate financial information for the nine-month periods ended July 31, 2013 and 2012, are as follows:

Type of transactions	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements	Financial Statements	Financial Statements	Financial Statements
	2013	2012	2013	2012
Unrealized gain (loss) from available-for-sale securities	264	167	-	-
Depreciation of differences on revaluation of assets	-	310,198	-	118,147
Decrease in net gain on revaluation of assets	-	(5,743)	-	(3,740)
Transfer of depreciation to deferred cane plantation costs	34,409	60,504	1,697	2,525
Purchases of fixed assets which had not yet been paid	425,136	558,351	227,827	214,551
Purchases of land not used in operation which had not yet been paid	18,568	-	-	-
Interest expenses capitalized as asset costs	32,578	6,947	6,676	212
Transfer other current assets to other non-current assets	22,357	-	-	-
Transfer property, plant and equipment to investment property, assets not yet used in operation, and inventories	-	171,894	-	-
Transfer assets not yet used in operation to property, plant and equipment	-	3,767	-	-
Transfer other non-current assets to property, plant and equipment	-	95,084	-	-
Transfer investment property to property, plant and equipment	31	-	-	-
Transfer investment property to other current assets	66,000	-	-	-
Reclassification other long-term investments to temporary investments	248	255	-	-
Purchases of property, plant and equipment using short-term borrowings from financial institutions	-	147,072	-	-
Transfer other non-current liabilities to current liabilities	-	648	-	-
Transfer other current liabilities to other non-current liabilities	36,545	-	-	-
Dividend income deduction to short-term borrowing in subsidiary	-	-	392,272	-

4.2 Cash and cash equivalents as at July 31, 2013 and 2012, are as follows:

Type of transactions	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements	Financial Statements	Financial Statements	Financial Statements
	2013	2012	2013	2012
Cash	5,364	3,111	2,228	1,150
Savings account deposits	209,983	250,371	35,374	28,427
Current account deposits	52,934	21,192	3,297	5,635
Fixed deposits with the maturity not exceeding 3 months	13,000	9,000	-	-
Total	<u>281,281</u>	<u>283,674</u>	<u>40,899</u>	<u>35,212</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 July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Trade and other receivables				
Subsidiaries	-	-	108.79	57.78
Related companies	3.02	1.23	0.02	0.03
Total	<u>3.02</u>	<u>1.23</u>	<u>108.81</u>	<u>57.81</u>
Accrued dividend receivable from subsidiary (included in other receivables)				
Subsidiary	-	-	-	392.27
Short-term loans				
Subsidiaries	-	-	3,817.82	1,313.50
Related companies	10.00	-	-	-
Total	<u>10.00</u>	<u>-</u>	<u>3,817.82</u>	<u>1,313.50</u>
Other current assets				
Subsidiaries	-	-	6.45	4.93
Related companies	0.09	5.15	0.09	0.01
Total	<u>0.09</u>	<u>5.15</u>	<u>6.54</u>	<u>4.94</u>
Trade payables and other payables				
Subsidiaries	-	-	64.82	14.38
Related companies	1.24	1.24	1.22	0.01
Total	<u>1.24</u>	<u>1.24</u>	<u>66.04</u>	<u>14.39</u>
Other accrued expenses (included in other payables)				
Subsidiaries	-	-	5.43	1.32
Related companies	0.08	0.01	0.04	-
Total	<u>0.08</u>	<u>0.01</u>	<u>5.47</u>	<u>1.32</u>
Short-term borrowings				
Subsidiaries	-	-	374.40	1,441.50
Other current liabilities				
Subsidiaries	-	-	0.14	-
Related companies	8.02	4.00	8.02	-
Total	<u>8.02</u>	<u>4.00</u>	<u>8.16</u>	<u>-</u>
Other non-current liabilities				
Subsidiaries	-	-	0.74	0.62
Related companies	0.84	0.84	0.84	0.84
Total	<u>0.84</u>	<u>0.84</u>	<u>1.58</u>	<u>1.46</u>

As at July 31, 2013 and October 31, 2012, short-term loans to subsidiaries and related parties represented promissory notes receivable on demand, carrying interest rates at 1.75% - 4.70% per annum and 3.15% - 3.75% per annum, respectively.

As at July 31, 2013 and October 31, 2012, short-term borrowings from subsidiaries represented promissory notes payable on demand, carrying the interest rate at 3.00% - 3.15% per annum and 3.18% per annum, respectively.

5.2 Significant transactions with related parties for the three-month and nine-month periods ended July 31, 2013 and 2012, are as follows:

Type of transactions	Unit : Million Baht			
	Consolidated Financial Statements for the three-month periods ended July 31, 2013		Separate Financial Statements for the three-month periods ended July 31, 2013	
	2012	2012	2013	2012
Revenues from sales and services				
Subsidiaries	-	-	549.87	537.50
Related companies	9.55	14.84	-	-
Total	9.55	14.84	549.87	537.50
Cost of sales and services				
Subsidiaries	-	-	583.46	467.35
Related companies	1.44	13.98	0.96	-
Total	1.44	13.98	584.42	467.35
Other income				
Subsidiaries	-	-	38.71	35.60
Related companies	1.44	5.66	1.44	-
Total	1.44	5.66	40.15	35.60
Selling expenses				
Subsidiaries	-	-	17.92	23.29
Related companies	-	5.25	-	-
Total	-	5.25	17.92	23.29
Administrative expenses				
Subsidiaries	-	-	0.15	0.94
Related companies	3.79	6.63	1.21	2.20
Related Juristic Person	2.65	2.13	2.30	2.00
Total	6.44	8.76	3.66	5.14
Finance costs				
Subsidiaries	-	-	2.08	5.84

Type of transactions	Consolidated		Unit : Million Baht	
	Financial Statements for the nine-month periods ended July 31,		Separate Financial Statements for the nine-month periods ended July 31,	
	2013	2012	2013	2012
Revenues from sales and services				
Subsidiaries	-	-	1,529.80	1,737.30
Related companies	26.98	54.03	-	-
Total	<u>26.98</u>	<u>54.03</u>	<u>1,529.80</u>	<u>1,737.30</u>
Cost of sales and services				
Subsidiaries	-	-	1,190.78	797.71
Related companies	12.97	15.94	7.15	1.88
Total	<u>12.97</u>	<u>15.94</u>	<u>1,197.93</u>	<u>799.59</u>
Other income				
Subsidiaries	-	-	84.50	180.86
Related companies	2.14	7.94	2.14	1.68
Total	<u>2.14</u>	<u>7.94</u>	<u>86.64</u>	<u>182.54</u>
Selling expenses				
Subsidiaries	-	-	40.13	37.57
Related companies	-	12.50	-	1.31
Total	<u>-</u>	<u>12.50</u>	<u>40.13</u>	<u>38.88</u>
Administrative expenses				
Subsidiaries	-	-	0.32	12.36
Related companies	9.97	10.93	3.15	4.62
Related Juristic Person	7.62	6.55	6.66	6.33
Total	<u>17.59</u>	<u>17.48</u>	<u>10.13</u>	<u>23.31</u>
Finance costs				
Subsidiaries	<u>-</u>	<u>-</u>	<u>14.30</u>	<u>18.78</u>

POLICY OF INTER-PRICE SETTING

- The inter-purchases/sales and borrow-return of raw sugar transactions between 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 is 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 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 with related parties 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.
- Revenue from land leased out to a subsidiary is 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 and structure 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.
- No fee is charged for the inter-credit facility guarantee.

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
Parahitac 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 Sugar Industry Co., Ltd.	Related Company	Mutual directors in Subsidiary
KSL Tower Juristic Person office	Related Juristic Person	Shared owner of condominium 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 as at July 31, 2013 and October 31, 2012 consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Trade receivables	1,532,533	835,629	334,214	122,649
Farmer receivables	259,713	194,554	173,863	134,871
Other receivables - compensation for sugar production and distribution	-	39,041	-	36,607
Other receivables	20,068	33,501	32,331	28,491
Prepaid expenses	33,902	25,833	10,852	7,229
Advance payment	45,189	27,454	7,444	6,396
Accrued dividend receivable from subsidiary	-	-	-	392,272
Accrued income	40,641	41,947	11,390	7,825
Total trade and other receivables	<u>1,932,046</u>	<u>1,197,959</u>	<u>570,094</u>	<u>736,340</u>

6.1 Trade receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Related parties	2,473	4,928	85,657	57,810
Others	1,540,046	838,853	248,557	64,839
Total trade receivables	1,542,519	843,781	334,214	122,649
Less Allowance for doubtful accounts	(9,986)	(8,152)	-	-
Total trade receivables	<u>1,532,533</u>	<u>835,629</u>	<u>334,214</u>	<u>122,649</u>

Aging analyzes for trade accounts receivable were as follows:

6.1.1 Trade receivables - related parties

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Domestic trade receivables				
Not yet due	2,473	3,666	85,581	57,810
Overdue not over 3 months	-	1,262	-	-
Total	<u>2,473</u>	<u>4,928</u>	<u>85,581</u>	<u>57,810</u>
Foreign trade receivables				
Not yet due	-	-	76	-
Total	<u>-</u>	<u>-</u>	<u>76</u>	<u>-</u>
Total trade receivables - related parties	<u>2,473</u>	<u>4,928</u>	<u>85,657</u>	<u>57,810</u>

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

6.1.2 Trade receivables - others

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Manufacture and distribution of sugar and molasses				
Domestic trade receivables				
Not yet due	252,316	232,957	83,108	62,974
Overdue not over 3 months	21,942	1,565	3,847	-
Overdue over 3 months but not over 6 months	-	31	-	-
Overdue over 6 months but not over 12 months	-	88	-	-
Over 12 months	396	1,482	-	-
Total	<u>274,654</u>	<u>236,123</u>	<u>86,955</u>	<u>62,974</u>
Foreign trade receivables				
Not yet due	376,392	30,775	161,602	1,865
Overdue not over 3 months	60,113	-	-	-
Overdue over 3 months but not over 6 months	4,211	-	-	-
Total	<u>440,716</u>	<u>30,775</u>	<u>161,602</u>	<u>1,865</u>
Total Manufacture and distribution of sugar and molasses	<u>715,370</u>	<u>266,898</u>	<u>248,557</u>	<u>64,839</u>
Manufacture and distribution of alcohol and electricity				
Domestic trade receivables				
Not yet due	<u>332,930</u>	<u>235,357</u>	<u>-</u>	<u>-</u>
Total Manufacture and distribution of alcohol and electricity	<u>332,930</u>	<u>235,357</u>	<u>-</u>	<u>-</u>
Others businesses				
Domestic trade receivables				
Not yet due	278,788	202,988	-	-
Overdue not over 3 months	191,454	126,028	-	-
Overdue over 3 months but not over 6 months	13,484	1,626	-	-
Overdue over 6 months but not over 12 months	1,669	39	-	-
Over 12 months	6,351	5,691	-	-
Total	<u>491,746</u>	<u>336,372</u>	<u>-</u>	<u>-</u>
Foreign trade receivables				
Not yet due	<u>-</u>	<u>226</u>	<u>-</u>	<u>-</u>
Total	<u>-</u>	<u>226</u>	<u>-</u>	<u>-</u>
Total Others businesses	<u>491,746</u>	<u>336,598</u>	<u>-</u>	<u>-</u>
Grand total	1,540,046	838,853	248,557	64,839
<u>Less</u> Allowance for doubtful accounts	<u>(9,986)</u>	<u>(8,152)</u>	<u>-</u>	<u>-</u>
Total Trade receivables - others	<u>1,530,060</u>	<u>830,701</u>	<u>248,557</u>	<u>64,839</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:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Cane receivables				
Before Season 2009/2010	41,951	44,518	77	77
Season 2009/2010	4,253	4,278	3,116	3,131
Season 2010/2011	11,452	13,042	2,278	2,380
Season 2011/2012	41,649	52,480	4,169	7,169
Season 2012/2013	47,959	-	13,071	-
Total cane receivables	<u>147,264</u>	<u>114,318</u>	<u>22,711</u>	<u>12,757</u>
Advance payment for purchases of cane				
Season 2012/2013	-	112,598	-	110,427
Season 2013/2014	148,374	14,777	142,880	14,777
Season 2014/2015	1,997	-	1,997	-
Total advance payment for purchases of cane	<u>150,371</u>	<u>127,375</u>	<u>144,877</u>	<u>125,204</u>
Receivables from fuel oil, fertilizer and other services	<u>19,481</u>	<u>7,727</u>	<u>18,318</u>	<u>4,975</u>
Total	317,116	249,420	185,906	142,936
<u>Less</u> Allowance for doubtful accounts	<u>(57,403)</u>	<u>(54,866)</u>	<u>(12,043)</u>	<u>(8,065)</u>
Total farmer receivables	<u>259,713</u>	<u>194,554</u>	<u>173,863</u>	<u>134,871</u>

7. SHORT-TERM LOANS

Short-term loans as at July 31, 2013 and October 31, 2012 consisted of:

	Unit : Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Short-term loans to related parties	10,000	-	3,817,818	1,313,500
Short-term loans to farmers	755,273	747,693	95,613	137,919
Current portion of loans for cane plantation development	<u>187,561</u>	<u>161,680</u>	<u>37,995</u>	<u>34,185</u>
Total short-term loans	<u>952,834</u>	<u>909,373</u>	<u>3,951,426</u>	<u>1,485,604</u>

As at July 31, 2013 and October 31, 2012, short-term loans to farmers included in the consolidated and separate financial statements are post-dated checks, where the farmers discounted to the Company and its subsidiaries with the interest rates based on the lending rates of commercial banks.

8. INVESTMENTS IN AN ASSOCIATE AND SUBSIDIARIES

Investments in an associate and subsidiaries consisted of:

Consolidated Financial Statements

Company Name	Paid-Up		Percentage of		As at July 31, 2013			As at October 31, 2012		
	Share Capital		Shareholding		Investment			Investment		
	2013	2012	%	%	Cost	Equity	Dividend	Cost	Equity	Dividend
<u>Associate</u>										
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	39,953	325	73,800	37,299	228
Total investment in an associate					<u>73,800</u>	<u>39,953</u>	<u>325</u>	<u>73,800</u>	<u>37,299</u>	<u>228</u>

Separate Financial Statements

Company Name	Paid-up		Percentage of		Investment Cost		Dividend	
	share Capital		Shareholding		As at	As at	For the nine-month	For the year
	2013	2012	%	%	July 31,	October 31,	period ended	ended
					2013	2012	July 31,	October 31
							2013	2012
<u>Associate</u>								
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	73,800	325	228
Total investment in an associate					<u>73,800</u>	<u>73,800</u>	<u>325</u>	<u>228</u>
<u>Subsidiaries</u>								
Thai Sugar Terminal Public Company Limited	145,200	132,000	23.82	23.82	81,967	81,967	7,545	7,545
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	140,000	91.02	80.31	319,134	89,134	-	-
K.S.L. Export Trading Co., Ltd.	20,000	20,000	33.88	33.88	6,775	6,775	2,033	1,220
KSL Chemical Company Limited	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	-	-
KSL. Agro & Trading Company Limited	280,000	280,000	100.00	100.00	280,000	280,000	-	67,500
Savannakhet Sugar Corporation	684,757	684,757	98.49	98.49	674,178	674,178	-	-
Koh Kong Sugar Industry Co., Ltd.	798,900	798,900	70.00	70.00	563,829	563,829	-	-
Wynn In Trading Co., Ltd. *	487,497	368,957	100.00	100.00	487,497	368,957	-	-
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	400,000	0.62	0.62	3,089	2,472	-	-
T S Flour Mill Public Company Limited	285,000	200,000	0.10	0.10	196	196	29	98
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					5,773,435	5,424,278	9,607	401,135
<u>Add</u> Advance payment for share subscription - Koh Kong Industry Co., Ltd.					368,760	276,840	-	-
					6,142,195	5,701,118	9,607	401,135
<u>Less</u> Allowance for impairment of investments					(5,884)	(5,884)	-	-
Total investment in subsidiaries					<u>6,136,311</u>	<u>5,695,234</u>	<u>9,607</u>	<u>401,135</u>
Total investments in an associate and subsidiaries					<u>6,210,111</u>	<u>5,769,034</u>	<u>9,932</u>	<u>401,363</u>

* Koh Kong Plantation Company Limited which the Company holds its shares indirectly through Wynn In Trading Co., Ltd. at 70%. 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.

The meeting of annual general Shareholders for 2013 No. 1/2556 of KSL Real Estate Company Limited held on February 26, 2013 passed a resolution to increase the authorized share capital of 700 million shares with a par value of Baht 1 each, totaling Baht 700 million. Such subsidiary registered the capital increase with the Department of Business Development on March 11, 2013 and fully received such share subscriptions on March 18, 2013.

On March 14, 2013 of Wynn In Trading Co., Ltd., the overseas subsidiary, increased its share capital to 4 million shares at the per value of USD 1 each totaling USD 4 million.

9. INVESTMENT PROPERTY

Movement of investment property for the nine-month period ended July 31, 2013 are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value	625,710	285,163
Reclassify for the period	105,203	-
Purchases for the period	1,914,930	-
Disposal for the period	(29,213)	(332)
Depreciation for the period	(15,293)	(2,896)
Allowance for impairment for the period	(976)	-
Ending book value	<u>2,600,361</u>	<u>281,935</u>

For the nine-month periods ended July 31, 2013 and 2012, the Company and its subsidiaries recognized rental income from property investments of Baht 76.36 million and Baht 50.32 million, respectively, in the consolidated statements of income and of Baht 32.78 million and Baht 30.89 million, respectively, in the separate statements of income.

As at July 31, 2013 and October 31, 2012, its subsidiaries have the assets for rent with the book value stated in the consolidated financial statements of Baht 304.34 million and Baht 101.74 million, respectively, were pledged as collateral against credit facilities given by two commercial banks.

10. PROPERTY, PLANT AND EQUIPMENT

Movements for the nine-month period ended July 31, 2012 are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Beginning book value	21,424,187	4,277,150
Reclassification	(210,543)	-
Purchases of assets (including construction in progress)	3,453,692	1,999,816
Capitalized interest expenses as costs of assets	32,578	6,676
Cost of disposal/written off of assets	(22,888)	(2,077)
Accumulated depreciation - disposal/written off	20,837	2,063
Gain on asset revaluation	8,227	3,409
Depreciation	(809,858)	(227,783)
Translation of financial statements differences	43,521	-
Ending book value	<u>23,939,753</u>	<u>6,059,254</u>

For the nine-month period ended July 31, 2013, assets increased are mainly construction in progress of Baht 2,863.45 million.

As at July 31, 2013 and October 31, 2012, land together with structure and machinery at the book value of Baht 680.40 million and Baht 934.98 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 22.5.

As at July 31, 2013 and October 31, 2012, buildings and structure and building under construction of three foreign subsidiaries at book value of Baht 669.87 million and Baht 660.85 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 22.7).

As at July 31, 2013 and October 31, 2012, assets at cost of Baht 3,384.82 million and Baht 2,695.64 million, respectively, in the consolidated financial statements, and of Baht 1,509.46 million and Baht 1,008.73 million, respectively, in the separate financial statements, were fully depreciated but still in use.

11. TRADE AND OTHER PAYABLES

Trade and other payables as at July 31, 2013 and October 31, 2012 consist of:

	Consolidated		Unit : Thousand Baht Separate	
	Financial Statements		Financial Statements	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Trade payables - related parties	-	13	59,354	14,394
Trade payable - others				
- Payables for cane purchase	42,167	734,268	13,581	193,151
- Other trade payables	191,330	394,227	49,850	87,144
Advances received for sales of goods	61,061	27,784	23,315	17,388
Accrued fees payable to the Office of the Cane and Sugar Fund	58,607	74,028	31,092	30,041
Accrued stabilization function payment to the Office of the Cane and Sugar Fund	41,383	54,915	15,584	26,292
Other accrued expenses	157,741	235,037	62,898	77,826
Payables on purchases of assets	610,537	837,286	242,853	363,808
Other payables	313,785	440,974	198,154	143,574
Total trade and other payables	<u>1,476,611</u>	<u>2,798,532</u>	<u>696,681</u>	<u>953,618</u>

As at July 31, 2013, the Company and its three subsidiaries purchased canes for the production season 2012/2013 using the initial cane price for production season 2012/2013 announced by the Cane and Sugar Board's in the Royal Gazette dated December 7, 2012. The price is Baht 950.00 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 financial statements, the Office of Cane and Sugar Board has not yet announced a final cane price for the production season 2012/2013. 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 nine-month period ended July 31, 2013, from estimation made by the management of the Company and its subsidiaries at cane price of Baht 1,010.68 - 1,119.79 per ton with average sweetness level at 10.52 - 12.26 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 as at July 31, 2013 and October 31, 2012 are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements/ Separate Financial Statements	
	As at July 31, 2013	As at October 31, 2012
Unsecured senior debt debentures	3,497,216	3,497,584
<u>Less</u> Current portion	<u>(999,960)</u>	<u>(1,999,491)</u>
	<u>2,497,256</u>	<u>1,498,093</u>

Movements of long-term debentures for the nine-month period ended July 31, 2013 are as follows:

	Unit : Thousand Baht
	Consolidated Financial Statements/ Separate Financial Statements
Beginning book value	3,497,584
Increase during the period	998,089
Redemptions during the period	(1,000,000)
Amortized debenture issuance expenses during the period	<u>1,543</u>
Ending book value	<u>3,497,216</u>

In the during period the Company has issued Thai Baht currency debentures which are holder specified, non-subordinated and unsecured bonds to a limited number of investors, with the following details:

Symbol	Term	Maturity Date	Consolidated Financial Statements/Separate Financial Statements				Unit : Thousand Baht	
			Interest Rate Per Annum	Number of Units Issued	Total Value	Deferred debenture issuance cost	Net	Fair Value
KSL15DA	3 years	December 4, 2015	3.87	1,000,000	1,000,000	1,911	998,089	1,002,464

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

- The Company shall maintain the debts with interest-to-equity ratio and the debt-to-equity ratio in the consolidated financial statements are conditions as follows.

	The entire term	As of October 31 Every year
Debts with interest to equity	-	2 : 1
Debt-to-equity	3 : 1	2 : 1

- 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.

In the consolidated and separate financial statements as at July 31, 2013 and October 31, 2012, debt with interest-to-equity and debt-to-equity are as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Debt with interest-to-equity	1.44 : 1.00	1.17 : 1.00	2.10 : 1.00	1.19 : 1.00
Debt-to-equity	1.66 : 1.00	1.46 : 1.00	2.29 : 1.00	1.43 : 1.00

14. LONG-TERM BORROWINGS

Movements of long-term borrowings for the nine-month period ended July 31, 2013 are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning balance at book value	4,627,899	1,110,800
Proceeds in the period	2,367,000	1,572,000
Repayment in the period	(1,383,008)	(255,634)
Currency translation differences	17,690	-
Ending balance at book value	5,629,581	2,427,166
<u>Less</u> Current portion	<u>(998,653)</u>	<u>(520,633)</u>
Long-term borrowings	<u>4,630,928</u>	<u>1,906,533</u>

During the nine-month period ended July 31, 2013, the subsidiary repaid certain long-term borrowings before their maturities. The Company and its subsidiaries, therefore, have long-term borrowings from the commercial banks in the consolidated and separate financial statements as at July 31, 2013, which important covenants are as follows:

No.	Limit	Term of payment	Guarantee/Collateral
1	Baht 1,000 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 100.00 million each, commencing the first installment in January 2013.	None
2	Baht 500 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 50.00 million each, commencing the first installment in May 2013.	None
	Baht 500 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 50.00 million each, commencing the first installment in September 2013.	None
	Baht 500 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 50.00 million each, commencing the first installment in September 2013.	None
	Baht 1,000 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 100.00 million each, commencing the first installment in March 2014.	None
3	Baht 2,000 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 200.00 million each with the grace period of two years, commencing the first installment in December 2011.	<ul style="list-style-type: none"> - Secured by Khon Kean Sugar Industry Public Company Limited - Insurance coverage for structure and machineries at higher sum insured by insurance company transferring beneficial right of the said insurance coverage to the lender, commercial bank
4	Baht 1,000 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 100.00 million each with the grace period of two years, commencing the first installment in March 2012.	
5	Baht 190 million	Repayment of principal at every six-month period for the total of 8 installments at Baht 23.75 million each, commencing the first installment in December 2012.	<ul style="list-style-type: none"> - Mortgaged land with structure included in investment property and property, plant and equipment of subsidiary who obtained and used these credit lines
6	Baht 50 million	Repayment of principal at every month period for the total of 60 installments, the 1st-59th installments at Baht 0.83 million each and the last installment repayment of the remaining principal, commencing the first installment in November 2012.	
7	Baht 800 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 37.50 - 92.50 million each, commencing the first installment in April 2010.	<ul style="list-style-type: none"> - Secured by Khon Kean Sugar Industry Public Company Limited
8	USD 5 million	Repayment of principal at every six-month period for the total of 10 installments at USD 0.50 million with the grace period of two years, commencing the first installment in March 2011.	<ul style="list-style-type: none"> - Secured by Khon Kean Sugar Industry Public Company Limited based on percentage of share holding - Secured by two subsidiaries - Share certificate of a related company holding by shareholders of subsidiary
9	USD 5 million	Repayment of principal at every six-month period for the total of 10 installments at USD 0.50 million with the grace period of two years, commencing the first installment in March 2011.	
10	USD 30 million	Repayment of principal at every six-month period for the total of 10 installments at USD 3.00 million with the grace period of two years, commencing the first installment in June 2011.	
11	Baht 2,150 million	Repayment of principal at every six-month period, commencing the first installment in 25th month after the first withdraw and must repayment the total of principal and interest within 84 months from the first draw down date (March 2012).	<ul style="list-style-type: none"> - The Company and a subsidiary shall not pledge their core assets as collateral (Negative Pledge) - Insurance coverage for structure and machineries at maximum sum insured by insurance company transferring beneficial right of the said insurance coverage to the lender, commercial bank
12	Baht 45.20 million	Repayment of principal at annually for the total of 6 installments, commencing the first installment in June 2012.	<ul style="list-style-type: none"> - Secured by the executive directors of Khon Kean Sugar Industry Public Company Limited
13	Baht 23 million	Repayment of principal at annually for the total of 6 installments at Baht 3.83 million each, commencing the first installment in June 2013.	<ul style="list-style-type: none"> - 6 guaranteed cheques

The first to seventh and eleventh credit lines are Thai Baht loans carrying interest rates at AMLR-2.875% (AMLR is average MLR of 4 financial institutions) to 4.98% p.a. The eighth to tenth credit lines are USD loans carrying interest rates at LIBOR+2% p.a. and the twelfth and thirteenth credit lines are loans for purchases of agricultural equipment carrying interest rate at 2.00% p.a.

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.

15. SHARE CAPITAL

The Company issued 128.88 million new ordinary shares with a par value of Baht 1 each, totaling Baht 128.88 million to support the conversion of warrants at the exercise price of Baht 10 per ordinary share.

There were outstanding warrants in 352,510 units on March 15, 2013 which was the last warrant exercised date. Thus, such warrants were expired immediately.

Movement of share capital for the ninth-month periods ended July 31, 2013 and 2012, are as follow:

	2013			2012	
	Par Value Baht	Number Million Shares	Amount Million Baht	Number Million Shares	Amount Million Baht
Issued and paid-up share capital					
At beginning of the periods	1	1,575.77	1,575.77	1,551.07	1,551.07
Ordinary during the periods	1	128.88	128.88	22.58	22.58
Less Treasury shares	12.527	(18.65)	(233.64)	-	-
At the end of the periods		<u>1,686.00</u>	<u>1,471.01</u>	<u>1,573.65</u>	<u>1,573.65</u>

16. TREASURY STOCKS AND RESERVE FOR TREASURY STOCKS

On January 25, 2013, the Board of Directors' meeting No. 1/2013 passed a resolution to approve the Company to repurchase treasury stocks in volume of 78,788,404 stocks (or equals to 5% of total paid-up capital) by repurchase in the Stock Exchange of Thailand, the repurchase price shall not be exceeding the average closing stocks price prior to 5 working days on date of purchase plus 15% of such average closing stocks price. The maximum amount for the stock repurchase is not exceeding Baht 1,000 million. The repurchase period started from March 1, 2013 to August 30, 2013. The Board of Directors would reconsider the procedures of stocks resell within 6 months from the date of complete repurchasing the stocks but not more than 3 years. The reselling price would not be less than 85 percent of the average closing stocks price prior to 5 working days on date of sale of treasury stocks.

As at July 31, 2013, the Company had an outstanding treasury stocks of 18.65 million shares in the account with an average cost of Baht 12.527 per share. The total cost was Baht 233.64 million. The treasury stocks of 18.65 million shares calculated at a par value of Baht 1 per share, represented 1.09% of the paid-up capital. The Company can hold treasury stocks not longer than three years after repurchase period finished.

17. DIVIDENDS PAID

The annual general meeting of shareholders of the Company passed a resolution to pay dividends as follows:

Dividends	Approved by	Number of shares Billion shares	Dividends Paid Per share	Dividends Paid Million Baht	Dividends Paid Date
- Dividends paid from the Company's result of operations from November 1, 2011 to October 31, 2012	No. 1/2556 held on February 28, 2013	1.62	0.50	811.70	March 28, 2013
- Dividends paid from the Company's result of operations from November 1, 2010 to October 31, 2011	No. 1/2555 held on February 28, 2012	1.57	0.50	786.53	March 28, 2012

18. 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:

	Consolidated Financial Statements		Unit : Million Baht Separate Financial Statements	
	2013	2012	2013	2012
For the three-month periods ended July 31,	4.17	4.13	1.64	1.64
For the nine-month periods ended July 31,	15.49	16.07	7.12	7.10

19. EXPENSES BY NATURE

The significant expenses by nature for the three-month and nine-month periods ended July 31, 2013 and 2012 are as follows:

	Consolidated Financial Statements for the three-month periods ended July 31,		Unit : Thousand Baht Separate Financial Statements for the three-month periods ended July 31,	
	2013	2012	2013	2012
Salaries, wages and other employee benefits	115,324	100,292	27,594	37,670
Depreciation and amortization	107,939	90,511	2,009	4,827
Fuel costs	45,791	20,420	23,795	317
Fees payable to the Office of the Cane and Sugar Fund	258,671	252,530	107,174	125,815
Maintenance expenses	90,671	54,130	35,216	16,480
Transportation expenses	134,569	193,974	18,198	75,928
Raw material and supplies used	664,043	703,503	148,862	22,790
Purchases of merchandises	57,662	216,268	297,473	392,985
Changes in finished goods and work in process	3,790,734	4,293,008	1,058,070	1,850,070
Loss on damaged sugar cane	5,664	1,552	-	-
Loss from diminution in value of inventories (reversal)	(35,913)	(178,762)	-	(43,835)
Management benefit expenses	35,922	35,370	7,808	6,975
Loss from damaged assets and machines	-	473	-	-
Interest expenses	185,536	144,029	105,335	66,296
Other financial expenses	4,106	2,449	615	629
Other operating expenses	145,620	142,386	65,140	51,307
Total	5,606,339	6,072,133	1,897,289	2,608,254

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	for the nine-month periods		Financial Statements	
	ended July 31,		for the nine-month periods	
	2013		ended July 31,	
	2012		2013	
	2012		2012	
Salaries, wages and other employee benefits	1,011,112	903,570	273,477	257,455
Depreciation and amortization	841,600	751,475	227,109	204,997
Fuel costs	353,547	225,177	212,997	56,720
Fees payable to the Office of the Cane and Sugar Fund	804,071	825,939	337,976	436,467
Maintenance expenses	517,319	427,173	184,399	142,326
Transportation expenses	415,422	465,691	105,286	144,981
Raw material and supplies used	11,125,240	12,342,046	3,255,483	3,847,575
Purchases of merchandises	257,184	297,956	851,396	655,362
Changes in finished goods and work in process	(2,336,884)	(1,722,190)	(957,281)	(632,753)
Loss on damaged sugar cane	23,884	93,974	-	-
Loss from diminution in value of inventories (reversal)	107,933	197,325	(21,597)	67,423
Management benefit expenses	136,090	126,915	31,090	28,052
Loss from damaged assets and machines	-	137,773	-	-
Interest expenses	488,115	420,614	262,597	182,700
Other financial expenses	10,985	4,599	1,720	1,873
Other operating expenses	617,642	599,206	235,656	205,910
Total	14,373,260	16,097,243	5,000,308	5,599,088

20. EARNINGS PER SHARE

The calculations of basic earnings per share were based on dividing the profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

For the three-month and nine-month periods ended July 31, 2013, the Company did not calculate the diluted earnings per share because the stock options provided to the existing shareholders per the warrants, which were adjusted to the dilutive potential ordinary shares, were expired (see Note 15).

	Consolidated Financial Statements			Separate Financial Statements		
	For the three-month period ended			For the three-month period ended		
	July 31, 2013			July 31, 2013		
	Net profit	Number of shares	Earnings per share	Net profit	Number of shares	Earnings per share
	Thousand Baht	Thousand Shares	Baht	Thousand Baht	Thousand Shares	Baht
<u>Basic earnings per share</u>						
Profit available to ordinary equity holders	630,443	1,697,298*	0.371	19,359	1,697,298*	0.011
	Consolidated Financial Statements			Separate Financial Statements		
	For the nine-month ended			For the nine-month ended		
	July 31, 2013			July 31, 2013		
	Net profit	Number of shares	Earnings per share	Net profit	Number of shares	Earnings per share
	Thousand Baht	Thousand Shares	Baht	Thousand Baht	Thousand Shares	Baht
<u>Basic earnings per share</u>						
Profit available to ordinary equity holders	1,559,856	1,655,525*	0.942	75,940	1,655,525*	0.046

* Represented the weighted average number of ordinary shares based on the proportion of time of issuance of ordinary shares during the period.

21. DISCLOSURE OF SECTORIAL BUSINESS OPERATIONS

Details of the sectorial business operation of the Group are as follows:

Consolidated Financial Statements

For the nine-month periods ended July 31, 2013 and 2012

	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	
				(Restated)			(Restated)		(Restated)		(Restated)		(Restated)		(Restated)		(Restated)		(Restated)	
	2013			2012			2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	Thai	Laos	Cambodia	Thai	Laos	Cambodia	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	
Net revenues from operation - domestic	6,544	-	134	7,169	-	244	1,374	455	1,817	1,596	258	356	744	819	1,719	1,868	(5,650)	(5,566)	6,940	6,941
Net revenues from operation - foreign	7,358	234	634	10,025	262	358	383	957	-	-	-	-	-	-	11	32	(215)	(243)	8,405	11,391
Total	13,902	234	768	17,194	262	602	1,757	1,412	1,817	1,596	258	356	744	819	1,730	1,900	(5,865)	(5,809)	15,345	18,332
Profit (loss) from operations	2,319	60	71	3,635	83	(170)	498	364	973	758	190	220	144	155	(89)	141	(194)	(180)	3,972	5,006
Selling and administrative expenses																			(1,768)	(1,958)
Finance costs																			(499)	(425)
Share of profit (loss) of investment in an associate																			3	(11)
Income tax expenses																			(164)	(579)
Net profit for the period																			1,544	2,033
Plus (Less) Loss (Profit) for the period of non-controlling interests																			16	(111)
Profit for the period																			1,560	1,922
As at July 31, 2012 and 2011																				
Trade and other receivables	1,285	25	44	1,174	26	324	158	50	271	259	46	59	139	144	664	219	(700)	(787)	1,932	1,468
Inventories	4,216	39	97	3,518	40	148	329	287	116	261	-	-	441	370	581	364	(1)	13	5,818	5,001
Property, plant and equipment	12,347	1,083	2,042	8,368	1,102	2,109	900	919	5,995	4,286	752	457	401	411	1,014	1,060	(594)	(527)	23,940	18,185
Central assets	12,880	189	330	9,736	213	1,021	22	27	277	63	2,427	466	55	26	898	158	(11,540)	(8,606)	5,538	3,104
Total Assets	30,728	1,336	2,513	22,796	1,381	3,602	1,409	1,283	6,659	4,869	3,225	982	1,036	951	3,157	1,801	(12,835)	(9,907)	37,228	27,758

22. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENTS

As at July 31, 2013 and October 31, 2012, apart from liabilities reflected in the financial statements, the Company and its subsidiaries have commitments and contingent liabilities as follows:

- 22.1 The Company and its subsidiaries have commitments relating to the agreements to sell inventories but not yet delivered in the consolidated financial statements amounting to Baht 4,868.30 million and Baht 2,210.62 million, respectively, and in the separate financial statements amounting to Baht 1,507.16 million and Baht 878.76 million, respectively.
- 22.2 The Company and three subsidiaries had issued post-dated checks to farmers to purchase cane. The Company and subsidiaries did not record the said liabilities as the checks are not yet due and the cane of the production season has not been received from the farmers as follows:

	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
For the production season 2012/2013	-	945.44	-	137.92
For the production season 2013/2014	733.66	-	89.47	-

- 22.3 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 selling (December 2006) at the volume of 20 Megawatt at the voltage of 115 Kilovolts. For the second year until the year before last, 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 October 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 sale the electricity.

22.4 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) when the Energy Industry Act B.E. 2550 was effective, for 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.

22.5 The consolidated and separate financial statements, as at July 31, 2013, and October 31, 2012, have commitments, contingent liabilities and credit facilities as follows:

Unit : Million							
Consolidated Financial Statements							
As at July 31, 2013							
As at October 31, 2012							
	Currency	Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	5,183.72	-	-	4,843.40	-
Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	USD	-	28.94	-	-	71.52	-
Contingent Liabilities							
Letters of guarantees (not specified credit limit)	THB	-	90.87	-	-	95.06	-
Notes acceptance	THB	30.00	-	30.00	30.00	-	30.00
Letters of credit and trust receipts	THB	422.15	198.54	223.61	1,133.17	848.19	284.98
Letters of credit	USD	10.00	-	10.00	26.58	12.45	14.13
Credit Facilities							
Overdraft and short-term borrowings	THB	19,340.36	8,237.95	11,102.41	16,700.83	4,594.81	12,106.02
Trust receipts	THB	273.85	273.85	-	-	-	-
Short-term borrowings	USD	50.50	30.42	20.08	20.50	11.75	8.75
Joint credit line in short-term borrowings	THB	2,947.64	1,614.00	1,333.64	3,027.77	2,040.31	987.46
Long-term borrowings	THB	5,425.81	5,425.81	-	5,608.14	4,074.14	1,534.00
Long-term borrowings	USD	6.50	6.50	-	27.00	27.00	-

	Currency	Separate Financial Statements					
		As at July 31, 2013			As at October 31, 2012		
		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
Contract to guarantee of debt repayment of subsidiary for all contingent liabilities	THB	-	5,183.72	-	-	4,843.40	-
Contract to guarantee of debt contingent liabilities	USD	-	4.84	-	-	32.77	-
Contingent Liabilities							
Letters of guarantees (unspecified credit limit)	THB	-	4.33	-	-	4.33	-
Letters of credit and trust receipts	THB	30.00	-	30.00	330.00	248.81	81.19
Letters of credit	USD	-	-	-	7.29	6.80	0.49
Credit Facilities							
Overdraft and short-term borrowings	THB	7,120.36	5,165.00	1,955.36	5,303.00	2,356.31	2,946.69
Short-term borrowings	USD	30.50	30.00	0.50	0.50	-	0.50
Joint credit line in short-term borrowings	THB	2,947.64	1,614.00	1,333.64	3,027.77	2,040.31	987.46
Long-term borrowings	THB	2,427.17	2,427.17	-	3,159.80	1,660.80	1,499.00

Overdrafts and short-term borrowings from financial institutions as at July 31, 2013 and October 31, 2012, carried interest rates at 1.75% - 4.70% per annum and 3.15% - 4.75% per annum, respectively.

Part of the above credit facilities are secured by land together with structure where the factory is located, and share certificates of a related company held by the shareholders of the subsidiary. The inter-guarantee was also offered between the Company and its subsidiaries, and benefits arisen from insurance policy for structure and machineries were transferred to the lenders, and for one of the credit facilities, if the drawdown is made, the Company and its subsidiaries have to additionally pledge parts of their inventories as collateral.

Furthermore, in relation to commitments for long-term borrowings, the Company and its subsidiaries have to comply with certain financial conditions such as maintaining the debt-to-equity ratio, maintaining the shareholding ratio in subsidiary, maintaining the debt service coverage ratio, limitation in creating additional long-term debts, increase of the registered share capital and limitation in dividend payment, etc.

22.6 As at July 31, 2013 and October 31, 2012, the Company and its subsidiaries have remaining commitments under the various contracts as follows:

Unit : Million					
Consolidated Financial Statements					
As at July 31, 2013					
As at October 31, 2012					
Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments	
Construction and subcontract agreements	THB	801.64	292.90	1,081.50	459.28
	USD	5.00	4.00	-	-
Building, machine and equipment purchase agreements	THB	2,042.50	976.81	959.91	456.14
	USD	23.60	4.36	23.60	13.59
	JPY	70.00	7.00	800.00	800.00
	EUR	-	-	0.74	0.56
Rental agreements	THB	26.19	17.66	23.11	16.04
Materials purchase agreements	THB	73.90	54.50	102.48	69.21
	USD	1.37	1.37	0.76	0.76

Unit : Million					
Separate Financial Statements					
As at July 31, 2013					
As at October 31, 2012					
Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments	
Construction and subcontract agreements	THB	661.95	238.33	834.33	355.51
Building, machine and equipment purchase agreements	THB	1,819.73	893.90	596.93	257.13
	USD	8.40	0.56	8.40	7.85
	JPY	70.00	7.00	70.00	70.00
Rental agreements	THB	26.19	17.66	23.11	16.04

22.7 Other significant agreements

22.7.1 On February 16, 2006, Savannakhet Sugar Corporation (subsidiary), made a contract to develop area in the Lao 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 July 31, 2013 and October 31 2012, the subsidiary has already utilized the area of 5,053.61 hectares at the rental rate of USD 6 per hectare per annum.

22.7.2 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 July 31, 2013 and October 31, 2012, the subsidiaries have already utilized the area of 10,481 hectares.

22.7.3 A subsidiary in the Kingdom of Cambodia entered into two long-term land lease agreements with third parties 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 July 31, 2013 and October 31, 2012, the remaining amount of the advance lease fee paid is USD 453,989, same the both periods.

23. FINANCIAL INSTRUMENTS

Policy to manage financial risk

As at July 31, 2013, the policy to manage financial risks, credit risks and fair values is the same as that of the financial statements as at October 31, 2012.

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 July 31, 2013				
	Fixed Interest Rate			Floating	Total
	Within	More than	More than	Interest Rate	
	1 year	1 year	5 years		
		to 5 years			
Financial Assets					
Saving account deposits	-	-	-	197,409	197,409
Fixed account deposits	13,000	-	-	22	13,022
Loans for cane plantation development	185,654	367,789	33,229	2,118	588,790
Short-term loans to farmers	685,517	21,394	-	48,361	755,272
Other long-term investments	500	13,703	3,815	-	18,018
Total	<u>884,671</u>	<u>402,886</u>	<u>37,044</u>	<u>247,910</u>	<u>1,572,511</u>
Financial Liabilities					
Bank overdrafts	-	-	-	473	473
Short-term borrowings from financial institutions	10,257,917	-	-	802,477	11,060,394
Long-term debentures	999,960	2,497,256	-	-	3,497,216
Long-term borrowings	526,193	1,923,753	-	3,179,635	5,629,581
Liabilities from long-term lease agreements	1,676	7,007	-	-	8,683
Total	<u>11,785,746</u>	<u>4,428,016</u>	<u>-</u>	<u>3,982,585</u>	<u>20,196,347</u>

Unit : Thousand Baht

Consolidated Financial Statements
As at October 31, 2012

	Fixed Interest Rate			Floating	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years	Interest Rate	
Financial Assets					
Saving accounts deposits	-	-	-	234,423	234,423
Fixed account deposits	13,000	-	-	22	13,022
Loans for cane plantation development	158,580	350,719	51,027	-	560,326
Short-term loans to farmers	701,720	-	-	45,973	747,693
Other long-term investments	253	13,322	-	-	13,575
Total	<u>873,553</u>	<u>364,041</u>	<u>51,027</u>	<u>280,418</u>	<u>1,569,039</u>
Financial Liabilities					
Short-term borrowings from financial institutions	4,786,874	-	-	1,110,060	5,896,934
Long-term debentures	1,999,491	1,498,092	-	-	3,497,583
Long-term borrowings	207,360	931,780	-	3,488,760	4,627,900
Liabilities from long-term lease agreements	1,667	8,459	-	-	10,126
Total	<u>6,995,392</u>	<u>2,438,331</u>	<u>-</u>	<u>4,598,820</u>	<u>14,032,543</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 machine as transactions are made in foreign currencies. As at July 31, 2013 and October 31, 2012, 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:

Unit : Million

Currencies	Consolidated Financial Statements				Separate Financial Statements			
	As at July 31, 2013		As at October 31, 2012		As at July 31, 2013		As at October 31, 2012	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
USD	23.34	69.03	9.50	65.27	3.58	0.56	-	2.96
YEN	-	2.50	-	874.55	-	-	-	44.40
RIEL	534.54	243.41	415.84	169.72	-	-	-	-
EUR	0.39	-	-	-	-	-	-	-
LAK	48.50	355.20	63.30	1,055.93	-	-	-	-

As at July 31, 2013 and October 31, 2012, 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:

Unit : Million

Currency	Amount fixed in contract				Currency	Amount earned in contract			
	Consolidated		Separate			Consolidated		Separate	
	Financial Statements		Financial Statements			Financial Statements		Financial Statements	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012		As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
USD	69.02	77.10	-	13.60	THB	2,098.50	2,498.58	-	431.15
YEN	-	737.00	-	7.00	THB	-	279.25	-	2.65

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

	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	As at July 31, 2013	As at October 31, 2012	As at July 31, 2013	As at October 31, 2012
Net fair values of forward exchange contracts (loss)	87.89	8.03	-	(11.36)

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 periods 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 and nine-month periods ended July 31, 2013 and 2012, the Company has accounted for transactions in the financial statements as follows:

	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	2013	2012	2013	2012
Profit from investments in derivative instruments				
- for three-month periods ended July 31,	34.88	-	13.86	-
- for nine-month periods ended July 31,	237.36	120.89	87.02	35.15

Net fair values of financial derivatives as at July 31, 2013 and October 31, 2012, of the Company and its subsidiaries are as follows:

	Currency	Unit : Million	
		Consolidated/ Separate Financial Statements	
		As at July 31, 2013	As at October 31, 2012
Net fair values for commodity swap contracts	USD	-	1.43
	THB	-	121.68

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 periods as though the Company and its subsidiaries have settled the said contracts at the end of the reporting periods date.

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 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.

24. FINANCIAL INFORMATION FOR THE YEARS ENDED JULY 31, 2013 AND 2012

The nature of the operations of the Company and its subsidiaries with the main business activities in manufacture and distribute 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 statements in comparing the information for the business with definite seasonal fluctuation, the Company presents the financial information for the years ended July 31, 2013 and 2012 as corresponding figures as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at July 31,		Financial Statements	
	2013	2012	2013	2012
		(Restated)		(Restated)
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	281,281	283,674	40,899	35,212
Trade and other receivables	1,932,046	1,468,581	570,095	457,725
Short-term loans	952,834	789,660	3,951,426	1,740,418
Inventories	5,818,170	5,001,171	2,190,374	1,647,085
Others	168,433	175,027	23,538	43,095
Total Current Assets	<u>9,152,764</u>	<u>7,718,113</u>	<u>6,776,332</u>	<u>3,923,535</u>
NON-CURRENT ASSETS				
Deferred cane plantation costs	436,371	534,787	31,067	46,430
Loans for cane plantation development	401,532	389,632	7,043	28,218
Property, plant and equipment	23,939,753	18,184,921	6,059,254	3,114,243
Investment property	2,600,361	369,271	281,935	140,612
Others	696,720	561,350	6,271,980	5,429,775
Total Non-Current Assets	<u>28,074,737</u>	<u>20,039,961</u>	<u>12,651,279</u>	<u>8,759,278</u>
TOTAL ASSETS	<u><u>37,227,501</u></u>	<u><u>27,758,074</u></u>	<u><u>19,427,611</u></u>	<u><u>12,682,813</u></u>
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Short-term borrowings from financial institutions	11,060,867	5,611,563	6,086,962	884,718
Trade and other payables	1,476,611	1,457,869	696,681	721,765
Current portion of long-term debentures	999,960	999,727	999,960	999,727
Current portion of long-term borrowings	998,653	748,481	520,633	201,800
Short-term borrowings	-	-	374,400	1,024,000
Current income tax payable	115,170	379,549	4,804	121,943
Provision for production costs	908,300	1,589,062	248,216	492,469
Others	107,681	130,410	16,397	7,527
Total Current Liabilities	<u>15,667,242</u>	<u>10,916,661</u>	<u>8,948,053</u>	<u>4,453,949</u>
Total Non-current Liabilities	<u>7,539,261</u>	<u>6,320,061</u>	<u>4,577,440</u>	<u>3,436,153</u>
Total Liabilities	<u><u>23,206,503</u></u>	<u><u>17,236,722</u></u>	<u><u>13,525,493</u></u>	<u><u>7,890,102</u></u>
Total Shareholders' Equity	<u><u>14,020,998</u></u>	<u><u>10,521,352</u></u>	<u><u>5,902,118</u></u>	<u><u>4,792,711</u></u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u><u>37,227,501</u></u>	<u><u>27,758,074</u></u>	<u><u>19,427,611</u></u>	<u><u>12,682,813</u></u>

	Consolidated Financial Statements For the years ended July 31,		Unit : Thousand Baht	
			Separate Financial Statements For the years ended July 31,	
	2013	2012	2013	2012
	Revenues from sales	18,915,934	21,946,869	6,172,744
Revenues from services	317,148	327,419	18,737	-
Total revenues	19,233,082	22,274,288	6,191,481	7,999,561
Costs of the sales of goods	(14,705,212)	(16,317,548)	(5,065,402)	(5,907,528)
Cost of the rendering of services	(165,328)	(158,966)	(12,529)	-
Total costs	(14,870,540)	(16,476,514)	(5,077,931)	(5,907,528)
Gross profit	4,362,542	5,797,774	1,113,550	2,092,033
Other incomes	830,130	463,028	778,996	445,834
Profit before expenses	5,192,672	6,260,802	1,892,546	2,537,867
Selling expenses	(1,522,206)	(1,551,323)	(580,342)	(686,624)
Administrative expenses	(580,189)	(689,636)	(216,561)	(125,307)
Management benefit expenses	(171,918)	(157,242)	(39,872)	(33,940)
Finance costs	(629,578)	(545,146)	(325,228)	(236,379)
Share of profit (loss) of an associate	5,452	(28,069)	-	-
Profit before income tax expense	2,294,233	3,289,386	730,543	1,455,617
Income tax expenses	(310,584)	(817,676)	(106,183)	(378,900)
Net profit for the years	1,983,649	2,471,710	624,360	1,076,717

EFFECT OF CHANGE IN ACCOUNTING POLICY

Effects of the change in accounting policy (see Note 3) to the consolidated and separate statements of financial position as at July 31, 2012 are as follows:

	Effect	Unit : Thousand Baht	
		Consolidated Financial Statements	Separate Financial Statements
Assets			
Property, plant and equipment	Decrease	1,367,029	391,576
Assets not used in operation	Decrease	308,552	-
Shareholders' equity			
Gain on asset revaluation	Decrease	1,536,475	391,576
Non-controlling interests	Decrease	139,106	-

RECLASSIFICATION

A reclassification has been made to the consolidated and separate statements of financial position as at July 31, 2012 to conform to the classification used in the consolidated and separate statements of financial position as at July 31, 2013 as follows:

Items	Previously presented as	Reclassified to	Consolidated financial statements	Unit : Thousand Baht Separate financial statements
Machine maintenance supplies	Other current assets	Inventory	476,937	127,405

25. APPLICATION FOR LICENSES OF FACTORY OPERATION PERMIT AT LOEI PROVINCE

According to the Cabinet Resolution dated May 11, 2010, the Company was permitted to move its factory to Loei Province and to expand production capacity from 12,000 tons per days to 24,000 tons per day. Then, the Company submitted the application of factory operation permit (Ror Ngor 4) to the Ministry of Industry according to the Factory Act, provided that the Company proceeded according to the procedures of such application and now the duration of consideration for the issuance of such factory operation permit has been passed. However, the Ministry of Industry did not issue such factory operation permit (Ror Ngor 4) to the Company.

The Company and Khon Kaen Sugar Power Plant Company Limited, a subsidiary, had filed a lawsuit in the Administrative Court on December 27, 2012 and asked such court to enforce the Ministry of Industry to issue the factory operation permit (Ror Ngor 4) to the Company and its subsidiary. In addition, the Company and its subsidiary filed the petition to such court for an interim measure of protection and then, such court issued its order for interim measures on January 17, 2013, providing that the factory of the Company at Loei Province was allowed by the court to crush sugar cane from the contracting farmers until April 15, 2013 and the Company's subsidiary was also allowed to generate the electricity to the Company in such period.

Later, the Company received the written order to notify that the Department of Industrial Works rejected to issue the factory operation permit (Ror Ngor 4) to the Company for the sugar factory located in Loei Province. On March 8, 2013, the Company filed an appeal regarding the rejected order to the Minister of Industry. On May 3, 2013, the Company filed an appeal to the result of such order, however, the Company has not received any outcome yet.

On September 2, 2013, the Company filed a lawsuit in the Administrative Court to request such court to cancel the related guidelines and enforce the Ministry of Industry to issue the factory operation permit (Ror Ngor 4) to the Company. It is in the process of the Administrative Court.

26. EVENTS AFTER THE REPORTING PERIOD

- 26.1 On August 1, 2013, the Meeting of Extraordinary General Shareholders No. 1/2556 of KSL Chemical Co., Ltd. (subsidiary), passed a special resolution to change its name from "KSL Chemical Co., Ltd." to "KSL Material Supplies Co., Ltd." The subsidiary already registered with the Ministry of Commerce on August 2, 2013.
- 26.2 On August 2, 2013, Tamaka Sugar Co., Ltd. (subsidiary), obtained a credit line with a commercial bank of Baht 800.00 million for using as working capital and expansion of production capacity of sugar factory as approved by its Board of Directors Meeting No. 7/2556 held on July 26, 2013.

27. APPROVAL OF INTERIM FINANCIAL INFORMATION

This interim financial information has been approved for issuance by the Company's Audit Committee on September 10, 2013.