

**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, 2014, and the related consolidated and separate statements of income and statements of comprehensive income for the three-month and nine-month periods then ended, and consolidated and separate statements of changes in shareholders' equity and statements of cash flows for the nine-month period then ended, and the condensed notes to interim financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

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

Emphasis of Matter

Without modifying our conclusion, as discussed in Note 3 to the interim financial statements, Khon Kaen Sugar Industry Public Company Limited and its subsidiaries have adopted Thai Accounting Standard No. 12 “Income Taxes” for the first time and early adopted Thai Financial Reporting Standard No. 8 (Revised 2013) “Operating Segment” before its effective date. The corresponding figures thus have been retrospectively restated to be in accordance with the new accounting policies.

BANGKOK
September 9, 2014

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT JULY 31, 2014

UNIT : THOUSAND BAHT

	Notes	Consolidated			Separate		
		Financial Statements			Financial Statements		
		“Unaudited”			“Unaudited”		
		As at	As at	As at	As at	As at	As at
	July 31,	October 31,	November 1,	July 31,	October 31,	November 1,	
	2014	2013	2012	2014	2013	2012	
		“Restated”	“Restated”		“Restated”	“Restated”	
ASSETS							
CURRENT ASSETS							
Cash and cash equivalents	5.2	305,716	198,721	289,455	105,678	40,942	21,506
Temporary investments		22	13,522	274	-	-	-
Trade and other receivables	7	1,430,403	1,266,031	1,197,959	512,310	1,647,728	736,340
Short-term loans	8	1,245,077	1,026,575	909,373	3,233,790	3,959,771	1,485,604
Inventories		9,219,948	3,647,457	3,492,966	4,351,037	1,657,755	807,855
Other current assets		229,868	211,377	144,168	54,273	52,426	24,463
Total Current Assets		<u>12,431,034</u>	<u>6,363,683</u>	<u>6,034,195</u>	<u>8,257,088</u>	<u>7,358,622</u>	<u>3,075,768</u>
NON-CURRENT ASSETS							
Investments in an associate	9	30,343	36,803	37,299	73,800	73,800	73,800
Investments in subsidiaries	9	-	-	-	6,156,311	6,156,311	5,695,234
Other long-term investments	10	374,247	23,857	16,825	356,541	6,555	6,574
Long-term loans		396,666	439,689	398,950	40,459	12,609	14,736
Deferred cane plantation costs		492,419	479,509	569,984	35,921	39,714	59,431
Investment property	11	2,885,881	2,938,735	625,710	410,823	414,304	285,163
Property, plant and equipment	12	26,657,612	25,137,516	21,424,187	7,563,494	6,739,722	4,277,150
Intangible assets		37,386	25,103	17,405	20,699	8,485	4,291
Deferred tax assets	21	2,355	354	560	-	-	-
Other non-current assets		496,802	572,006	492,536	41,423	44,853	42,684
Total Non-Current Assets		<u>31,373,711</u>	<u>29,653,572</u>	<u>23,583,456</u>	<u>14,699,471</u>	<u>13,496,353</u>	<u>10,459,063</u>
TOTAL ASSETS		<u><u>43,804,745</u></u>	<u><u>36,017,255</u></u>	<u><u>29,617,651</u></u>	<u><u>22,956,559</u></u>	<u><u>20,854,975</u></u>	<u><u>13,534,831</u></u>

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JULY 31, 2014

UNIT : THOUSAND BAHT

	Notes	Consolidated			Separate		
		Financial Statements			Financial Statements		
		“Unaudited”			“Unaudited”		
		As at	As at	As at	As at	As at	As at
	July 31,	October 31,	November 1,	July 31,	October 31,	November 1,	
	2014	2013	2012	2014	2013	2012	
		“Restated”	“Restated”		“Restated”	“Restated”	
LIABILITIES AND SHAREHOLDERS' EQUITY							
CURRENT LIABILITIES							
Short-term borrowings from							
financial institutions		13,824,595	9,392,451	5,896,935	7,169,701	595,172	
Trade and other payables	13	1,277,868	2,284,425	2,798,532	647,707	953,618	
Current portion of long-term debentures	15	1,499,663	-	1,999,491	1,499,663	1,999,491	
Current portion of long-term borrowings	16	2,052,853	1,613,853	1,125,418	705,833	201,800	
Short-term borrowings		-	-	-	380,000	1,441,500	
Current income tax payable		135,600	40,124	349,066	-	199,548	
Provision for production costs	14	775,591	-	-	411,645	-	
Other current liabilities		123,287	135,517	153,415	19,247	12,564	
Total Current Liabilities		<u>19,689,457</u>	<u>13,466,370</u>	<u>12,322,857</u>	<u>10,833,796</u>	<u>5,403,693</u>	
NON-CURRENT LIABILITIES							
Long-term debentures	15	3,995,225	2,497,644	1,498,093	3,995,225	1,498,093	
Long-term borrowings	16	4,818,420	5,498,695	3,502,481	1,965,500	909,000	
Deferred tax liabilities	21	355,753	447,738	435,051	40,204	80,093	
Employee benefit obligations		183,488	179,828	175,547	75,426	69,674	
Other non-current liabilities		128,264	224,414	85,981	57,720	75,050	
Total Non-Current Liabilities		<u>9,481,150</u>	<u>8,848,319</u>	<u>5,697,153</u>	<u>6,134,075</u>	<u>2,631,910</u>	
TOTAL LIABILITIES		<u>29,170,607</u>	<u>22,314,689</u>	<u>18,020,010</u>	<u>16,967,871</u>	<u>8,035,603</u>	

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JULY 31, 2014

UNIT : THOUSAND BAHT

	Notes	Consolidated			Separate		
		Financial Statements			Financial Statements		
		“Unaudited”			“Unaudited”		
		As at	As at	As at	As at	As at	As at
July 31,	October 31,	November 1,	July 31,	October 31,	November 1,		
2014	2013	2012	2014	2013	2012		
		“Restated”	“Restated”		“Restated”	“Restated”	
LIABILITIES AND SHAREHOLDERS’ EQUITY							
(CONTINUED)							
SHAREHOLDERS’ EQUITY							
SHARE CAPITAL	17						
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	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	1,704,647	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	2,946,439	2,946,439	2,946,439	1,786,530	
RETAINED EARNINGS							
Appropriated							
Legal reserve		187,000	187,000	187,000	187,000	187,000	
Reserve for treasury stocks		433,154	433,154	-	433,154	-	
Unappropriated		6,745,305	5,916,916	5,485,689	623,056	1,526,428	
OTHER COMPONENTS OF EQUITY		1,038,749	1,016,111	920,420	527,546	423,502	
		13,055,294	12,204,267	9,955,407	6,421,842	5,499,228	
<u>Less</u> Treasury stocks (34,100,000 shares)		(433,154)	(433,154)	-	(433,154)	-	
TOTAL EQUITY ATTRIBUTABLE TO OWNERS							
OF THE PARENT		12,622,140	11,771,113	9,955,407	5,988,688	5,499,228	
NON-CONTROLLING INTERESTS		2,011,998	1,931,453	1,642,234	-	-	
TOTAL SHAREHOLDERS’ EQUITY		14,634,138	13,702,566	11,597,641	5,988,688	5,499,228	
TOTAL LIABILITIES AND							
SHAREHOLDERS’ EQUITY		43,804,745	36,017,255	29,617,651	22,956,559	13,534,831	

See the condensed 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, 2014
“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate		
		Financial Statements		Financial Statements		
		2014	2013	2014	2013	
			“Restated”		“Restated”	
Revenues from sales and revenues from services						
Revenues from sales		4,626,801	6,026,387	1,870,590	1,807,876	
Revenues from services		144,627	120,324	46,796	12,570	
Total Revenues		<u>4,771,428</u>	<u>6,146,711</u>	<u>1,917,386</u>	<u>1,820,446</u>	
Costs of the sales of goods and the rendering of services						
Cost of the sales of goods		(3,489,526)	(4,821,714)	(1,640,804)	(1,612,411)	
Cost of the rendering of services		(60,765)	(56,036)	(29,503)	(8,368)	
Total Costs		<u>(3,550,291)</u>	<u>(4,877,750)</u>	<u>(1,670,307)</u>	<u>(1,620,779)</u>	
Gross profit		1,221,137	1,268,961	247,079	199,667	
Other incomes		38,270	195,952	43,578	102,023	
Selling expenses		(404,560)	(383,053)	(205,980)	(125,341)	
Administrative expenses		(101,776)	(119,972)	(47,057)	(37,411)	
Management benefit expenses	19	(40,479)	(35,922)	(9,793)	(7,808)	
Finance costs		(226,273)	(189,642)	(133,316)	(105,950)	
Share of loss of investments in an associate		(5,575)	(2,062)	-	-	
Profit (loss) before income tax income (expenses)		<u>480,744</u>	<u>734,262</u>	<u>(105,489)</u>	<u>25,180</u>	
Income tax income (expenses)		(59,905)	(90,584)	20,789	(5,566)	
NET PROFIT (LOSS) FOR THE PERIOD		<u><u>420,839</u></u>	<u><u>643,678</u></u>	<u><u>(84,700)</u></u>	<u><u>19,614</u></u>	
PROFIT (LOSS) ATTRIBUTABLE TO:						
Owners of the parent		358,489	613,040	(84,700)	19,614	
Non-controlling interest		62,350	30,638	-	-	
		<u>420,839</u>	<u>643,678</u>	<u>(84,700)</u>	<u>19,614</u>	
EARNINGS (LOSS) PER SHARE	22					
Basic earnings (loss) per share		BAHT	0.215	0.361	(0.051)	0.012
Diluted earnings (loss) per share		BAHT	0.215	0.361	(0.051)	0.012
Basic number of ordinary shares		THOUSAND SHARES	1,670,547	1,697,298	1,670,547	1,697,298
Dilutive number of ordinary shares		THOUSAND SHARES	1,670,547	1,697,298	1,670,547	1,697,298

See the condensed 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, 2014
“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2014	2013 “Restated”	2014	2013 “Restated”
Net profit (loss) for the period	420,839	643,678	(84,700)	19,614
Other comprehensive income (expense):				
Exchange differences on translating financial statements	(15,185)	80,547	-	-
Gain (losses) on remeasuring available-for-sale investments	171	(333)	-	-
Losses on revaluation of assets	(436)	(45,585)	-	-
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	<u>405,389</u>	<u>678,307</u>	<u>(84,700)</u>	<u>19,614</u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO				
Owners of the parent	346,377	664,342	(84,700)	19,614
Non-controlling interests	59,012	13,965	-	-
	<u>405,389</u>	<u>678,307</u>	<u>(84,700)</u>	<u>19,614</u>

See the condensed 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, 2014

“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate	
		Financial Statements		Financial Statements	
		2014	2013	2014	2013
			“Restated”		“Restated”
Revenues from sales and revenues from services					
Revenues from sales		11,873,351	15,096,676	4,948,525	4,749,202
Revenues from services		326,876	248,613	74,953	17,727
Total Revenues		<u>12,200,227</u>	<u>15,345,289</u>	<u>5,023,478</u>	<u>4,766,929</u>
Costs of the sales of goods and the rendering of services					
Cost of the sales of goods		(8,315,452)	(11,977,732)	(4,389,989)	(4,101,315)
Cost of the rendering of services		(172,155)	(128,159)	(39,078)	(11,445)
Total Costs		<u>(8,487,607)</u>	<u>(12,105,891)</u>	<u>(4,429,067)</u>	<u>(4,112,760)</u>
Gross profit		3,712,620	3,239,398	594,411	654,169
Other incomes		222,123	732,660	198,388	337,167
Selling expenses		(1,105,652)	(1,207,204)	(485,696)	(440,700)
Administrative expenses		(443,509)	(424,975)	(172,362)	(151,441)
Management benefit expenses	19	(146,097)	(136,090)	(36,488)	(31,090)
Finance costs		(618,360)	(499,100)	(364,758)	(264,317)
Share of (loss) profit of investments in an associate		(6,070)	2,979	-	-
Profit (loss) before income tax income (expenses)		<u>1,615,055</u>	<u>1,707,668</u>	<u>(266,505)</u>	<u>103,788</u>
Income tax income (expenses)	21	(84,468)	(127,292)	54,066	(15,680)
NET PROFIT (LOSS) FOR THE PERIOD		<u><u>1,530,587</u></u>	<u><u>1,580,376</u></u>	<u><u>(212,439)</u></u>	<u><u>88,108</u></u>
PROFIT (LOSS) ATTRIBUTABLE TO:					
Owners of the parent		1,413,080	1,587,332	(212,439)	88,108
Non-controlling interest		117,507	(6,956)	-	-
		<u>1,530,587</u>	<u>1,580,376</u>	<u>(212,439)</u>	<u>88,108</u>
EARNINGS (LOSS) PER SHARE	22				
Basic earnings (loss) per share		BAHT 0.846	0.959	(0.127)	0.053
Diluted earnings (loss) per share		BAHT 0.846	0.959	(0.127)	0.053
Basic number of ordinary shares		THOUSAND SHARES 1,670,547	1,655,525	1,670,547	1,655,525
Dilutive number of ordinary shares		THOUSAND SHARES 1,670,547	1,655,525	1,670,547	1,655,525

See the condensed 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, 2014
“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2014	2013 “Restated”	2014	2013 “Restated”
Net profit (loss) for the period	1,530,587	1,580,376	(212,439)	88,108
Other comprehensive income (expense):				
Exchange differences on translating financial statements	31,125	34,645	-	-
Gains on remeasuring available-for-sale investments	403	265	-	-
Gains (losses) on revaluation of assets	(10,328)	(45,027)	-	2,727
Gain on change in shareholding ratio in subsidiaries	-	14,598	-	-
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	<u>1,551,787</u>	<u>1,584,857</u>	<u>(212,439)</u>	<u>90,835</u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO				
Owners of the parent	1,435,718	1,607,192	(212,439)	90,835
Non-controlling interests	116,069	(22,335)	-	-
	<u>1,551,787</u>	<u>1,584,857</u>	<u>(212,439)</u>	<u>90,835</u>

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2014
“UNAUDITED”

UNIT : THOUSAND BAHT

Notes	Owners of the parent										Non-controlling interests	Total shareholders' equity				
	Issued and paid-up share capital	Share premium account	Retained Earnings		Other components of equity					Treasury stocks			Total owners of the parent			
			Appropriated	Unappropriated	Other comprehensive income (expense)		Losses on internal restructure	Losses on change in shareholding ratio in subsidiaries	Total other components of equity							
		Ordinary shares	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	Losses on internal restructure of entities under common control	Losses on change in shareholding ratio in subsidiaries	Total other components of equity						
"Restated"																
For nine-month period ended July 31, 2013																
		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
Effects of the adoption of new Thai Accounting Standard																
	3	-	-	-	-	(7,248)	-	88	(316,476)	-	-	(316,388)	-	(323,636)	(110,855)	(434,491)
		1,575,768	1,786,530	187,000	-	5,485,689	(62,844)	(295)	1,272,807	(264,043)	(25,205)	920,420	-	9,955,407	1,642,234	11,597,641
Changes in shareholders' equity during the period																
	17	128,879	1,159,909	-	-	-	-	-	-	-	-	-	-	1,288,788	-	1,288,788
	17	-	-	-	-	-	-	-	-	-	-	-	(233,641)	(233,641)	-	(233,641)
	17	-	-	-	233,641	(233,641)	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-	-	-	238,858	238,858
	18	-	-	-	-	(811,698)	-	-	-	-	-	-	-	(811,698)	(38,254)	(849,952)
		-	-	-	-	1,587,332	27,457	63	(22,258)	-	14,598	19,860	-	1,607,192	(22,335)	1,584,857
		1,704,647	2,946,439	187,000	233,641	6,027,682	(35,387)	(232)	1,250,549	(264,043)	(10,607)	940,280	(233,641)	11,806,048	1,820,503	13,626,551

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, 2014
“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	Retained Earnings		Other components of equity					Total						
	Ordinary shares	Legal reserve	Appropriated	Unappropriated	Exchange differences on translating financial statements	Gain (loss) on re-measuring available-for-sale investments	Gain (loss) on asset revaluation	Losses on internal restructure of entities under common control	Losses on change in shareholding ratio in subsidiaries	Total other components of equity						
For nine-month period ended July 31, 2014																
Beginning balance as at November 1, 2013	1,704,647	2,946,439	187,000	433,154	5,909,478	(44,558)	(383)	1,750,369	(264,043)	(86,811)	1,354,574	(433,154)	12,102,138	2,047,812	14,149,950	
Effects of the adoption of new Thai Accounting Standard																
- Income tax	3	-	-	-	7,438	-	40	(341,673)	-	3,170	(338,463)	-	(331,025)	(116,359)	(447,384)	
Beginning balance as at November 1, 2013 after adjustment	1,704,647	2,946,439	187,000	433,154	5,916,916	(44,558)	(343)	1,408,696	(264,043)	(83,641)	1,016,111	(433,154)	11,771,113	1,931,453	13,702,566	
Changes in shareholders' equity during the year																
- Dividends paid	18	-	-	-	(584,691)	-	-	-	-	-	-	-	(584,691)	(35,524)	(620,215)	
- Total comprehensive income (expense) for the period		-	-	-	1,413,080	24,865	133	(2,360)	-	-	22,638	-	1,435,718	116,069	1,551,787	
Ending balance as at July 31, 2014		1,704,647	2,946,439	187,000	433,154	6,745,305	(19,693)	(210)	1,406,336	(264,043)	(83,641)	1,038,749	(433,154)	12,622,140	2,011,998	14,634,138

See the condensed notes to the interim financial statements

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2014

“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					
“Restated”										
For 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
Effects of the adoption of new Thai Accounting Standard										
- Income tax	3.1	-	-	-	-	25,783	(105,876)	(105,876)	-	(80,093)
Beginning balance as at November 1, 2012 after adjustment		1,575,768	1,786,530	187,000	-	1,526,428	423,502	423,502	-	5,499,228
Changes in shareholders' equity during the period										
- Increase in ordinary shares	17	128,879	1,159,909	-	-	-	-	-	-	1,288,788
- Treasury stocks	17	-	-	-	-	-	-	-	(233,641)	(233,641)
- Reserve for treasury stocks	17	-	-	-	233,641	(233,641)	-	-	-	-
- Dividends paid	18	-	-	-	-	(811,698)	-	-	-	(811,698)
- Total comprehensive income for the period		-	-	-	-	88,108	2,727	2,727	-	90,835
Ending balance as at July 31, 2013		<u>1,704,647</u>	<u>2,946,439</u>	<u>187,000</u>	<u>233,641</u>	<u>569,197</u>	<u>426,229</u>	<u>426,229</u>	<u>(233,641)</u>	<u>5,833,512</u>

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, 2014
“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)			Total other components of equity
				Legal reserve	Reserve for treasury stocks					
For nine-month period ended July 31, 2014										
Beginning balance as at November 1, 2013		1,704,647	2,946,439	187,000	433,154	1,382,570	659,433	659,433	(433,154)	6,880,089
Effects of the adoption of new Thai Accounting Standard										
- Income tax	3	-	-	-	-	37,616	(131,887)	(131,887)	-	(94,271)
Beginning balance as at November 1, 2013 after adjustment		1,704,647	2,946,439	187,000	433,154	1,420,186	527,546	527,546	(433,154)	6,785,818
Changes in shareholders' equity during the period										
- Dividends paid	18	-	-	-	-	(584,691)	-	-	-	(584,691)
- Total comprehensive income for the period		-	-	-	-	(212,439)	-	-	-	(212,439)
Ending balance as at July 31, 2014		1,704,647	2,946,439	187,000	433,154	623,056	527,546	527,546	(433,154)	5,988,688

See the condensed 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, 2014
“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2014	2013	2014	2013
		“Restated”		“Restated”
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit (loss) before income tax income (expenses)	1,615,055	1,707,668	(266,505)	103,788
Adjustments for:				
Dividend income	-	-	(8,320)	(9,932)
Doubtful accounts - trade and other receivables (reversal)	(11,104)	(391)	(1,589)	3,977
Share of loss (profit) of investments in an associate	6,070	(2,979)	-	-
Amortization of premium on bonds	114	9	14	14
Employee benefit expenses	3,660	8,088	1,967	4,178
Loss on damaged cane and adjustment to decrease the cane plantation costs	2,306	22,200	-	-
Loss from diminution in value of inventories (reversal)	(11,047)	(51,699)	935	(23,609)
Depreciation and amortization	924,604	792,763	250,693	229,687
Gain on disposal and write off of assets	(12,700)	(25,862)	-	(428)
Gain on sales of other long-term investments	-	(21,093)	-	(21,138)
Unrealized loss on exchange rate	7,747	32,331	32,538	1,372
Finance costs	612,582	499,100	233,219	264,317
	<u>3,137,287</u>	<u>2,960,135</u>	<u>242,952</u>	<u>552,226</u>
Operating assets (increase) decrease				
Trade and other receivables	(156,260)	(727,366)	(24,324)	(228,138)
Inventories	(5,561,443)	(2,273,505)	(2,694,217)	(1,358,910)
Other current assets	4,522	20,238	7,493	924
Deferred cane plantation costs	24,461	152,854	5,713	30,061
Other non-current assets	3,875	(106,669)	2,059	(4,555)
Operating liabilities increase (decrease)				
Trade and other payables	(563,719)	(1,088,404)	(231,636)	(131,314)
Provision for production costs	775,591	908,300	411,645	248,216
Other current liabilities	(12,229)	(9,189)	5,881	3,834
Other non-current liabilities	(33,662)	104,916	(35,021)	24,748
Cash paid for operating activities	<u>(2,381,577)</u>	<u>(58,690)</u>	<u>(2,309,455)</u>	<u>(862,908)</u>
Interest paid	(621,050)	(559,763)	(233,102)	(296,839)
Income tax expense paid	(92,529)	(398,061)	(9,339)	(222,591)
Net cash used in operating activities	<u>(3,095,156)</u>	<u>(1,016,514)</u>	<u>(2,551,896)</u>	<u>(1,382,338)</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2014

“UNAUDITED”

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2014	2013	2014	2013
		“Restated”	“Restated”	
CASH FLOWS FROM INVESTING ACTIVITIES				
(Increase) decrease in short-term and long-term loans	(172,290)	(47,878)	683,601	(2,428,350)
Cash payments for investments in subsidiaries	-	(18,718)	-	(459,795)
Cash received from sales of investments in subsidiaries	-	39,856	-	39,856
Cash payments for purchases of other long-term investments	(350,000)	(6,772)	(350,000)	-
Cash received from redemption and sales of other long-term investments	13,500	2,455	-	-
Cash received from dividends of subsidiaries and other companies	390	325	-	9,932
Cash payments for purchases of property, plant and equipment	(2,197,958)	(3,028,613)	(994,147)	(1,771,990)
Cash received from sales of property, plant and equipment	10,932	4,225	-	374
Cash received from sales of investment property	-	40,714	-	400
Cash payments for purchases of investment property	(14,195)	(1,896,605)	-	-
Cash payments for purchases of assets not yet used in operation	-	(4,376)	-	-
Cash received from sales of assets not yet used in operation	9,444	11,643	-	-
Cash payments for purchases of intangible assets	(15,695)	(9,645)	(14,090)	(4,485)
Net cash used in investing activities	<u>(2,715,872)</u>	<u>(4,913,389)</u>	<u>(674,636)</u>	<u>(4,614,058)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in short-term borrowings from financial institutions	4,415,067	5,153,959	1,514,736	5,481,819
Increase (decrease) in short-term borrowings from related parties	-	-	263,448	(674,828)
Cash payment for payables on purchases of assets	(584,213)	(674,446)	(240,880)	(349,106)
Cash received from long-term debentures	2,994,488	998,089	2,994,488	998,089
Cash payment for long-term debentures	-	(1,000,000)	-	(1,000,000)
Cash received from long-term borrowings	2,284,595	2,367,000	-	1,572,000
Cash payment for long-term borrowings	(2,531,363)	(1,383,008)	(655,833)	(255,634)
Cash received from issuance of ordinary shares	-	1,288,788	-	1,288,788
Cash payment for treasury stocks	-	(233,641)	-	(233,641)
Cash payment of dividends for the shareholders of the parent	(584,691)	(811,698)	(584,691)	(811,698)
Cash payment to non-controlling interests	(35,524)	(38,255)	-	-
Cash received from increase in capital of subsidiary of non-controlling interests	-	253,457	-	-
Net cash provided by financing activities	<u>5,958,359</u>	<u>5,920,245</u>	<u>3,291,268</u>	<u>6,015,789</u>
Exchange differences on translation of cash of foreign subsidiaries	(40,336)	1,484	-	-
Net increase (decrease) in cash and cash equivalents	106,995	(8,174)	64,736	19,393
Cash and cash equivalents at the beginning of the period	198,721	289,455	40,942	21,506
Cash and cash equivalents at the end of the period	<u>305,716</u>	<u>281,281</u>	<u>105,678</u>	<u>40,899</u>

See the condensed notes to the interim financial statements

**KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED JULY 31, 2014
“UNAUDITED”**

1. GENERAL INFORMATION AND THE COMPANY’S OPERATIONS

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

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

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

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

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

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

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

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

2. BASIS FOR PREPARATION AND PRESENTATION OF INTERIM FINANCIAL INFORMATION

2.1 The interim financial information is prepared in accordance with Thai Accounting Standard No. 34 (Revised 2009) “Interim Financial Reporting” and in accordance with accounting practices generally accepted in Thailand and the additional disclosures in accordance with the Notification of the Office of the Securities and Exchange Commission and the Regulation of The Stock Exchange of Thailand (SET) dated January 22, 2001, regarding the preparation and submission of financial statements and reports for the financial position and results of operations of the listed companies B.E. 2544.

The Company elects 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 for condensed interim reporting purposes, has been omitted. Therefore, the interim financial information should be read in conjunction with the audited financial statements for the year ended October 31, 2013.

- 2.2 The unaudited results of operations for the nine-month period ended July 31, 2014 are not necessarily indicative of the operating results anticipated for the full year.
- 2.3 The consolidated and the separate statements of financial position as at October 31, 2013, presented herein for comparison, have been derived from the financial statements for the year then ended which have been audited and retroactively adjusted for the adoption of new and revised Thai Financial Reporting Standards (see Note 3).
- 2.4 The interim consolidated financial information has been prepared by including the financial information of the Company and its subsidiaries (the “Group”) and has been prepared under the same basis as the consolidated financial statements for the year ended October 31, 2013. The structure of the Group is as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at July 31, 2014 %	As at October 31, 2013 %		
Subsidiaries in which the Company holds shares directly and indirectly				
Thai Sugar Terminal Public Company Limited *	23.82	23.82	Thailand	Transfer and transportation services for certain agriculture products, warehouse rental, land trading operation, land lots appropriation and construction of building on land for sales and rental
New Krung Thai Sugar Factory Company Limited	95.78	95.78	Thailand	Manufacture and distribution of sugar and molasses
Tamaka Sugar Industry Company Limited	90.21	90.21	Thailand	Manufacture and distribution of sugar and molasses
New Kwang Soon Lee Sugar Factory Company Limited	98.61	98.61	Thailand	Manufacture and distribution of sugar and molasses
KSL Real Estate Company Limited	91.02	91.02	Thailand	Housing and land for agriculture estate including holiday resort for training and seminar center and office building for rental
K.S.L. Export Trading Co., Ltd.	79.55	79.55	Thailand	Export sugar as exporting agent
KSL Material Supplies Co., Ltd.	100.00	100.00	Thailand	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
Savannahet Sugar Corporation	98.49	98.49	Laos	Agricultural operation, manufacture and distribution of sugar and molasses
Koh Kong Sugar Industry Co., Ltd.	80.00	80.00	Cambodia	Manufacture and distribution of sugar and molasses
Wynn In Trading Co., Ltd.	100.00	100.00	Mauritius	Trading and consultancy services

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

Company Name	Percentage of Shareholding		Percentage of Shareholding		Country of Incorporation	Type of Business
	Indirect		Direct and indirect			
	As at	As at	As at	As at		
	July 31, 2014	October 31, 2013	July 31, 2014	October 31, 2013		
	%	%	%	%		
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	27.86	28.48	28.48	Thailand	Trading, rental and development of real estate and palm oil refinery operation
T S Flour Mill Public Company Limited*	16.52	16.52	16.59	16.59	Thailand	Produce and distribute wheat flour and property rental
T S Warehouse Co., Ltd.*	15.28	15.28	19.30	19.30	Thailand	Warehousing and loading of goods
T S Transport and Logistic Co., Ltd.*	20.46	20.46	30.58	30.58	Thailand	Manufacture and distribute polypropylene bag, and plastic fiber, 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	80.00	80.00	80.00	80.00	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 interim financial statements are prepared based on the same accounting policies for the same accounting items or similar accounting events.

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

2.5 New or revised Thai Financial Reporting Standards

2.5.1 The Federation of Accounting Professions issued the Notifications regarding the Thai Financial Reporting Standards which are effective for the financial statements of periods beginning on or after January 1, 2013 onwards as follows:

Thai Accounting Standards (TAS)

TAS 12	Income Taxes
TAS 20	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rates

Thai Financial Reporting Standards (TFRS)

TFRS 8	Operating Segments
--------	--------------------

Thai Standard Interpretations (TSI)

TSI 10	Government Assistance - No Specific Relation to Operating Activities
TSI 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets
TSI 25	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

The adoption of those Thai Financial Reporting Standards which are relevant to the Group has no significant impact on this interim financial information, except for the adoption of Thai Accounting Standard No. 12, "Income Taxes" as disclosed in Note 3.

2.5.2 Thai Financial Reporting Standards which have been issued in the Royal Gazette but not yet effective

The Federation of Accounting Professions issued the Notifications regarding Thai Financial Reporting Standards (TFRS), which are effective for the accounting period beginning on or after January 1, 2014 onwards as follows:

Thai Accounting Standards ("TAS")

TAS 1 (Revised 2012)	Presentation of Financial Statements
TAS 7 (Revised 2012)	Statement of Cash Flows
TAS 12 (Revised 2012)	Income Taxes
TAS 17 (Revised 2012)	Leases
TAS 18 (Revised 2012)	Revenue
TAS 19 (Revised 2012)	Employee Benefits
TAS 21 (Revised 2012)	The Effects of Changes in Foreign Exchange Rates
TAS 24 (Revised 2012)	Related Party Disclosures
TAS 28 (Revised 2012)	Investments in Associates
TAS 31 (Revised 2012)	Interests in Joint Venture
TAS 34 (Revised 2012)	Interim Financial Reporting
TAS 36 (Revised 2012)	Impairment of Assets
TAS 38 (Revised 2012)	Intangible assets

Thai Financial Reporting Standards (“TFRS”)

TFRS 2 (Revised 2012)	Share-Based Payments
TFRS 3 (Revised 2012)	Business Combinations
TFRS 5 (Revised 2012)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 8 (Revised 2012)	Operating Segments

Thai Accounting Standards Interpretations (“TSI”)

TSI 15	Operating Leases - Incentives
TSI 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSI 29	Disclosure - Service Concession Arrangements
TSI 32	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (“TFRI”)

TFRI 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRI 4	Determining Whether an Arrangement Contains a Lease
TFRI 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRI 7	Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economies
TFRI 10	Interim Financial Reporting and Impairment
TFRI 12	Service Concession Arrangements
TFRI 13	Customer Loyalty Programmers
TFRI 17	Distributions of Non-cash Assets to Owners
TFRI 18	Transfers of Assets Form Customers

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

Thai Financial Reporting Standards (“TFRS”)

TFRS 4	Insurance Contracts
--------	---------------------

The Group’s management will adopt the above TFRSs relevant to the Group’s financial statements when they become effective, except for the early adoption of Thai Financial Reporting Standard No. 8 (Revised 2012), “Operating Segment” before its effective date as disclosed in Note 3. The management is in the process to assess the impact of these TFRSs on the financial statements of the Group in the period of initial application.

- 2.6 The preparation of interim financial information in conformity with Thai Financial Reporting Standards 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. ADOPTION OF NEW AND REVISED ACCOUNTING STANDARDS

The Company and its subsidiaries have adopted new and revised Thai Financial Reporting Standards issued by the Federation Accounting Professions in the preparation and presentation of these interim financial information as follows:

3.1 TAS No. 12, “Income Taxes” which is effective for the financial statements of periods beginning on or after January 1, 2013 onwards

Since November 1, 2013, the Company and its subsidiaries have firstly adopted TAS 12, “Income Taxes” by changing its accounting policy relating to income tax from accrual basis based on the taxable profit for the year to deferred tax which income tax expense (income) represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the period. Taxable profit differs from profit as reported in the statement of comprehensive income because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The current tax liability is calculated using tax rates that have been enacted or substantively enacted at the statement of financial position date.

Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit (tax base). The Company and its subsidiaries recognize deferred tax liabilities for all temporary differences, and recognize deferred tax assets for temporary differences to the extent that it is probable that taxable profits will be available against which those temporary differences can be utilized. The carrying amounts of deferred tax assets are reviewed at each statement of financial position date. Deferred tax assets shall be reduced to the extent that utilized taxable profits decreased. Any such reduction shall be reversed to the extent that it becomes probable that the Company and its subsidiaries have sufficient taxable profit to allow total or part of the asset to be recovered.

The Company and its subsidiaries measures deferred tax assets and deferred tax liabilities at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates that have been enacted or substantively enacted at the end of the reporting period.

In the consolidated financial statements, deferred tax assets and deferred tax liabilities are recognized by each company in the Group, and deferred tax asset of one company in the Group is offset against deferred tax liability of another company in the Group if, and only if, the companies concerned have a legally enforceable right to make or receive a single net payment and the companies intend to make or receive such a net payment or to recover the asset and settle the liability simultaneously.

Cumulative effects of the change in the accounting policy to the corresponding figures are summarized as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	As at	As at	As at
	October31,	November1,	October31,	November1,
	2013	2012	2013	2012
Statements of financial position				
Increase in deferred tax assets	354	560	-	-
Increase in deferred tax liabilities	447,738	435,051	94,271	80,093
Increase (decrease) in retained earnings				
-unappropriated	7,439	(7,248)	37,616	25,783
Decrease in other components of equity	(338,463)	(316,388)	(131,887)	(105,876)
Decrease in non-controlling interests	(116,360)	(110,855)	-	-

	Consolidated		Unit : Thousand Baht	
	Financial Statement		Separate	
	For the three-month period ended			
	July 31, 2013			
Statements of comprehensive income				
Increase (decrease) in income tax expenses		7,884	(255)	
(Decrease) increase in net profit		(7,884)	255	
(Decrease) increase in profit attributable to owners of the parent		(17,403)	255	
Increase in loss attributable to non-controlling interests		9,519	-	
(Decrease) increase in basic earnings attributable to owners of the parent per share (Baht per share)		(0.010)	0.001	

	Consolidated		Unit : Thousand Baht	
	Financial Statement		Separate	
	For the nine-month period ended			
	July 31, 2013			
Statements of comprehensive income				
Decrease in income tax expenses		(36,534)	(12,168)	
Increase in net profit		36,534	12,168	
Increase in profit attributable to owners of the parent		27,476	12,168	
Increase in loss attributable to non-controlling interests		9,058	-	
Increase in basic earnings attributable to owners of the parent per share (Baht per share)		0.017	0.007	

3.2 TFRS No. 8 (Revised 2012), “Operating Segments” which is effective for the financial statements of periods beginning on or after January 1, 2014 onwards. The Company and its subsidiaries have early adopted this standard before the effective date.

The Company and its subsidiaries’ main businesses are to manufacture and distribute sugar, molasses and downstream industries. The main products are sugar, molasses, alcohol and electricity which are sold in the country and overseas. The Company considers the operating segment based on domestic and overseas sales.

The Company and its subsidiaries have inter segment and external customers revenue, profit or loss of all operating segments and reconciliations of the totals of segment profit or loss with profit and loss before tax expense for the nine-month period ended July 31, 2014 as disclosed in Note 23.

For the three-month and nine-month periods ended July 31, 2014, the Company has adopted those two standards for the first time and retroactively adjusted and presented the consolidated and separate financial statements as at October 31, 2013 and for the three-month and the nine-month period ended July 31, 2013, which are presented as corresponding figures, in accordance with the new accounting policies.

4. 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, 2013, except for the adoption of new and revised Thai Financial Reporting Standards as disclosed in Note 3.

5. ADDITIONAL CASH FLOW INFORMATION AND CASH EQUIVALENTS

5.1 Significant non-cash items in the consolidated and separate financial statements for the nine-month period ended July 31, are as follows:

Type of transactions	Consolidated		Unit :Thousand Baht Separate	
	Financial Statements 2014	2013	Financial Statements 2014	2013
Unrealized gain on available-for-sale securities	403	264	-	-
Transfer of depreciation to deferred cane plantation costs	31,911	34,409	1,920	1,697
Purchases of fixed assets which has not yet been paid	72,923	425,136	73,759	227,827
Purchases of land not used in operation which had not yet been paid	-	18,568	-	-
Interest expenses capitalized as asset costs	12,735	32,578	5,057	6,676
Dividend income offset against short-term borrowings from subsidiaries	-	-	1,169,748	392,272
Transfer other long-term investments to temporary investments	-	248	-	-
Transfer other current assets to other non-current assets	-	22,357	-	-
Transfer other current liabilities to other non-current liabilities	-	36,545	-	-
Transfer investment property to property, plant and equipment	39,158	31	-	-
Transfer investment property to other current assets	-	66,000	-	-
Transfer property, plant and equipment to investment property	1,180	-	-	-
Transfer other non-current assets to property, plant and equipment	66,640	-	-	-
Transfer short-term loans to other receivables	504	-	-	-

5.2 Cash and cash equivalents as at July 31, are as follows:

Type of transaction	Consolidated		Unit :Thousand Baht Separate	
	Financial Statements		Financial Statements	
	2014	2013	2014	2013
Cash	6,741	9,494	2,955	4,602
Savings accounts deposits	215,437	223,055	63,402	19,341
Current accounts deposits	73,538	29,274	39,321	7,542
Fixed accounts deposit matured within 3 months	10,000	13,000	-	-
Total	<u>305,716</u>	<u>274,823</u>	<u>105,678</u>	<u>31,485</u>

6. 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:

6.1 Significant balances with the related parties are as follows:

Type of Balances	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Trade and other receivables				
Subsidiaries	-	-	247.53	183.66
Related companies	12.13	4.99	0.03	0.04
Total	<u>12.13</u>	<u>4.99</u>	<u>247.56</u>	<u>183.70</u>
Accrued dividend receivable from subsidiaries (included in other receivables)				
Subsidiaries	-	-	-	1,169.75
Short-term loans				
Subsidiaries	-	-	2,982.33	3,798.98
Related companies	78.41	-	-	-
Total	<u>78.41</u>	<u>-</u>	<u>2,982.33</u>	<u>3,798.98</u>
Other current assets				
Subsidiaries	-	-	2.20	12.08
Related companies	0.04	0.49	-	0.21
Total	<u>0.04</u>	<u>0.49</u>	<u>2.20</u>	<u>12.29</u>

Type of Balances	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Trade and other payables				
Subsidiaries	-	-	44.71	55.52
Related companies	1.28	1.60	0.80	0.16
Total	<u>1.28</u>	<u>1.60</u>	<u>45.51</u>	<u>55.68</u>
Other accrued expenses (included in other payables)				
Subsidiaries	-	-	6.50	3.34
Related companies	0.08	0.05	0.05	0.04
Total	<u>0.08</u>	<u>0.05</u>	<u>6.55</u>	<u>3.38</u>
Short-term borrowings				
Subsidiaries	-	-	380.00	1,286.30
Other current liabilities				
Subsidiaries	-	-	0.35	0.16
Related companies	-	2.29	-	2.29
Total	<u>-</u>	<u>2.29</u>	<u>0.35</u>	<u>2.45</u>
Other non-current liabilities - others				
Subsidiaries	-	-	0.55	0.55

As at July 31, 2014 and October 31, 2013, short-term loans to subsidiaries represented unsecured promissory notes receivable on demand, carrying interest rates at 1.75% - 4.45% per annum and 1.75% - 3.17% per annum, respectively.

As at July 31, 2014 and October 31, 2013, short-term borrowings from subsidiaries represented unsecured promissory notes payable on demand, carrying the interest rate at 1.63% - 4.13% per annum and 3.00% - 4.65% per annum, respectively.

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

Type of transactions	Consolidated		Unit :Million Baht Separate	
	Financial Statements for the three-month periods ended July 31,		Financial Statements for the three-month periods ended July 31,	
	2014	2013	2014	2013
Revenue from sales and services				
Subsidiaries	-	-	869.97	549.87
Related companies	10.99	9.55	-	-
Total	<u>10.99</u>	<u>9.55</u>	<u>869.97</u>	<u>549.87</u>
Cost of sales and services				
Subsidiaries	-	-	557.82	583.46
Related companies	1.47	1.44	0.40	0.96
Total	<u>1.47</u>	<u>1.44</u>	<u>558.22</u>	<u>584.42</u>
Other income				
Subsidiaries	-	-	31.41	38.71
Related companies	0.93	1.44	0.92	1.44
Total	<u>0.93</u>	<u>1.44</u>	<u>32.33</u>	<u>40.15</u>
Selling expenses				
Subsidiaries	-	-	7.85	17.92
Administrative expenses				
Subsidiaries	-	-	0.49	0.15
Related companies	4.54	3.79	1.30	1.21
Related juristic person	3.16	2.65	2.65	2.30
Total	<u>7.70</u>	<u>6.44</u>	<u>4.44</u>	<u>3.66</u>
Financial costs				
Subsidiaries	-	-	1.72	2.08

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,	
	2014	2013	2014	2013
Revenue from sales and services				
Subsidiaries	-	-	2,443.20	1,529.80
Related companies	70.80	26.98	28.40	-
Total	<u>70.80</u>	<u>26.98</u>	<u>2,471.60</u>	<u>1,529.80</u>
Cost of sales and services				
Subsidiaries	-	-	1,760.25	1,190.78
Related companies	4.76	12.97	3.14	7.15
Total	<u>4.76</u>	<u>12.97</u>	<u>1,763.39</u>	<u>1,197.93</u>
Other income				
Subsidiaries	-	-	94.03	84.50
Related companies	2.89	2.14	2.88	2.14
Total	<u>2.89</u>	<u>2.14</u>	<u>96.91</u>	<u>86.64</u>
Selling expenses				
Subsidiaries	-	-	14.44	40.13
Administrative expenses				
Subsidiaries	-	-	1.47	0.32
Related companies	11.63	9.97	3.73	3.15
Related juristic person	8.01	7.62	7.01	6.66
Total	<u>19.64</u>	<u>17.59</u>	<u>12.21</u>	<u>10.13</u>
Financial costs				
Subsidiaries	-	-	20.52	14.30

POLICIES 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 sale-purchase for the year is made.
- In case of the sugar purchases/sales agreements entered into on behalf of the Group, whichever company has already been allocated the sales volume, if any company within the Group has no sufficient volume of sugar to sell, the purchases of sugar can be made within the Group at the same price as stipulated in such sugar purchases/sales agreements.
- The prices for other inter-purchases/sales of goods (except for sugar products) are in accordance with the prices stipulated in the mutually agreed contracts, which are higher than cost.
- The prices for the inter-purchases/sales of assets are in accordance with the agreed prices by counter parties, which are higher than cost.
- Revenues from sales of supplies are in accordance with the agreed prices by counter parties, which are higher than cost.
- Revenues from land leased to a subsidiary are charged according to the lease agreement which term is 30 years, commencing from January 25, 2005 until

January 24, 2035 at annual rent of Baht 0.11 million, and will be increased by 10% for every 3 years. Once the lease is expired, ownership rights on all constructions built on the leased land will be vested to the lessor.

- Rental income from land and structure which lease terms range from 1 to 3 years are in accordance with the mutually agreed prices.
- 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.

6.3 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 Industry Co., Ltd.	Related company	Mutual directors in subsidiary
KSL Tower Juristic Person Office	Related Juristic Person	Shared owner of office building

All of the aforementioned related entities are incorporated in Thailand.

Prachaup Industry Co., Ltd. holds no part in management of the Company, but is a related company, where some directors of Prachuap 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.

7. TRADE AND OTHER RECEIVABLES

Trade and other receivables consisted of:

	Consolidated		Unit :Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Trade receivables	876,905	880,909	282,118	248,528
Farmer receivables	298,365	256,083	182,168	169,854
Other receivables	39,627	13,397	16,574	27,304
Prepaid expenses	62,008	22,990	13,912	6,476
Advance payment	34,405	53,402	7,378	8,048
Accrued dividend receivable from subsidiaries	-	-	-	1,169,748
Accrued income	119,093	39,250	10,160	17,770
Total trade and other receivables	<u>1,430,403</u>	<u>1,266,031</u>	<u>512,310</u>	<u>1,647,728</u>

7.1 Trade receivables consisted of:

	Consolidated		Unit :Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Related parties	12,078	4,711	233,772	158,607
Others	889,391	898,652	48,346	89,921
Total trade receivables	901,469	903,363	282,118	248,528
<u>Less</u> Allowance for doubtful accounts	<u>(24,564)</u>	<u>(22,454)</u>	<u>-</u>	<u>-</u>
Total trade receivables	<u>876,905</u>	<u>880,909</u>	<u>282,118</u>	<u>248,528</u>

Aging analyzes for trade receivables were as follows:

7.1.1 Trade receivables - related parties

	Consolidated		Unit :Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Domestic trade receivables				
Not yet due	11,229	3,394	223,759	158,607
Overdue not over 3 months	849	1,317	8,071	-
Overdue over 3 months but not over 6 months	-	-	1,942	-
Total trade receivables - related parties	<u>12,078</u>	<u>4,711</u>	<u>233,772</u>	<u>158,607</u>

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

7.1.2 Trade receivables - others

	Unit :Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Business of manufacturing and distributing sugar and molasses				
Domestic trade receivables				
Not yet due	230,717	215,147	40,296	73,382
Overdue not over 3 months	60,932	3,585	276	638
Overdue over 3 months but not over 6 months	-	-	-	-
Overdue over 6 months but not over 12 months	-	-	-	-
Over 12 months	92	395	-	-
Total	<u>291,741</u>	<u>219,127</u>	<u>40,572</u>	<u>74,020</u>
Foreign trade receivables				
Not yet due	62,994	61,452	7,774	15,901
Total	<u>62,994</u>	<u>61,452</u>	<u>7,774</u>	<u>15,901</u>
Total business of manufacturing and distributing sugar and molasses	<u>354,735</u>	<u>280,579</u>	<u>48,346</u>	<u>89,921</u>
Business of manufacturing and distributing of alcohol and electricity				
Domestic trade receivables				
Not yet due	293,556	295,165	-	-
Total business of manufacturing and distributing of alcohol and electricity	<u>293,556</u>	<u>295,165</u>	<u>-</u>	<u>-</u>
Other business				
Domestic trade receivables				
Not yet due	125,427	157,352	-	-
Overdue not over 3 months	75,255	114,272	-	-
Overdue over 3 months but not over 6 months	3,573	31,509	-	-
Overdue over 6 months but not over 12 months	11,993	12,025	-	-
Over 12 months	24,852	7,750	-	-
Total	<u>241,100</u>	<u>322,908</u>	<u>-</u>	<u>-</u>
Total other business	<u>241,100</u>	<u>322,908</u>	<u>-</u>	<u>-</u>
Total	889,391	898,652	48,346	89,921
<u>Less</u> Allowance for doubtful accounts	<u>(24,564)</u>	<u>(22,454)</u>	<u>-</u>	<u>-</u>
Total trade receivables - others	<u>864,827</u>	<u>876,198</u>	<u>48,346</u>	<u>89,921</u>

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

7.2 Farmer receivables consisted of:

	Consolidated		Unit :Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Cane receivables				
Before Season 2009/2010	34,353	41,733	77	77
Season 2009/2010	2,999	4,253	2,142	3,116
Season 2010/2011	11,120	11,230	2,242	2,278
Season 2011/2012	30,099	41,386	3,587	4,169
Season 2012/2013	33,534	46,952	7,702	12,295
Season 2013/2014	55,857	-	11,788	-
Total cane receivables	<u>167,962</u>	<u>145,554</u>	<u>27,538</u>	<u>21,935</u>
Advance payment				
Season 2013/2014	-	152,781	-	145,375
Season 2014/2015	163,089	12,651	162,772	12,652
Season 2015/2016	13,508	-	16	-
Total advance payment for purchases of cane	<u>176,597</u>	<u>165,432</u>	<u>162,788</u>	<u>158,027</u>
Receivables from fuel oil, fertilizer and other services	<u>6,281</u>	<u>7,077</u>	<u>6,281</u>	<u>5,920</u>
Total	350,840	318,063	196,607	185,882
<u>Less</u> Allowance for doubtful accounts	<u>(52,475)</u>	<u>(61,980)</u>	<u>(14,439)</u>	<u>(16,028)</u>
Total farmer receivables	<u>298,365</u>	<u>256,083</u>	<u>182,168</u>	<u>169,854</u>

8. SHORT-TERM LOANS

Short-term loans consisted of:

	Consolidated		Unit :Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Short-term loans to related parties	198,413	-	3,102,329	3,798,976
Short-term loans to farmers	829,898	827,434	94,400	123,324
Current portion of loans for cane plantation development	216,766	199,141	37,061	37,471
Total short-term loans	<u>1,245,077</u>	<u>1,026,575</u>	<u>3,233,790</u>	<u>3,959,771</u>

Short-term loans to farmers as at July 31, 2014 and October 31, 2013 included in the consolidated and separate financial statements are post-dated checks, which the farmers discounted with the Company and its subsidiaries with the interest rates based on the lending rates of commercial banks.

9. INVESTMENTS IN SUBSIDIARIES AND AN ASSOCIATE

Investments in subsidiaries and an associate consisted of:

Consolidated Financial Statements

Company Name	Paid-up		Percentage of		As at July 31, 2014			As at October 31, 2013		
	Share Capital		Shareholding		Investment		Dividend	Investment		Dividend
			%		Cost	Equity		Cost	Equity	
	2014	2013	2014	2013						
<u>Associate</u>										
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	30,343	390	73,800	36,803	325
Total					<u>73,800</u>	<u>30,343</u>	<u>390</u>	<u>73,800</u>	<u>36,803</u>	<u>325</u>

Separate Financial Statements

Company Name	Paid-up		Percentage of		Investment Cost		Dividends	
	Share Capital		Shareholding		As at	As at	For the period ended	For the year ended
			%		July 31,	October 31,	July 31,	October 31,
	2014	2013	2014	2013	2014	2013	2014	2013
<u>Associate</u>								
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	73,800	390	325
Total investment in an associate					<u>73,800</u>	<u>73,800</u>	<u>390</u>	<u>325</u>
<u>Subsidiaries</u>								
Thai Sugar Terminal Public Company Limited	145,200	145,200	23.82	23.82	81,967	81,967	8,300	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	840,000	40.77	40.77	319,134	319,134	-	-
K.S.L. Export Trading Co., Ltd.	20,000	20,000	33.88	33.88	6,775	6,775	1,355	2,033
KSL Material Supplies Co., Ltd.	10,000	10,000	100.00	100.00	9,119	9,119	-	-
Khon Kaen Sugar Power Plant Company Limited	800,000	800,000	100.00	100.00	799,972	799,972	-	479,983
Khon Kaen Alcohol Company Limited	610,000	610,000	100.00	100.00	609,986	609,986	-	304,993
KSL. Agro & Trading Company Limited	300,000	300,000	100.00	100.00	300,000	300,000	-	60,000
Savannah Sugar Corporation	684,757	684,757	98.49	98.49	674,178	674,178	-	-
Koh Kong Sugar Industry Co., Ltd.*	1,167,660	1,167,660	80.00	80.00	932,589	932,589	-	-
Wynn In Trading Co., Ltd.	487,497	487,497	100.00	100.00	487,497	487,497	-	-
T S G Assets Co., Ltd.	50,000	50,000	4.11	4.11	2,061	2,061	-	-
T S Oil Industry Co., Ltd.	500,000	500,000	0.62	0.62	3,089	3,089	-	-
TS Flour Mill Public Company Limited	285,000	285,000	0.07	0.07	196	196	20	29
TS Warehouse Co., Ltd.	12,500	12,500	4.02	4.02	509	509	-	-
TS Transport and Logistic Co., Ltd.	80,000	80,000	10.12	10.12	8,108	8,108	-	-
Total					<u>6,162,195</u>	<u>6,162,195</u>	<u>9,675</u>	<u>1,179,355</u>
<u>Less</u> Allowance for impairment of investments					<u>(5,884)</u>	<u>(5,884)</u>	<u>-</u>	<u>-</u>
Total investments in subsidiaries					<u>6,156,311</u>	<u>6,156,311</u>	<u>9,675</u>	<u>1,179,355</u>
Total investments in subsidiaries and associate					<u>6,230,111</u>	<u>6,230,111</u>	<u>10,065</u>	<u>1,179,680</u>

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

10. OTHER LONG-TERM INVESTMENTS

Other long-term investments consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at		As at	
	July 31, 2014	October 31, 2013	July 31, 2014	October 31, 2013
Non-marketable equity securities				
- Thai Cane and Sugar Co., Ltd.	787	787	323	323
- Thai Sugar Millers Co., Ltd.	8	8	2	2
- Mudman Co, Ltd.	350,000	-	350,000	-
Total	350,795	795	350,325	325
Marketable equity securities - Available-for-sale securities	4,469	4,469	-	-
<u>Less</u> Revaluation of fair value adjustment	(1,104)	(1,608)	-	-
Net	3,365	2,861	-	-
Held-to-maturity debt securities - government bonds	20,615	21,126	6,367	6,367
<u>Less</u> Amortization	(528)	(425)	(151)	(137)
Current portion	-	(500)	-	-
Net	20,087	20,201	6,216	6,230
Total other long-term investments	374,247	23,857	356,541	6,555

11. INVESTMENT PROPERTY

Movements of investment property for the nine-month period ended July 31, 2014 are as follows:

	Consolidated	Unit : Thousand Baht
	Financial Statements	Separate Financial Statements
Beginning book value	2,938,735	414,304
Reclassification/Adjustments	(42,301)	(316)
Purchases	16,158	-
Depreciation for the periods	(26,711)	(3,165)
Ending book value	2,885,881	410,823

For the nine-month periods ended July 31, 2014 and 2013, the Company and its subsidiaries recognized rental income from property investments of Baht 122.53 million and Baht 76.36 million, respectively, in the consolidated statements of income and of Baht 30.90 million and Baht 32.78 million, respectively, in the separate statements of income.

As at July 31, 2014 and October 31, 2013, the Company and its subsidiaries have the assets for rent with the book value stated in the consolidated financial statements of Baht 301.76 million and Baht 296.92 million, respectively, which were pledged as collateral against credit facilities given by two commercial banks as stated in Notes 16 and 24.5.

12. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment for the nine-month period ended July 31, 2014 are as follows:

	Consolidated Financial Statements	Unit :Thousand Baht Separate FinancialStatements
Beginning book value	25,137,516	6,739,722
Reclassifications/adjustments	72,542	1,6
Purchases of assets (including construction in progress)	2,267,214	1,064,600
Capitalized interest expenses as costs of assets	12,735	5,057
Transfer in - cost	5,320,554	2,877,112
Transfer out - cost	(5,320,5	(2,877,112)
Transfer from investment property	40,338	-
Cost of disposal/written off of assets	(45,246)	(763)
Accumulated depreciation - disposal/written off	40,1	763
Depreciation	(926,3	(247,572)
Exchange differences on translation of financial statements	58,7	-
Ending book value	<u>26,657,6</u>	<u>7,563,494</u>

As at July 31, 2014 and October 31, 2013, land together with structure and machinery at the book value of Baht 393.83 million and Baht 671.25 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 16 and 24.5.

As at July 31, 2014 and October 31, 2013, buildings and structure and building under construction of three foreign subsidiaries at book value of Baht 713.25 million and Baht 688.67 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 (see Note 24.7) are expired.

As at July 31, 2014 and October 31, 2013, assets at cost amount of Baht 3,066.85 million and Baht 2,338.60 million, respectively, in the consolidated financial statements, and of Baht 1,667.40 million and Baht 1,205.23 million, respectively, in the separate financial statements, were fully depreciated but still in use.

13. TRADE AND OTHER PAYABLES

Trade and other payables consisted of:

	Consolidated		Unit : Thousand Baht Separate	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Trade payables - related parties	-	-	42,231	43,235
Trade payable - others				
- Payables for cane purchases	144,245	530,691	62,010	183,112
- Other trade payables	118,996	215,264	57,227	101,518
Advances received for sales of goods	52,903	70,299	14,795	21,608
Accrued fees payable to the Office of the Cane and Sugar Fund	64,895	70,345	26,524	21,770
Accrued stabilization function payment to the Office of the Cane and Sugar Fund	99,309	56,224	40,707	21,276
Other accrued expenses	216,290	210,886	88,007	92,282
Payables on purchases of assets	289,225	734,603	78,922	249,349
Other payables	292,005	396,113	237,284	312,173
Total trade and other payables	<u>1,277,868</u>	<u>2,284,425</u>	<u>647,707</u>	<u>1,046,323</u>

As at July 31, 2014, the Company and its three subsidiaries purchased canes for the production season 2013/2014 using the initial cane price for production season 2013/2014 announced by the Cane and Sugar Board's in the Royal Gazette dated December 6, 2013. The price is Baht 900.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 57.00 per cane ton. Until the date the Company's Audit Committee approved the issuance of these financial statements, the Office of Cane and Sugar Board has not yet announced a final cane price for the production season 2013/2014. Therefore, the Company and its subsidiaries recorded the provision for production expenses as mentioned in Note 14 and calculated cost of goods sold and inventories for the nine-month period ended July 31, 2014, from estimation made by the management of the Company and its subsidiaries at cane price of Baht 1,041.97-1,132.58 per ton with average sweetness level at 11.64 - 13.83 c.c.s.

14. 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 13 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.

15. LONG-TERM DEBENTURES

Long-term debentures consisted of:

	Unit :Thousand Baht	
	Consolidated Financial Statements/ Separate Financial Statements As at July 31, 2014	As at October 31, 2013
Unsecured senior debt debentures	5,494,888	2,497,644
<u>Less</u> Current portion	<u>(1,499,66</u>	<u>-</u>
	<u>3,995,2</u>	<u>2,497,644</u>

Movements of long-term debentures for the nine-month period ended July 31, 2014 are as follows:

	Unit :Thousand Baht
	Consolidated Financial Statements/ Separate Financial Statements
Beginning book value	2,497,644
Increase during the period	2,995,701
Amortized debenture issuance expenses during the period	<u>1,543</u>
Ending book value	<u>5,494,888</u>

Debentures increase during the years for the nine-month period ended July 31, 2014, consisted of:

Consolidated Financial Statements/Separate Financial Statements								
As at July 31, 2014								
Bond Set No.	Symbol	Term	Maturity Date	Interest Rate Per Annum	Number of Units Issued	Total Value	Deferred debenture issuance cost	Net
1	KSL172A	3 years	February 27, 2017	3.84	1,000,000	1,000,000	1,280	998,720
2	KSL174A	3 years	April 30, 2017	3.63	1,000,000	1,000,000	1,515	998,485
3	KSL175A	3 years	May 16, 2017	3.60	1,000,000	1,000,000	1,504	998,496
Total					<u>3,000,000</u>	<u>3,000,000</u>	<u>4,299</u>	<u>2,995,701</u>

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

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

As at October 31, 2013, the debts with interest to equity ratio is 1.34 : 1.00.

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

16. LONG-TERM BORROWINGS

Movements of long-term borrowings for the nine-month period ended July 31, 2014, are as follows:

	Consolidated Financial Statements	Unit :Thousand Baht Separate Financial Statements
Beginning balance at book value	7,112,54	3,327,16
Proceeds in the period	2,284,595	-
Repayment in the period	(2,531,363)	(655,833)
Currency translation differences	5,49	-
Ending balance at book value	<u>6,871,27</u>	<u>2,671,33</u>
<u>Less</u> Current portion	<u>(2,052,853)</u>	<u>(705,833)</u>
Long-term borrowings	<u>4,818,42</u>	<u>1,965,50</u>

In the consolidated and separate financial statements as July 31, 2014, the Company and its subsidiaries obtained borrowings from the commercial banks, which the first to twelfth credit lines and the sixteenth credit line are long-term borrowings denominated in Baht with interest rates at AMLR-2.875% (AMLR is an average MLR of 4 financial institutions) to 5.00% per annum. The thirteenth to fifteenth credit lines are long-term borrowings denominated in U.S. dollar with interest rate at LIBOR+2.0% per annum, and the seventeenth to eighteenth credit lines are long-term borrowings denominated in Baht for the purchases of agricultural equipment with the interest rate of 2.00% per annum, with important conditions 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 800 million	Repayment of principal at every six-month period for the total of 8 installments at Baht 100.00 million each, commencing the first installment in February 2014	- Secured by Khon Kean Sugar Industry Public Company Limited
4	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	- Secured by Khon Kean Sugar Industry Public Company Limited - Insurance coverage for structure and machineries at maximum sum insured by insurance company with transferring beneficial right of the said insurance coverage to the commercial bank lender
5	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	

No.	Limit	Term of Payment	Guarantee/Collateral
6	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 December 2013	- Secured by Khon Kean Sugar Industry Public Company Limited
7	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 August 2014	- Secured by Khon Kean Sugar Industry Public Company Limited
8	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	- Mortgaged land with structure included in investment property and property, plant and equipment of subsidiary who obtained and used these credit lines
9	Baht 200 million	Repayment of principal at every six-month period for the total of 10 installments at Baht 20.00 million each, commencing the first installment in December 2014	
10	Baht 50 million	Repayment of principal at every month for the total of 60 installments, the 1st-59th installments at Baht 0.83 million each. The last installment repayment of the remaining principal, commencing the first installment in November 2012	
11	Baht 550 million	Repayment of the first amount, total of Baht 400.00 million, every quarter, at Baht 18.00 million each. The second amount, Baht 150.00 million, every quarter, at Baht 6.80 million each, commencing the first installment in December 2014 and the last installment in March 2020	
12	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	
13	USD 5 million	Repayment of principal at every six-month period for the total of 10 installments at USD 0.50 million each with the grace period of two years, commencing the first installment in March 2011	- Secured by Khon Kean Sugar Industry Public Company Limited based on percentage of shareholding
14	USD 5 million	Repayment of principal at every six-month period for the total of 10 installments at USD 0.50 million each with the grace period of two years, commencing the first installment in March 2011	- Secured by two subsidiaries
15	USD 30 million	Repayment of principal at every six-month period for the total of 10 installments at USD 3.00 million each with the grace period of two years, commencing the first installment in June 2011	- Share certificate of a related company holding by shareholders of subsidiary
16	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). This borrowing was early extinguished in the third quarter of 2014	- The Company and a subsidiary shall not pledge their core assets as collateral (Negative Pledge) - Insurance coverage for structure and machineries and equipment at maximum sum insured by insurance company transferring beneficial right of the said insurance coverage to the lender, commercial bank
17	Baht 45.20 million	Repayment of principal at annual for the total of 6 installments, commencing the first installment in June 2012	- Secured by executive directors of Khon Kean Sugar Industry Public Company Limited
18	Baht 23 million	Repayment of principal at annual for the total of 6 installments at Baht 3.83 million each, commencing the first installment in June 2013	- 6 guaranteed cheques

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

17. SHARE CAPITAL

For the nine-month period ended July 31, 2014, there is no movement in the number of ordinary shares of the Company from the existing number of ordinary shares as at October 31, 2013.

For the nine-month period ended July 31, 2013, 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 nine-month period ended July 31, 2013, was as follows:

	Par Value Baht	Number Million Shares	Amount Million Baht
Issued and paid-up share capital			
As at beginning of the period	1	1,575.77	1,575.77
Ordinary shares issued during the period	1	128.88	128.88
<u>Less Treasury shares</u>	12.527	(18.65)	(233.64)
As at the end of the period	1	<u>1,686.00</u>	<u>1,471.01</u>

18. 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, 2012 to October 31, 2013	No. 1/2557 held on February 26, 2014	1.67	0.35	584.69	March 26, 2014
- 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

19. 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	
	2014	2013	2014	2013
For the three-month periods ended July 31,	4.30	4.17	1.69	1.64
For the nine-month periods ended July 31,	16.19	15.49	7.68	7.12

20. EXPENSES BY NATURE

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

	Consolidated		Unit :Thousand Baht	
	Financial Statements		Separate	
	for the three-month		Financial Statements	
	periods ended July 31,		for the three-month	
	2014	2013	2014	2013
Salaries, wages and other employee benefits	146,644	115,324	54,657	27,594
Depreciation	148,828	107,939	12,523	2,009
Fuel costs	(26,396)	45,791	(39,446)	23,795
Fee payable to the Office of the Cane and Sugar Fund	243,038	258,671	107,899	107,174
Maintenance expenses	70,746	90,671	8,857	35,216
Transportation expenses	230,165	134,569	99,235	18,198
Raw material and supplies used	232,540	664,043	152,240	148,862
Purchased finished goods	320,822	57,662	467,951	297,473
Changes in finished goods and work in process	2,561,722	3,790,734	986,580	1,058,070
Loss from damaged sugar cane	4,114	5,664	-	-
Loss for diminution on value of inventories (reversal)	(19,398)	(35,913)	-	-
Management benefit expenses	40,479	35,922	9,793	7,808
Interest expenses	223,14	185,536	132,438	105,335
Other financial expenses	3,07	4,106	878	615
Other operating expenses	143,801	145,620	72,848	65,140
Total	4,323,379	5,606,339	2,066,453	1,897,289

	Consolidated		Unit :Thousand Baht	
	Financial Statements		Separate	
	for the nine-month		Financial Statements	
	periods ended July 31,		for the nine-month	
	2014	2013	2014	2013
Salaries, wages and other employee benefits	1,190,844	1,011,112	438,814	273,477
Depreciation	986,031	841,600	282,378	227,109
Fuel costs	333,947	353,547	394,827	212,997
Fee payable to the Office of the Cane and Sugar Fund	737,554	804,071	316,031	337,976
Maintenance expenses	546,519	517,319	210,550	184,399
Transportation expenses	455,904	415,422	175,242	105,286
Raw material and supplies used	9,184,193	11,125,240	4,213,754	3,255,483
Purchased finished goods	1,471,862	257,184	1,545,301	851,396
Changes in finished goods and work in process	(5,527,582)	(2,336,884)	(2,724,831)	(957,281)
Loss from damaged sugar cane	4,114	23,884	-	-
Loss for diminution on value of inventories (reversal)	(19,398)	107,933	-	(21,55)
Management benefit expenses	146,09	136,090	36,488	31,090
Interest expenses	609,82	488,11	362,901	262,597
Other financial expenses	8,57	10,98	1,857	1,720
Other operating expenses	672,780	617,642	235,059	235,656
Total	10,801,225	14,373,260	5,488,371	5,000,308

21. INCOME TAX EXPENSE (INCOME), DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES

21.1 Income tax expense (income)

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

	Consolidated		Unit :Thousand Baht	
	Financial Statements		Separate	
	2014	2013	2014	2013
<u>Current income tax</u>				
Current income tax expense	192,756	163,826	-	27,84
<u>Deferred income tax</u>				
Deferred income tax income and temporary differences	(108,288)	(36,534)	(54,066)	(12,167)
Total	<u>84,468</u>	<u>127,292</u>	<u>(54,066)</u>	<u>15,680</u>

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

	Unit :Thousand Baht	
	Consolidated	
	2014	2013
<u>Financial Statements</u>		
Profit before income tax expense		
- Promoted sector, exempted from income tax	1,105,196	1,113,585
- Non-promoted sector	509,859	594,083
Total profit before income tax expense	<u>1,615,055</u>	<u>1,707,668</u>
Statutory tax rates (%)	20	23 and 20
Income tax expense		
- Non-promoted sector	101,9	123,4
Total income tax	<u>101,9</u>	<u>123,4</u>
Effect on income tax from non-deductible taxable expense	82,7	42,7
	<u>184,7</u>	<u>166,2</u>
Prior year income tax expense (income)	8,0	(2,39)
Deferred income tax income	(108,28)	(36,53)
Income tax expense	<u>84,4</u>	<u>127,2</u>

	Unit :Thousand Baht	
	Separate	
	2014	2013
<u>Financial Statements</u>		
Profit (loss) before income tax expense (income)	(266,50)	103,788
Statutory tax rates (%)	<u>2</u>	<u>2</u>
Income tax expense	-	23,871
Effect on income tax from non-deductible taxable expense	-	3,976
	-	27,8
Deferred income tax income	<u>(54,06)</u>	<u>(12,167)</u>
Income tax expense (income)	<u>(54,06)</u>	<u>15,680</u>

According to the Royal Decree No. 555 B.E. 2556 issued under the Revenue Code regarding the corporate income tax rate reduction effective on December 27, 2013, the corporate income tax was reduced from 23% to 20% of net profit for two consecutive accounting periods beginning on or after January 1, 2013 but not later than December 31, 2014.

Deferred tax assets and liabilities as at July 31, 2014 and October 31, 2013 are determined using corporate income tax rate that has been changed in accordance with the Royal Decree No. 555 dated December 27, 2013.

21.2 Deferred tax assets - net as at July 31, 2014 and October 31, 2013 are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Deferred tax assets - net				
Employee benefit obligations	912	354	-	-
Loss carried forward	343	-	-	-
Depreciation	(1,385)	-	-	-
Allowance for diminution in value of inventories	12,760	-	-	-
Gain on asset revaluation	(10,707)	-	-	-
Others	432	-	-	-
Deferred tax assets - net	<u>2,355</u>	<u>354</u>	<u>-</u>	<u>-</u>

The movements of deferred tax assets during nine-month periods ended July 31, are as follows:

2014

	Unit : Thousand Baht				
	Consolidated Financial Statements				
	As at November 1, 2013	Items as recognized in profit loss	Items as recognized in other comprehensive income	Items as recognized in shareholders' equity directly	As at July 31, 2014
Deferred tax assets - net					
Employee benefit obligations	354	558	-	-	912
Loss carried forward	-	343	-	-	343
Depreciation	-	(1,385)	-	-	(1,385)
Allowance for diminution in value of inventories	-	12,760	-	-	12,760
Gain on asset revaluation	-	-	(10,707)	-	(10,707)
Others	-	432	-	-	432
Deferred tax assets - net	<u>354</u>	<u>12,708</u>	<u>(10,707)</u>	<u>-</u>	<u>2,355</u>

2013

	Unit : Thousand Baht				
	Consolidated Financial Statements				
	As at November 1, 2012	Items as recognized in profit loss	Items as recognized in other comprehensive income	Items as recognized in shareholders' equity directly	As at July 31, 2013
Deferred tax assets - net					
Employee benefit obligations	405	44	-	-	449
Loss carried forward	994	(130)	-	-	864
Depreciation	(152)	49	-	-	(103)
Allowance for diminution in value of available-for-sales investment	-	-	(43)	-	(43)
Gain on asset revaluation	(694)	-	-	-	(694)
Others	7	-	-	-	7
Deferred tax assets - net	<u>560</u>	<u>(37)</u>	<u>(43)</u>	<u>-</u>	<u>480</u>

Unrecognized deferred tax assets as at July 31, 2014 and October 31, 2013 are as follows:

	Unit :Thousand Baht	
	Consolidated Financial Statements	
	2014	2013
The following deferred tax assets have not been recognized		
Temporary differences	(12,8	4,4
Loss carried forward	83,5	41,7
	<u>70,7</u>	<u>46,2</u>

Loss carried forward of Baht 83.60 million consisted of taxable loss of Baht 58.68 million expiring in the year 2017 and Baht 24.92 million expiring in the year 2019.

21.3 Deferred tax liabilities - net as at July 31, 2014 and October 31, 2013 are as follows:

	Unit : Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	As at July 31, 2014	As at October 31, 2013	As at July 31, 2014	As at October 31, 2013
Deferred tax liabilities - net				
Allowance for doubtful accounts	(19,383)	(30,933)	(4,664)	(4,982)
Allowance for diminution in value of inventories	(81)	(6,292)	-	-
Allowance for impairment in other long-term investments	(1,413)	(1,609)	(1,177)	(1,177)
Employee benefit obligations	(35,762)	(35,559)	(15,085)	(14,692)
Gain on asset revaluation	439,304	441,705	131,887	131,887
Loss carried forward	(82,402)	(4,147)	(47,640)	-
Depreciation	60,100	95,548	(21,861)	(14,991)
Others	(4,610)	(10,975)	(1,256)	(1,774)
Deferred tax liabilities - net	<u>355,753</u>	<u>447,738</u>	<u>40,204</u>	<u>94,271</u>

The movements of deferred tax liabilities during the nine-month periods ended July 31, are as follows:

2014

	Unit :Thousand Baht			
	Consolidated Financial Statements			
	As at November 1, 2013	Items as recognized in profit loss	Items as recognized in other comprehensive income	As at July 31, 2014
Deferred tax liabilities - net				
Allowance for doubtful accounts	(30,933)	11,550	-	(19,383)
Allowance for diminution in value of inventories	(6,292)	6,211	-	(81)
Allowance for impairment in other long-term investments	(1,609)	196	-	(1,413)
Employee benefit obligations	(35,559)	(201)	(2)	(35,762)
Gain on asset revaluation	441,705	(10,707)	8,306	439,304
Loss carried forward	(4,147)	(78,340)	85	(82,402)
Depreciation	95,548	(37,293)	1,845	60,100
Others	(10,975)	6,564	(199)	(4,610)
Deferred tax liabilities - net	<u>447,738</u>	<u>(102,020)</u>	<u>10,035</u>	<u>355,753</u>

2013

	Unit :Thousand Baht			
	Consolidated Financial Statements			
	As at November 1, 2012	Items as recognized in profit loss	Items as recognized in other comprehensive income	As at July 31, 2013
Deferred tax liabilities - net				
Allowance for doubtful accounts	(20,841)	3,715	-	(17,126)
Allowance for diminution in value of inventories	(5,656)	(16,259)	-	(21,915)
Allowance for impairment in other long-term investments	(1,609)	-	-	(1,609)
Employee benefit obligations	(34,278)	(1,784)	(1)	(36,063)
Gain on asset revaluation	416,269	-	(4,205)	412,064
Loss carried forward	(3,059)	301	-	(2,758)
Depreciation	96,944	(31,589)	789	66,144
Others	(12,719)	8,910	-	(3,809)
Deferred tax liabilities - net	<u>435,051</u>	<u>(36,706)</u>	<u>(3,417)</u>	<u>394,928</u>

2014

	Unit :Thousand Baht			
	Separate Financial Statements			
	As at November 1, 2013	Items as recognized in profit loss	Items as recognized in other comprehensive income	As at July 31, 2014
Deferred tax liabilities - net				
Allowance for doubtful accounts	(4,982)	318	-	(4,664)
Allowance for impairment in other long-term investments	(1,177)	-	-	(1,177)
Employee benefit obligations	(14,692)	(393)	-	(15,085)
Gain on asset revaluation	131,887	-	-	131,887
Loss carried forward	-	(47,640)	-	(47,640)
Depreciation	(14,990)	(6,871)	-	(21,861)
Others	(1,775)	519	-	(1,256)
Deferred tax liabilities - net	<u>94,271</u>	<u>(54,067)</u>	<u>-</u>	<u>40,204</u>

2013

	Unit :Thousand Baht			
	Separate Financial Statements			
	As at November 1, 2012	Items as recognized in profit loss	Items as recognized in other comprehensive income	As at July 31, 2013
Deferred tax liabilities - net				
Allowance for doubtful accounts	(3,389)	82	-	(3,307)
Allowance for impairment in other long-term investments	(1,177)	-	-	(1,177)
Employee benefit obligations	(13,935)	(796)	-	(14,731)
Gain on asset revaluation	105,876	-	680	106,556
Depreciation	472	(16,247)	-	(15,775)
Others	(7,754)	4,794	-	(2,960)
Deferred tax liabilities - net	<u>80,093</u>	<u>(12,167)</u>	<u>680</u>	<u>68,606</u>

22. EARNINGS (LOSS) PER SHARE

The calculations of basic earnings (loss) per share were based on dividing the profit (loss) for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares held by the outsiders outstanding during the period. Basic earnings (loss) per share for the three-month and nine-month periods ended July 31, 2014 are as follows:

For the three-month period ended July 31, 2014

	Consolidated Financial Statements			Separate Financial Statements		
	Net profit for the period Thousand Baht	Number of shares Thousand Shares	Earnings per share Baht	Net loss for the period Thousand Baht	Number of shares Thousand Shares	Loss per share Baht
<u>Basic earnings (loss) per share</u>						
Profit (loss) for the period to ordinary equity holders	358,489	1,670,547	<u>0.215</u>	(84,700)	1,670,547	<u>(0.051)</u>

For the nine-month period ended July 31, 2014

	Consolidated Financial Statements			Separate Financial Statements		
	Net profit for the period Thousand Baht	Number of shares Thousand Shares	Earnings per share Baht	Net loss for the period Thousand Baht	Number of shares Thousand Shares	Loss per share Baht
Basic earnings (loss) per share						
Profit (loss) for the period to ordinary equity holders	1,413,080	1,670,547	<u>0.846</u>	(212,439)	1,670,547	<u>(0.127)</u>

As at July 31, 2014, the number of shares being used in the calculation of basic earnings (loss) per share is the number of ordinary shares adjusted with the number of treasury stock of 34.10 million shares and the Company has no dilutive potential ordinary shares.

23. DISCLOSURE OF OPERATING SEGMENTS

The Group presented the segment information in respect of the Group's business segments. The primary format in segment information report is based on the Group's management and internal reporting structure.

The Group comprises the following main business segments:

Manufacture and Distribution of Sugar and Molasses

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

Manufacture and Distribution of Alcohol

Produce and distribute alcohol to a domestic and overseasoil companies.

Manufacture and Sale of Electricity

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

Real Estate Rental

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

Manufacture and Distribution of Wheat Flour

Produce and distribute wheat flour to industrial enterprises.

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

Major Customer Information

For the nine-month periods ended July 31, 2014 and 2013, the Group has revenue with a single external customer in electricity sector in the amount of Baht 868.03 million and Baht 821.64 million, respectively, of the Group's total revenue.

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

Consolidated Financial Statements of Income

For the nine-month periods ended July 31, 2014 and 2013

	Unit : Million Baht																	
	Manufacture and Distribution of Sugar and Molasses		Manufacture and Distribution of Alcohol		Manufacture and Distribution of Electricity		Real Estate Rental		Wheat Flour		Others Business		Inter-Transaction		Total			
	2014		2013 "Restated"		2014		2013 "Restated"		2014		2013 "Restated"		2014		2013 "Restated"			
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai		
Net revenue from operation - external	7,735	74	9,501	787	1,739	1,757	868	822	306	192	78	725	693	1,499	-	-	12,201	15,344
Net revenue from operation - internal	4,535	143	4,339	215	-	-	1,225	995	55	66	17	19	915	231	(6,801)	(5,865)	-	-
Total	12,270	217	13,902	1,002	1,739	1,757	2,093	1,817	361	258	80	744	1,608	1,730	(6,801)	(5,865)	12,201	15,345
Profit (loss) from operations	2,137	9	2,319	131	556	498	1,043	973	239	190	131	144	67	(89)	(201)	(194)	3,934	3,972
Selling, administrative expenses and others																	(1,695)	(1,769)
Finance costs	(5)	(5)	(3)	(6)	-	(4)	(1)	(6)	(2)	-	(7)	(11)	(1)	(4)	9	7	(6)	(499)
Share of profit (loss) of investment in an associate																	(6)	3
Income tax expenses																	(8)	(127)
Net profit																	1,501	1,580
Add (less) Loss (profit) for the nine-month period of non-controlling interests																	(11)	7
Profit for the period																	1,490	1,587
Interest income	1	6	1	6	3	4	-	-	-	-	-	-	-	1	(9)	(7)	5	67
Depreciation	5	7	4	8	4	4	1	1	3	10	4	50	2	2	-	-	9	82

Consolidated Statements of Financial Position

As at July 31, 2014 and 2013

Trade and other receivables	1,1	186	1,285	69	172	158	295	271	70	46	158	139	139	664	(7)	(700)	1,401	1,932
Inventories	6,876	463	4,216	136	648	329	193	116	-	-	328	441	736	581	(2)	(1)	9,201	5,818
Property, plant and equipment	13,805	3,203	12,347	3,125	928	900	6,807	5,995	852	752	636	401	969	1,014	(5)	(594)	26,601	23,940
Central assets	12,844	784	12,880	519	30	22	209	277	2,638	2,429	58	55	1,257	896	(11,301)	(11,540)	6,401	5,538
Total Assets	34,643	4,636	30,728	3,849	1,778	1,409	7,504	6,659	3,560	3,227	1,180	1,036	3,101	3,155	(12,501)	(12,835)	43,801	37,228
Total Liabilities	23,701	3,101	19,505	2,939	3	264	3,701	3,424	1,001	3	52	497	801	2,231	(4,201)	(5,201)	29,101	23,601

24. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENTS

As at July 31, 2014 and October 31, 2013, apart from liabilities reflected in the interim financial information, the Company and its subsidiaries have commitments and contingent liabilities as follows:

24.1 The Company and its subsidiaries have commitments relating to the sales agreements but not yet delivered in the consolidated financial statements amounting to Baht 7,593.34 million and Baht 2,686.83 million, respectively, and in the separate financial statements amounting to Baht 3,871.61 million and Baht 847.45 million, respectively.

24.2 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	
	Financial Statements		Separate	
	As at	As at	As at	As at
	July 31,	October 31,	July 31,	October 31,
	2014	2013	2014	2013
For the production season 2013/2014	-	831.67	-	132.15
For the production season 2014/2015	1,048.15	-	177.68	-

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

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

- 24.4 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.
- 24.5 The consolidated and separate financial statements have commitments, contingent liabilities and credit facilities as follows:

Unit : Million

	Currency	Consolidated Financial Statements					
		As at July 31, 2014			As at October 31, 2013		
		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	THB	-	8,226.95	-	-	4,395.51	-
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	USD	-	43.48	-	-	12.98	-
Contingent Liabilities							
Letters of guarantees (unspecified credit limit)	THB	-	83.77	-	-	86.87	-
Notes acceptance	THB	30.00	-	30.00	30.00	-	30.00
Letters of credit and trust receipts	THB	1,522.00	434.43	1,087.57	1,453.56	153.67	1,299.89
Letters of credit	USD	23.35	-	23.35	17.11	1.02	16.09
Credit Facilities							
Overdrafts and short-term borrowings	THB	22,115.14	10,322.66	11,792.48	19,140.05	6,614.21	12,525.84
Trust receipts payable	THB	403.18	403.18	-	168.44	168.44	-
Short-term borrowings	USD	50.50	39.49	11.01	50.50	31.55	18.95
Joint credit line in short-term borrowings	THB	3,191.28	1,843.50	1,347.78	3,089.95	1,603.00	1,486.95
Long-term borrowings	THB	7,293.95	6,676.55	617.40	6,923.32	6,923.32	-
Joint credit line in long-term borrowings	THB	-	-	-	1,000.00	1,000.00	-
Long-term borrowings	USD	6.09	6.09	-	6.09	6.09	-

Unit : Million

	Currency	Separate Financial Statements					
		As at July 31, 2014			As at October 31, 2013		
		Total	Utilized	Remaining	Total	Utilized	Remaining
Commitments							
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	THB	-	8,226.95	-	-	4,395.51	-
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	USD	-	17.91	-	-	5.34	-
Contingent Liabilities							
Letters of guarantees (unspecified credit limit)	THB	-	1.33	-	-	1.33	-
Letters of credit and trust receipts	THB	30.00	-	30.00	30.00	-	30.00
Credit Facilities							
Overdrafts and short-term borrowings	THB	9,068.73	6,538.00	2,530.73	7,130.05	4,711.00	2,419.05
Short-term borrowings	USD	30.50	20.00	10.50	30.50	30.00	0.50
Joint credit line in short-term borrowings	THB	3,191.28	1,843.50	1,347.78	3,089.95	1,603.00	1,486.95
Long-term borrowings	THB	2,671.33	2,671.33	-	3,327.17	3,327.17	-
Joint credit line in long-term borrowings	THB	-	-	-	1,000.00	1,000.00	-

Overdrafts and short-term borrowings from financial institutions as at July 31, 2014 and October 31, 2013, carried interest rates at 1.63% - 4.45% per annum and 1.75% - 4.55% per annum, respectively.

The above credit facilities are partially secured by land with structure, machineries, subsidiary's leasehold right for the land where the factory is located, and share certificates of a related company held by the shareholders of 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. For certain credit facilities, if the facility is utilized, certain inventories of the Company and its subsidiaries will be used as collateral. As at July 31, 2014 and October 31, 2013, such facilities have not been used by the Company and its subsidiaries.

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

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

Unit : Million					
Consolidated Financial Statements					
		As at July 31, 2014		As at October 31, 2013	
Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments	
Construction and subcontract agreements	THB	1,149.68	216.95	428.56	81.33
	USD	0.11	0.06	5.00	4.00
Machine and equipment purchase agreements	THB	679.00	339.52	1,476.69	364.07
	USD	33.77	18.89	29.43	10.43
Rental agreements	THB	25.18	7.93	27.96	14.36
Materials purchase agreements	THB	48.34	17.14	121.93	34.58
	USD	7.81	7.81	7.63	7.63

Unit : Million					
Separate Financial Statements					
		As at July 31, 2014		As at October 31, 2013	
Currency	Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments	
Construction and subcontract agreements	THB	656.28	86.85	278.49	47.79
Machine and equipment purchase agreements	THB	470.51	153.79	1,302.04	336.95
Rental agreements	THB	25.18	7.93	27.96	14.36

24.7 Other significant agreements

- 24.7.1 On February 16, 2006, Savannakhet Sugar Corporation (subsidiary) made a contract to develop area in the Laos People's Democratic Republic with the Government of that country to be used for the subsidiary's office, factory unit, road and area for cane plantation with the total area of 10,000 hectares covering the period of 30 years which can be extended for another 20 years if approved by the counter party. As at July 31, 2014 and October 31, 2013, the subsidiary has already utilized the area of 5,053.61 hectares at the rental rate of USD 6 per hectare per annum.
- 24.7.2 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, 2014 and October 31, 2013, the subsidiaries have already utilized the area of 10,481 hectares.
- 24.7.3 A subsidiary in the Kingdom of Cambodia entered into two long-term land lease agreements with an outside person to build port and land awaiting development dated May 31, 2007 and June 1, 2007, respectively. The contractual term is 90 years for both agreements. The subsidiary has already paid the entire advance lease fee at USD 476,953. As at July 31, 2014 and October 31, 2013, the balances of the advance lease fee paid are USD 442,065 and USD 446,039, respectively.

25. FINANCIAL INSTRUMENTS

Policy to manage financial risk

As at July 31, 2014, the policy to manage financial risks, credit risks and fair values is the same as that disclosed in the financial statements as at October 31, 2013.

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, 2014

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years		
Financial Assets					
Saving account deposits	-	-	-	215,437	215,437
Fixed account deposits	10,022	-	-	-	10,022
Short-term loans to related company	198,413	-	-	-	198,413
Loans for cane plantation development	222,763	372,347	14,750	3,572	613,432
Short-term loans to farmers	764,048	-	-	65,850	829,898
Other long-term investments	-	20,086	-	-	20,086
Total	<u>1,195,246</u>	<u>392,433</u>	<u>14,750</u>	<u>284,859</u>	<u>1,887,288</u>
Financial Liabilities					
Short-term borrowings from financial institutions	10,960,100	-	-	1,035,428	11,995,528
Other short-term borrowings	1,829,067	-	-	-	1,829,067
Long-term debentures	1,499,663	3,995,225	-	-	5,494,888
Long-term borrowings	711,393	2,577,160	-	3,582,720	6,871,273
Liabilities from long-term lease agreements	2,580	7,022	-	-	9,602
Total	<u>15,002,803</u>	<u>6,579,407</u>	<u>-</u>	<u>4,618,148</u>	<u>26,200,358</u>

Unit : Thousand Baht

Consolidated Financial Statements

As at October 31, 2013

	Fixed Interest Rate			Floating Interest Rate	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years		
Financial Assets					
Saving accounts deposits	-	-	-	142,056	142,056
Fixed account deposits	13,022	-	-	-	13,022
Loans for cane plantation development	189,144	414,148	33,117	2,118	638,527
Short-term loans to farmers and others	780,097	1,011	-	46,326	827,434
Other long-term investments	500	20,201	-	-	20,701
Total	<u>982,763</u>	<u>435,360</u>	<u>33,117</u>	<u>190,500</u>	<u>1,641,740</u>
Financial Liabilities					
Short-term borrowings from financial institutions	6,951,145	-	-	451,210	7,402,355
Other short-term borrowings	1,990,096	-	-	-	1,990,096
Long-term debentures	-	2,497,644	-	-	2,497,644
Long-term borrowings	941,393	3,008,553	-	3,162,601	7,112,547
Liabilities from long-term lease agreements	1,696	6,575	-	-	8,271
Total	<u>9,884,330</u>	<u>5,512,772</u>	<u>-</u>	<u>3,613,811</u>	<u>19,010,913</u>

Risk on exchange rate

Risks on exchange rates for the Company and its subsidiaries are mainly involved with sales of goods and import of machines as transactions are made in foreign currencies. As at July 31, 2014 and October 31, 2013, the Company and its subsidiaries possessed assets and liabilities in foreign currencies over which the contract to hedge against risk of exchange rates has not been made as follows:

Currencies	Consolidated Financial Statements				Separate Financial Statements				Unit : Million
	As at		As at		As at		As at		
	July 31, 2014		October 31, 2013		July 31, 2014		October 31, 2013		
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	
USD	14.26	62.25	3.07	50.30	0.05	0.56	0.02	0.74	
YEN	-	2.50	-	2.52	-	-	-	-	
RIEL	833.13	175.37	698.55	163.14	-	-	-	-	
LAK	137.21	185.31	-	572.67	-	-	-	-	

As at July 31, 2014 and October 31, 2013 the Company and its subsidiaries made forward contracts with the commercial banks to hedge against exchange rate risk from receipts and debt repayments denominated in foreign currencies. The Company and its subsidiaries have not recorded such financial liability in the consolidated and separate financial statements. The forward contracts that have repayment due dates not over 12 months are as follows:

Currency	Amount fixed in contract				Currency	Amount earned in contract				Unit : Million
	Consolidated		Separate			Consolidated		Separate		
	Financial Statements		Financial Statements			Financial Statements		Financial Statements		
	As at	As at	As at	As at		As at	As at	As at	As at	
	July 31, 2014	October 31, 2013	July 31, 2014	October 31, 2013		July 31, 2014	October 31, 2013	July 31, 2014	October 31, 2013	
USD	65.07	49.29	-	-	THB	2,139.65	1,517.99	-	-	

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

	Consolidated		Separate		Unit: Million Baht
	Financial Statements		Financial Statements		
	As at	As at	As at	As at	
	July 31, 2014	October 31, 2013	July 31, 2014	October 31, 2013	
Net fair values of forward contracts - gain	39.25	25.50	-	-	

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, 2014 and 2013, the Company has accounted for transactions in the financial statements as follows:

	Unit: Million Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2014	2013	2014	2013
Profit from investments in derivative instruments				
- for three-month periods ended July 31,	14.36	34.88	-	13.86
- for nine-month periods ended July 31,	24.78	237.36	4.46	87.02

Net fair values of financial derivatives as at July 31, 2014 and October 31, 2013, of the Company and its subsidiaries are as follows:

	Currency	Unit :Million	
		Consolidated/ Separate	
		Financial Statements	
		As at July 31, 2014	As at October 31, 2013
Net fair values for commodity swap contracts	USD	1.47	(0.10)
	THB	2.05	-

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 dates.

Credit risk

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

26. FINANCIAL INFORMATION FOR THE YEARS ENDED JULY 31, 2014 AND 2013

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, 2014 and 2013, as corresponding figures as follows:

	Consolidated		Unit: Thousand Baht	
	Financial Statements		Separate	
	July 31,		July 31,	
	2014	2013	2014	2013
		“Restated”		“Restated”
ASSETS				
CURRENT ASSETS				
Cash and cash equivalent	305,716	281,281	105,678	40,899
Trade and other receivables	1,430,403	1,932,046	512,310	570,094
Short-term loans	1,245,077	952,834	3,233,790	3,951,426
Inventories	9,219,948	5,818,170	4,351,037	2,190,374
Other current assets	229,890	168,433	54,273	23,539
Total Current Assets	<u>12,431,034</u>	<u>9,152,764</u>	<u>8,257,088</u>	<u>6,776,332</u>
NON-CURRENT ASSETS				
Deferred cane plantation costs	492,419	436,371	35,921	31,067
Long-term loans	396,666	401,532	40,459	7,043
Investment property	2,885,881	2,600,361	410,823	281,935
Property, plant and equipment	26,657,612	23,939,753	7,563,494	6,059,254
Other non-current assets	941,133	697,200	6,648,774	6,271,980
Total Non-Current Assets	<u>31,373,711</u>	<u>28,075,217</u>	<u>14,699,471</u>	<u>12,651,279</u>
TOTAL ASSETS	<u>43,804,745</u>	<u>37,227,981</u>	<u>22,956,559</u>	<u>19,427,611</u>
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Short-term borrowings from financial institutions	13,824,595	11,060,867	7,169,701	6,086,962
Trade and other payables	1,277,868	1,476,611	647,707	696,681
Current portion of long-term debentures	1,499,663	999,960	1,499,663	999,960
Current portion of long-term borrowings	2,052,853	998,653	705,833	520,633
Short-term borrowings	-	-	380,000	374,400
Current income tax payable	135,600	115,170	-	4,804
Provision for production costs	775,591	908,300	411,645	248,216
Other current liabilities	123,287	107,681	19,247	16,397
Total Current Liabilities	<u>19,689,457</u>	<u>15,667,242</u>	<u>10,833,796</u>	<u>8,948,053</u>
Total Non-Current Liabilities	<u>9,481,150</u>	<u>7,934,188</u>	<u>6,134,075</u>	<u>4,646,046</u>
TOTAL LIABILITIES	<u>29,170,607</u>	<u>23,601,430</u>	<u>16,967,871</u>	<u>13,594,099</u>
TOTAL SHAREHOLDERS' EQUITY	<u>14,634,138</u>	<u>13,626,551</u>	<u>5,988,688</u>	<u>5,833,512</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>43,804,745</u>	<u>37,227,981</u>	<u>22,956,559</u>	<u>19,427,611</u>

	Consolidated		Unit: Thousand Baht	
	Financial Statements		Separate	
	For the years ended		Financial Statements	
	July 31,		For the years ended	
	2014	2013	2014	2013
		“Restated”		“Restated”
Revenue from sales	15,363,0	18,915,934	6,190,715	6,172,744
Revenues from services	433,089	317,14	87,965	18,7
Total of revenues	15,796,11	19,233,08	6,278,680	6,191,48
Costs of the sales of goods	(11,103,207)	(14,705,21	(5,554,332)	(5,065,40
Cost of the rendering of services	(239,803)	(165,37	(47,998)	(12,57
Total of costs	(11,343,010)	(14,870,540)	(5,602,330)	(5,077,931)
Gross profit	4,453,092	4,362,57	676,350	1,113,57
Other incomes	265,982	830,130	1,423,917	778,97
Profit before expenses	4,719,074	5,192,672	2,100,267	1,892,57
Selling expenses	(1,405,275)	(1,522,206)	(586,572)	(580,37
Administrative expenses	(621,838)	(580,189)	(229,082)	(216,50
Management benefit expenses	(191,918)	(171,918)	(48,345)	(39,872)
Finance costs	(791,206)	(629,578)	(472,589)	(325,228)
Share of (loss) profit of an associate	(9,220)	5,452	-	-
Profit before income tax expense	1,699,617	2,294,233	763,679	730,57
Income tax (expenses) income	(89,01	(266,210)	74,31	(68,27
Net profit for the year	1,610,57	2,028,02	838,00	662,30

EFFECT OF THE ADOPTION OF NEW THAI ACCOUNTING STANDARD

Effects of the change in accounting policy (see Note 3) to the consolidated and separate statements of financial position as at July 31, 2013, are as follows:

The effects to the statements of financial position as at July 31, 2013

	Consolidated	Unit : Thousand Baht
	Financial Statements	Separate
		Financial Statements
Increase in deferred tax assets	480	-
Increase in deferred tax liabilities	394,928	68,606
Increase in unappropriated retained earnings	20,228	37,951
Decrease in other components of shareholders' equity	(312,879)	(106,557)
Decrease in non-controlling interests	(101,797)	-

The effects to the statements of income for the year ended July 31, 2013

	Consolidated	Unit : Thousand Baht
	Financial Statements	Separate
		Financial Statements
Decrease in income tax expense	(44,374)	(37,951)
Increase in net profit	44,374	37,951
Increase in profit contribute to the parent	35,568	37,951
Decrease in profit attributable to non-controlling interests	8,806	-
Increase in basis earnings per share (Baht per share)	0.021	0.023

27. EVENTS AFTER THE REPORTING PERIOD

On August 5, 2014, the Company issued debentures by private placement of 1,000,000 units at par value of Baht 1,000 each, totaling Baht 1,000 million. The term is for 5 years and with redemption date on August 5, 2019, carrying interest at 4.25% per annum. The Company shall maintain the interest bearing debt to shareholders' equity ratio in the consolidated financial statements as at October 31, of each year, at not more than 2:1 for the entire debentures terms.

28. APPLICATION FOR LICENSES OF FACTORY OPERATION PERMITAT 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 day to 24,000 tons per day. Then, the Company submitted the application of factory operation permit (RorNgor 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 (RorNgor 4) to the Company.

The Company and Khon Kaen Sugar Power Plant Company Limited, a subsidiary, had filed a lawsuit in the Central Administrative Court on December 27, 2012 and asked such court to enforce the Ministry of Industry to issue the factory operation permit (RorNgor 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 (RorNgor 4) to the Company for the sugar factory located at 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 a letter to follow up the result of such appeal. However, the Company has not received an outcome yet.

On September 2, 2013, the Company filed a lawsuit with the Central Administrative Court to request the revocation or exemption of the guidelines relating to the distance of factory location, the revocation of the order of the Ministry of Industry not issuing the Factory Operation Permit (RorNgor 4) and to order the Ministry of Industry to issue such Permit to the Company.

On January 27, 2014, the Central Administrative Court accepted certain issues and rejected certain issues in the charges. At the moment, the Company is preparing to file an appeal against the order not accepting such issues.

Subsequently, on September 2, 2014, the Ministry of Industry issued the Factory Operation Permit (RorNgor 4) to the subsidiary.

29. APPROVAL OF INTERIM FINANCIAL INFORMATION

The interim financial information have been approved for issuance by the Company's audit committee on September 9, 2014.