

**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, 2016, 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 the interim financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

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

Emphasis of Matter

Without modifying our conclusion, as discussed in Note 2.5.1.1 to the interim financial information, Khon Kaen Sugar Industry Public Company Limited and its subsidiaries have adopted the Financial Reporting Standard No. 10 “Consolidated Financial Statements” commencing on November 1, 2015 onwards. The comparative information has been retrospectively adjusted for the effects of the adoption of such TFRS.

BANGKOK
September 7, 2016

Niti Jungnitnirundr
Certified Public Accountant (Thailand)
Registration No. 3809
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT JULY 31, 2016

UNIT : THOUSAND BAHT

	Notes	Consolidated Financial Statements			Separate Financial Statements		
		"Unaudited" As at July 31, 2016	"Restated" As at October 31, 2015	"Restated" As at November 1, 2014	"Unaudited" As at July 31, 2016	"Restated" As at October 31, 2015	"Restated" As at November 1, 2014
ASSETS							
CURRENT ASSETS							
Cash and cash equivalents	4.2	125,031	168,021	168,016	27,894	42,206	11,220
Temporary investments		3,623	6,839	23	-	-	-
Trade and other receivables	6	1,492,261	2,119,294	1,969,277	801,704	2,395,815	2,437,846
Short-term loans	7	1,170,328	1,096,635	1,234,193	1,747,570	1,784,395	2,838,687
Inventories		5,765,473	3,393,616	3,992,219	3,310,815	2,192,591	1,722,953
Other current assets		90,112	91,551	94,442	44,410	46,751	37,299
Total Current Assets		<u>8,646,828</u>	<u>6,875,956</u>	<u>7,458,170</u>	<u>5,932,393</u>	<u>6,461,758</u>	<u>7,048,005</u>
NON-CURRENT ASSETS							
Investments in associates	8	329,051	345,555	283,916	128,447	194,147	169,730
Investments in subsidiaries	9	-	-	-	6,060,381	6,060,381	6,060,381
Other long-term investments		373,498	373,504	368,762	370,325	370,325	356,536
Long-term loans		417,784	480,478	444,976	4,390,390	4,409,738	65,050
Deferred cane plantation costs		399,108	517,926	542,707	18,985	24,811	41,480
Investment property	10	2,602,265	2,628,651	2,495,149	502,264	505,414	409,756
Property, plant and equipment	11	24,542,900	24,763,283	25,182,992	7,360,791	7,450,027	7,642,641
Intangible assets		47,761	47,683	49,133	35,173	36,109	35,896
Deferred tax assets	16.2	36,095	17,502	5,749	9,260	-	-
Other non-current assets		548,673	589,381	465,254	1,227	6,194	41,600
Total Non-Current Assets		<u>29,297,135</u>	<u>29,763,963</u>	<u>29,838,638</u>	<u>18,877,243</u>	<u>19,057,146</u>	<u>14,823,070</u>
TOTAL ASSETS		<u><u>37,943,963</u></u>	<u><u>36,639,919</u></u>	<u><u>37,296,808</u></u>	<u><u>24,809,636</u></u>	<u><u>25,518,904</u></u>	<u><u>21,871,075</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, 2016

UNIT : THOUSAND BAHT

	Notes	Consolidated Financial Statements			Separate Financial Statements		
		"Unaudited"	"Restated"	"Restated"	"Unaudited"	"Restated"	"Restated"
		As at	As at	As at	As at	As at	As at
		July 31, 2016	October 31, 2015	November 1, 2014	July 31, 2016	October 31, 2015	November 1, 2014
LIABILITIES AND SHAREHOLDERS' EQUITY							
CURRENT LIABILITIES							
Short-term borrowings from financial institutions		5,289,328	4,188,897	7,824,781	1,560,000	935,002	2,671,777
Trade and other payables	12	1,331,788	1,168,664	2,130,164	688,499	695,977	971,302
Current portion of long-term debentures	14	2,999,016	999,909	1,499,889	2,999,016	999,909	1,499,889
Current portion of long-term borrowings	15	2,121,593	1,511,593	2,038,294	1,405,833	705,833	705,833
Short-term borrowings	5.1	7,000	6,100	3,200	508,000	1,265,100	680,200
Current income tax payable		35,091	59,596	36,133	-	-	-
Provision for production costs	13	1,006,299	-	-	379,973	-	-
Other current liabilities		72,369	93,307	116,732	13,837	22,643	4,620
Total Current Liabilities		<u>12,862,484</u>	<u>8,028,066</u>	<u>13,649,193</u>	<u>7,555,158</u>	<u>4,624,464</u>	<u>6,533,621</u>
NON-CURRENT LIABILITIES							
Long-term debentures	14	6,993,305	9,989,251	5,992,853	6,993,305	9,989,251	5,992,853
Long-term borrowings	15	3,655,873	4,517,467	4,000,166	2,503,833	2,859,667	1,765,500
Deferred tax liabilities	16.3	125,968	146,774	270,055	-	6,381	70,177
Employee benefit obligations		229,143	217,436	213,195	95,483	91,774	93,649
Other non-current liabilities		76,387	75,331	83,667	26,981	27,578	37,757
Total Non-Current Liabilities		<u>11,080,676</u>	<u>14,946,259</u>	<u>10,559,936</u>	<u>9,619,602</u>	<u>12,974,651</u>	<u>7,959,936</u>
TOTAL LIABILITIES		<u>23,943,160</u>	<u>22,974,325</u>	<u>24,209,129</u>	<u>17,174,760</u>	<u>17,599,115</u>	<u>14,493,557</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT JULY 31, 2016

UNIT : THOUSAND BAHT

	Notes	Consolidated Financial Statements			Separate Financial Statements		
		"Unaudited" As at July 31, 2016	"Restated" As at October 31, 2015	"Restated" As at November 1, 2014	"Unaudited" As at July 31, 2016	"Restated" As at October 31, 2015	"Restated" As at November 1, 2014
LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)							
SHAREHOLDERS' EQUITY							
SHARE CAPITAL	17						
Authorized share capital							
4,410,243,648 ordinary shares of Baht 0.50 each		2,205,122			2,205,122		
4,009,312,522 ordinary shares of Baht 0.50 each			2,004,656		2,004,656		
1,870,000,000 ordinary shares of Baht 1.00 each				1,870,000		1,870,000	
Issued and paid-up share capital							
4,410,243,648 ordinary shares of Baht 0.50 each, fully paid		2,205,122	-	-	2,205,122	-	
4,009,312,407 ordinary shares of Baht 0.50 each, fully paid		-	2,004,656	-	2,004,656	-	
1,704,646,884 ordinary shares of Baht 1.00 each, fully paid		-	-	1,704,647	-	1,704,647	
SHARE PREMIUM ACCOUNT - ORDINARY SHARES		2,946,439	2,946,439	2,946,439	2,946,439	2,946,439	
RETAINED EARNINGS							
Appropriated							
Legal reserve		220,512	200,466	187,000	220,512	200,466	
Reserve for treasury stocks		-	-	433,154	-	433,154	
Unappropriated		7,304,711	7,132,150	6,911,809	1,745,322	2,250,747	
OTHER COMPONENTS OF EQUITY		915,291	946,033	882,522	517,481	517,481	
		13,592,075	13,229,744	13,065,571	7,634,876	7,919,789	
<u>Less</u> Treasury stocks (34,100,000 shares)		-	-	(433,154)	-	(433,154)	
TOTAL EQUITY ATTRIBUTABLE TO OWNERS							
OF THE PARENT		13,592,075	13,229,744	12,632,417	7,634,876	7,919,789	
NON-CONTROLLING INTERESTS		408,728	435,850	455,262	-	-	
TOTAL SHAREHOLDERS' EQUITY		14,000,803	13,665,594	13,087,679	7,634,876	7,919,789	
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		37,943,963	36,639,919	37,296,808	24,809,636	25,518,904	

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, 2016
"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate		
		Financial Statements		Financial Statements		
		"Restated"				
		2016	2015	2016	2015	
Revenues from sales and revenues from rendering of services						
Revenues from sales		4,452,672	4,468,974	2,145,168	1,904,888	
Revenues from rendering of services		41,441	40,395	43,558	57,762	
		<u>4,494,113</u>	<u>4,509,369</u>	<u>2,188,726</u>	<u>1,962,650</u>	
Costs of sales of goods and rendering of services						
Costs of sales of goods		(3,624,317)	(3,474,446)	(1,840,181)	(1,768,790)	
Costs of rendering of services		(33,998)	(27,959)	(15,036)	(10,590)	
		<u>(3,658,315)</u>	<u>(3,502,405)</u>	<u>(1,855,217)</u>	<u>(1,779,380)</u>	
Gross profit		835,798	1,006,964	333,509	183,270	
Other incomes		106,331	81,732	86,124	95,183	
Selling expenses		(460,021)	(467,586)	(209,002)	(183,712)	
Administrative expenses		(153,902)	(150,192)	(67,500)	(66,954)	
Management benefit expenses	19	(27,728)	(27,437)	(9,463)	(10,038)	
Finance costs		(184,881)	(204,522)	(138,307)	(140,986)	
Share of gain of an associate		4,499	11,504	-	-	
Profit (loss) before income tax (expense) income		<u>120,096</u>	<u>250,463</u>	<u>(4,639)</u>	<u>(123,237)</u>	
Income tax (expense) income	16.1	<u>(33,936)</u>	<u>(17,097)</u>	<u>337</u>	<u>21,021</u>	
NET PROFIT (LOSS) FOR THE PERIOD		<u><u>86,160</u></u>	<u><u>233,366</u></u>	<u><u>(4,302)</u></u>	<u><u>(102,216)</u></u>	
PROFIT (LOSS) ATTRIBUTABLE TO :						
Owners of the parent		87,047	228,022	(4,302)	(102,216)	
Non-controlling interests		(887)	5,344	-	-	
		<u>86,160</u>	<u>233,366</u>	<u>(4,302)</u>	<u>(102,216)</u>	
EARNINGS (LOSS) PER SHARE	21					
Basic earnings (loss) per share		BAHT	0.020	0.057	(0.001)	(0.025)
Basic number of ordinary shares		THOUSAND SHARES	4,410,244	4,009,313	4,410,244	4,009,313

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, 2016
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"			
	2016	2015	2016	2015
Net profit (loss) for the period	86,160	233,366	(4,302)	(102,216)
Other comprehensive income (expense) :				
Exchange differences on translating financial statements	(2,700)	64,883	-	-
Losses on revaluation of assets	(430)	-	-	-
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD	<u>83,030</u>	<u>298,249</u>	<u>(4,302)</u>	<u>(102,216)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO				
Owners of the parent	84,457	279,955	(4,302)	(102,216)
Non-controlling interests	(1,427)	18,294	-	-
	<u>83,030</u>	<u>298,249</u>	<u>(4,302)</u>	<u>(102,216)</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, 2016
"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Consolidated		Separate		
		Financial Statements		Financial Statements		
		"Restated"				
		2016	2015	2016	2015	
Revenues from sales and revenues from rendering of services						
Revenues from sales		12,100,967	11,609,594	6,541,491	5,218,945	
Revenues from rendering of services		124,182	117,817	105,156	128,308	
		<u>12,225,149</u>	<u>11,727,411</u>	<u>6,646,647</u>	<u>5,347,253</u>	
Costs of sales of goods and rendering of services						
Costs of sales of goods		(9,196,932)	(8,389,850)	(5,590,107)	(4,619,922)	
Costs of rendering of services		(115,574)	(106,187)	(59,616)	(53,361)	
		<u>(9,312,506)</u>	<u>(8,496,037)</u>	<u>(5,649,723)</u>	<u>(4,673,283)</u>	
Gross profit		2,912,643	3,231,374	996,924	673,970	
Other incomes		254,857	382,613	244,831	313,693	
Selling expenses		(1,316,998)	(1,300,270)	(634,408)	(496,569)	
Administrative expenses		(555,953)	(497,122)	(226,504)	(221,491)	
Management benefit expenses	19	(112,501)	(105,622)	(38,611)	(39,466)	
Finance costs		(545,625)	(610,291)	(420,052)	(402,227)	
Share of gain of an associate		18,918	48,552	-	-	
Profit (loss) before income tax (expense) income		<u>655,341</u>	<u>1,149,234</u>	<u>(77,820)</u>	<u>(172,090)</u>	
Income tax (expense) income	16.1	<u>(58,060)</u>	<u>(85,141)</u>	<u>15,641</u>	<u>34,533</u>	
NET PROFIT (LOSS) FOR THE PERIOD		<u><u>597,281</u></u>	<u><u>1,064,093</u></u>	<u><u>(62,179)</u></u>	<u><u>(137,557)</u></u>	
PROFIT (LOSS) ATTRIBUTABLE TO :						
Owners of the parent		615,269	1,087,970	(62,179)	(137,557)	
Non-controlling interests		(17,988)	(23,877)	-	-	
		<u>597,281</u>	<u>1,064,093</u>	<u>(62,179)</u>	<u>(137,557)</u>	
EARNINGS (LOSS) PER SHARE	21					
Basic earnings (loss) per share		BAHT	0.140	0.271	(0.014)	(0.034)
Basic number of ordinary shares		THOUSAND SHARES	4,410,244	4,009,313	4,410,244	4,009,313

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, 2016
"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"			
	2016	2015	2016	2015
Net profit (loss) for the period	597,281	1,064,093	(62,179)	(137,557)
Other comprehensive income (expense) :				
Exchange differences on translating financial statements	(37,882)	75,807	-	-
Losses on revaluation of assets	(430)	-	-	-
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD	<u>558,969</u>	<u>1,139,900</u>	<u>(62,179)</u>	<u>(137,557)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE) ATTRIBUTABLE TO				
Owners of the parent	584,527	1,148,647	(62,179)	(137,557)
Non-controlling interests	(25,558)	(8,747)	-	-
	<u>558,969</u>	<u>1,139,900</u>	<u>(62,179)</u>	<u>(137,557)</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, 2016
"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		
	Ordinary shares	Legal reserve	Reserve for treasury stocks	Unappropriated	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 the nine-month period ended															
July 31, 2015															
Beginning balance as at November 1, 2014															
- as previously reported	1,704,647	2,946,439	187,000	433,154	6,929,825	(4,328)	(138)	1,396,272	(264,043)	(83,641)	1,044,122	(433,154)	12,812,033	2,020,782	14,832,815
Effects of the adoption of new Thai Financial Reporting Standard															
- Consolidated Financial Statements	2.5.1.1	-	-	-	(18,016)	-	138	(134,652)	767	(27,853)	(161,600)	-	(179,616)	(1,565,520)	(1,745,136)
Beginning balance as at November 1, 2014															
- after adjustment	1,704,647	2,946,439	187,000	433,154	6,911,809	(4,328)	-	1,261,620	(263,276)	(111,494)	882,522	(433,154)	12,632,417	455,262	13,087,679
Changes in shareholders' equity during the period															
- Treasury stocks	(34,100)	-	-	(433,154)	34,100	-	-	-	-	-	-	433,154	-	-	-
- Dividends paid	-	-	-	-	(271,000)	-	-	-	-	-	-	-	(271,000)	(347)	(271,347)
- Dividends stock	334,109	-	-	-	(334,109)	-	-	-	-	-	-	-	-	-	-
- Legal reserve	-	-	13,466	-	(13,466)	-	-	-	-	-	-	-	-	-	-
- Total comprehensive income (expense) for the period	-	-	-	-	1,087,970	60,677	-	-	-	-	60,677	-	1,148,647	(8,747)	1,139,900
Ending balance as at July 31, 2015	2,004,656	2,946,439	200,466	-	7,415,304	56,349	-	1,261,620	(263,276)	(111,494)	943,199	-	13,510,064	446,168	13,956,232

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, 2016
"UNAUDITED"

UNIT : THOUSAND BAHT

Notes	Owners of the Parent										Total owners of the parent	Non-controlling interests	Total shareholders' equity	
	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Other components of equity					Total other components of equity				
			Appropriated	Unappropriated	Other comprehensive income loss			Losses on internal restructure of entities under common control	Losses on change in shareholding ratio in subsidiaries					
					Legal reserve	Reserve for treasury stocks	Exchange differences on translating financial statements							Gain (loss) on remeasuring available-for-sale investments
For the nine-month period ended														
July 31, 2016														
Beginning balance as at November 1, 2015														
- as previously reported	2,004,656	2,946,439	200,466	-	7,150,166	59,183	(138)	1,396,272	(264,043)	(83,641)	1,107,633	13,409,360	2,079,123	15,488,483
Effects of the adoption of new Thai Financial Reporting Standard														
- Consolidated Financial Statements	2.5.1.1	-	-	-	(18,016)	-	138	(134,652)	767	(27,853)	(161,600)	(179,616)	(1,643,273)	(1,822,889)
Beginning balance as at November 1, 2015														
- after adjustment	2,004,656	2,946,439	200,466	-	7,132,150	59,183	-	1,261,620	(263,276)	(111,494)	946,033	13,229,744	435,850	13,665,594
Changes in shareholders' equity during the period														
- Dividends paid	18	-	-	-	(222,734)	-	-	-	-	-	-	(222,734)	(1,564)	(224,298)
- Dividends stock	18	200,466	-	-	(200,466)	-	-	-	-	-	-	-	-	-
- Legal reserve	18	-	-	20,046	(20,046)	-	-	-	-	-	-	-	-	-
- Transfer of gain of asset revaluation		-	-	-	538	-	-	-	-	-	-	538	-	538
- Total comprehensive income (expense) for the period		-	-	-	615,269	(30,312)	-	(430)	-	-	(30,742)	584,527	(25,558)	558,969
Ending balance as at July 31, 2016		2,205,122	2,946,439	220,512	7,304,711	28,871	-	1,261,190	(263,276)	(111,494)	915,291	13,592,075	408,728	14,000,803

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, 2016
"UNAUDITED"

UNIT : THOUSAND BAHT

Notes	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Unappropriated	Other components of equity		Treasury stocks	Total shareholders' equity
			Appropriated			Other comprehensive income	Total other components of equity		
			Legal reserve	Reserve for treasury stocks					
For the nine-month period ended July 31, 2015									
Beginning balance as at November 1, 2014	1,704,647	2,946,439	187,000	433,154	2,021,951	517,481	517,481	(433,154)	7,377,518
Changes in shareholders' equity during the period									
- Treasury stocks	(34,100)	-	-	(433,154)	34,100	-	-	433,154	-
- Dividends paid	-	-	-	-	(271,000)	-	-	-	(271,000)
- Dividends stock	334,109	-	-	-	(334,109)	-	-	-	-
- Legal reserve	-	-	13,466	-	(13,466)	-	-	-	-
- Total comprehensive expense for the period	-	-	-	-	(137,557)	-	-	-	(137,557)
Ending balance as at July 31, 2015	2,004,656	2,946,439	200,466	-	1,299,919	517,481	517,481	-	6,968,961

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, 2016
"UNAUDITED"

UNIT : THOUSAND BAHT

Notes	Issued and paid-up share capital	Share premium account Ordinary shares	Retained Earnings		Unappropriated	Other components of equity		Treasury stocks	Total shareholders' equity
			Appropriated			Other comprehensive income	Total other components of equity		
			Legal reserve	Reserve for treasury stocks					
For the nine-month period ended July 31, 2016									
Beginning balance as at November 1, 2015	2,004,656	2,946,439	200,466	-	2,250,747	517,481	517,481	-	7,919,789
Changes in shareholders' equity during the period									
- Dividends paid	18	-	-	-	-222,734	-	-	-	(222,734)
- Dividends stock	18	200,466	-	-	-200,466	-	-	-	-
- Legal reserve	18	-	20,046	-	-20,046	-	-	-	-
- Total comprehensive expense for the period		-	-	-	(62,179)	-	-	-	(62,179)
Ending balance as at July 31, 2016	2,205,122	2,946,439	220,512	-	1,745,322	517,481	517,481	-	7,634,876

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, 2016

"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"			
	2016	2015	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit (loss) before income tax (expense) income	655,341	1,149,234	(77,820)	(172,090)
Adjustments for:				
Dividend income	-	-	-7,294	-18,570
Doubtful accounts - trade and other receivables (reversal)	6,489	(2,360)	6,202	(1,609)
Share of gain of investment in an associate	(18,918)	(48,552)	-	-
Amortization of premium on bonds	122	146	-	11
Employee benefit expenses	14,051	14,118	5,917	5,980
Loss on damaged cane and adjustment to decrease the cane plantation costs	1,877	10,111	-	-
Loss on diminution in value and obsolescence of inventories (reversal)	(95,098)	72,800	(24,898)	63,546
Depreciation and amortization	1,002,566	1,003,366	369,043	358,913
(Gain) loss on disposal of assets	14,854	(7,351)	4,511	(7,219)
Gain on sales of investments in an associate	(45,224)	-	(10,700)	-
Unrealized (gain) loss on exchange rate	1,301	(3,422)	21,799	(2,086)
Interest expenses	542,274	607,548	416,701	399,484
Finance costs	3,351	2,743	3,351	2,743
	<u>2,082,986</u>	<u>2,798,381</u>	<u>706,812</u>	<u>629,103</u>
Operating assets (increase) decrease				
Trade and other receivables	619,219	(454,293)	503,300	(94,759)
Inventories	(2,276,759)	(4,085,748)	(1,093,326)	(2,861,955)
Other current assets	6,438	(29,491)	6,410	(1,931)
Deferred cane plantation costs	133,073	98,299	5,934	22,622
Other non-current assets	57,454	(2,062)	4,967	(31)
Operating liabilities increase (decrease)				
Trade and other payables	110,881	(656,685)	-38,565	-156,430
Provision for production costs	1,006,299	800,350	379,973	425,772
Other current liabilities	(21,623)	28,778	(8,807)	19,430
Employee benefit obligations	(2,344)	(2,865)	(2,208)	-
Other non-current liabilities	1,741	(5,200)	(598)	(10,143)
Cash paid from operating activities	<u>1,717,365</u>	<u>(1,510,536)</u>	<u>463,892</u>	<u>(2,028,322)</u>
Interest paid	(508,115)	(579,371)	(382,880)	(369,592)
Income tax expense paid	(126,855)	(115,228)	(4,069)	(6,126)
Net cash provide by (used in) operating activities	<u>1,082,395</u>	<u>(2,205,135)</u>	<u>76,943</u>	<u>(2,404,040)</u>

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED JULY 31, 2016

"UNAUDITED"

UNIT : THOUSAND BAHT

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"			
	2016	2015	2016	2015
CASH FLOWS FROM INVESTING ACTIVITIES				
(Increase) decrease in short-term loans to related parties	(7,696)	(253,483)	111,467	943,611
(Increase) decrease in short-term loans to farmers and others	(62,355)	92,616	(82,087)	55,174
Cash payments for investments in an associate	(8,100)	(8,100)	(8,100)	(8,100)
Cash received from sales of investments in an associate	84,500	-	84,500	-
Cash received from redemption and sales of other long-term investments	3,100	6,200	-	6,200
Decrease (increase) in loans for cane plantation development	35,744	44,984	(16,965)	(71)
Decrease (increase) in long-term loans to related parties and others	23,332	-	23,332	(3,300,000)
Cash received from dividends of subsidiaries and other companies	4,246	17,893	275,530	819,548
Cash payments for purchases of property, plant and equipment	(737,550)	(448,947)	(230,132)	(145,581)
Cash received from sales of property, plant and equipment	7,882	14,965	400	13,974
Cash payments for purchase of investment properties	(19)	(4,837)	(19)	-
Cash payments for purchase of assets not yet used in operation	(18,731)	(42,473)	-	-
Cash received from sales of assets not yet used in operation	5,373	-	-	-
Cash payments for purchases of intangible assets	(319)	(4,400)	(2,526)	-
Net cash (used in) provided by investing activities	<u>(670,593)</u>	<u>(585,582)</u>	<u>155,400</u>	<u>(1,615,245)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in short-term borrowings from financial institutions	1,097,433	245,076	622,000	76,000
Increase in short-term borrowings from related parties	900	2,900	57,900	368,673
Cash payment for accounts payable on purchases of assets	(92,114)	(243,754)	(47,987)	(67,726)
Cash received from long-term debentures	-	3,994,472	-	3,994,472
Cash payment for long-term debentures	(1,000,000)	(1,500,000)	(1,000,000)	(1,500,000)
Cash received from long-term borrowings	1,000,000	3,500,000	1,000,000	2,500,000
Cash payment for long-term borrowings	(1,251,594)	(2,789,007)	(655,834)	(1,055,833)
Cash payments for dividends to shareholders of the parent	(222,734)	(271,000)	(222,734)	(271,000)
Cash payments for non-controlling interests	(1,564)	(348)	-	-
Net cash (used in) provided by financing activities	<u>(469,673)</u>	<u>2,938,339</u>	<u>-246,655</u>	<u>4,044,586</u>
Exchange differences on translation of cash of foreign subsidiaries	14,881	(106,670)	-	-
Net (decrease) increase in cash and cash equivalents	(42,990)	40,952	(14,312)	25,301
Cash and cash equivalents at the beginning of the period	168,021	168,016	42,206	11,220
Cash and cash equivalents at the end of the period	<u>125,031</u>	<u>208,968</u>	<u>27,894</u>	<u>36,521</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 NINE-MONTH PERIOD ENDED JULY 31, 2016
“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, Khonkaen Province

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

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

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

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

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

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

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

2.1 The interim financial information are prepared in accordance with Thai Accounting Standard No. 34 (Revised 2014) “Interim Financial Reporting” and in accordance with accounting practices generally accepted in Thailand and the additional disclosures in accordance with the Notification of the Office of the Securities and Exchange Commission.

The Company presents the condensed interim financial information. Therefore, certain financial information which is normally included in the annual financial statements prepared in accordance with Thai Financial Reporting Standards, but is not required to disclose in the condensed interim financial information, has been omitted. Therefore, the condensed interim financial information should be read in conjunction with the audited financial statements for the year ended October 31, 2015.

- 2.2 The unaudited results of operations for the nine-month period ended July 31, 2016 are not necessarily indicative of the operating results anticipated for the full year.
- 2.3 The consolidated and separate statements of financial position as at October 31, 2015, which have been retrospectively adjusted and presented herein for comparison, have been derived from the financial statements for the year then ended which have been audited.
- 2.4 These interim consolidated financial statements have been prepared by including the financial information of the Company and its subsidiaries (the “Group”) and have been prepared under the same basis as the consolidated financial statements for the year ended October 31, 2015, except for the reassessment of control over the investees by the management of the Company which has effected to the change in the structure of the Group for the preparation of the consolidated financial statements (see Note 2.5.1.1) as follows:

Company Name	Percentage of Shareholding		Country of Incorporation	Type of Business
	As at July 31, 2016	As at October 31, 2015		
	%	%		
Subsidiaries in which the Company holds shares directly				
New Krung Thai Sugar Factory Company Limited	95.78	95.78	Thailand	Manufacture and distribution of sugar and molasses
Tamaka Sugar Industry Company Limited	90.21	90.21	Thailand	Manufacture and distribution of sugar and molasses
New Kwang Soon Lee Sugar Factory Company Limited	98.61	98.61	Thailand	Manufacture and distribution of sugar and molasses
KSL Material Supplys Co., Ltd.	100.00	100.00	Thailand	Trading organic fertilizer and Insurance broker
Khon Kaen Sugar Power Plant Company Limited	100.00	100.00	Thailand	Production and distribution of electricity
Khon Kaen Alcohol Company Limited	100.00	100.00	Thailand	Manufacture and distribution of alcohol or fuel from agricultural produce and bio-fertilizer
KSL. Agro & Trading Company Limited	100.00	100.00	Thailand	Domestic sugar trading and agricultural business operation
Savannakhet Sugar Corporation	98.49	98.49	Laos	Agricultural operation, manufacture and distribution of sugar and molasses
Koh Kong Sugar Industry Co., Ltd.	80.00	80.00	Cambodia	Manufacture and distribution of sugar and molasses
Wynn In Trading Co., Ltd.	100.00	100.00	Mauritius	Trading and consultancy services
Subsidiaries in which the Company holds shares indirectly				
K.S.L. Export Trading Co., Ltd.*	79.55	79.55	Thailand	Export sugar as exporting agent
KSL Real Estate Company Limited**	91.02	91.02	Thailand	Housing and land for agriculture estate including holiday resort for training and seminar center and office building for rental
Subsidiary in which the Company holds the shares indirectly through Wynn In Trading Co., Ltd.				
Koh Kong Plantation Company Limited	80.00	80.00	Cambodia	Agricultural operation

* The Company holds shares indirectly through New Krung Thai Sugar Factory Company Limited, Tamaka Sugar Industry Company Limited and New Kwang Soon Lee Sugar Factory Company Limited.

** The Company holds shares indirectly through Tamaka Sugar Industry Company Limited.

The accounting period of subsidiaries ended the same date as the Company (accounting period ended on October 31) except for 4 subsidiaries whose accounting periods ended December 31, as follows:

- New Krung Thai Sugar Factory Company Limited
- Tamaka Sugar Industry Company Limited
- New Kwang Soon Lee Sugar Factory Company Limited
- KSL. Agro & Trading Company Limited

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

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

2.5 New or revised Thai Financial Reporting Standards

2.5.1 Adoption of new and revised Thai Financial Reporting Standards

Since November 1, 2015, the Company and its subsidiaries have adopted the new and revised Thai Financial Reporting Standards (TFRSs) issued by The Federation of Accounting Professions, which are effective for the accounting period beginning on or after January 1, 2015 onwards, in the preparation and presentation of this interim financial information as follows:

Thai Accounting Standards (TAS)

TAS No. 1 (Revised 2014)	Presentation of Financial Statements
TAS No. 2 (Revised 2014)	Inventories
TAS No. 7 (Revised 2014)	Statement of Cash Flows
TAS No. 8 (Revised 2014)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS No. 10 (Revised 2014)	Events after the Reporting Period
TAS No. 11 (Revised 2014)	Construction Contracts
TAS No. 12 (Revised 2014)	Income Taxes
TAS No. 16 (Revised 2014)	Property, Plant and Equipment
TAS No. 17 (Revised 2012)	Leases
TAS No. 18 (Revised 2014)	Revenue
TAS No. 19 (Revised 2014)	Employee Benefits
TAS No. 20 (Revised 2014)	Accounting for Government Grants and Disclosure of Government Assistance

Thai Accounting Standards (TAS) (Continued)

TAS No. 21 (Revised 2014)	The Effects of Changes in Foreign Exchange Rates
TAS No. 23 (Revised 2014)	Borrowing Cost
TAS No. 24 (Revised 2014)	Related Party Disclosures
TAS No. 26 (Revised 2014)	Accounting and Reporting by Retirement Benefit Plans
TAS No. 27 (Revised 2014)	Consolidated and Separate Financial Statements
TAS No. 28 (Revised 2014)	Investments in Associates
TAS No. 29 (Revised 2014)	Financial Reporting in Hyperinflationary Economics
TAS No. 33 (Revised 2014)	Earnings per Share
TAS No. 34 (Revised 2014)	Interim Financial Reporting
TAS No. 36 (Revised 2014)	Impairment of Assets
TAS No. 37 (Revised 2014)	Provisions, Contingent Liabilities and Contingent Assets
TAS No. 38 (Revised 2014)	Intangible Assets
TAS No. 40 (Revised 2014)	Investment Property

Thai Financial Reporting Standards (TFRS)

TFRS No. 2 (Revised 2014)	Share-based Payment
TFRS No. 3 (Revised 2014)	Business Combinations
TFRS No. 4 (Revised 2014)	Insurance Contracts
TFRS No. 5 (Revised 2014)	Non-current Assets Held for Sale and Discontinued Operations
TFRS No. 6 (Revised 2014)	Exploration for and Evaluation of Mineral Resources
TFRS No. 8 (Revised 2014)	Operating Segment
TFRS No. 10	Consolidated Financial Statements
TFRS No. 11	Joint Arrangements
TFRS No. 12	Disclosure of Interests in Other Entities
TFRS No. 13	Fair Value Measurement

Thai Accounting Standard Interpretations (TSIC)

TSIC No. 10 (Revised 2014)	Government Assistance - No specifies Relation to Operating Activities
TSIC No. 15 (Revised 2014)	Operating Leases - Incentives
TSIC No. 25 (Revised 2014)	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
TSIC No. 27 (Revised 2014)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC No. 29 (Revised 2014)	Disclosure : Service Concession Arrangement
TSIC No. 31 (Revised 2014)	Revenue - Exchange Items for Advertising Service
TSIC No. 32 (Revised 2014)	Intangible Assets - Website Costs

Thai Financial Reporting Interpretations (TFRIC)

TFRIC No. 1 (Revised 2014)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC No. 4 (Revised 2014)	Determining Whether an Arrangement Contains a Lease
TFRIC No. 5 (Revised 2014)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC No. 7 (Revised 2014)	Applying the Restatement Approach under TAS 29 (Revised 2014) Financial Reporting in Hyperinflationary Economics
TFRIC No. 10 (Revised 2014)	Interim Financial Reporting and Impairment
TFRIC No. 12 (Revised 2014)	Service Concession Arrangement
TFRIC No. 13 (Revised 2014)	Customer Loyalty Programmers
TFRIC No. 14	The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction for TAS 19 Employee Benefits
TFRIC No. 15 (Revised 2014)	Agreements for the Construction of Real Estate
TFRIC No. 17 (Revised 2014)	Distributions of Non-cash Assets to Owners
TFRIC No. 18 (Revised 2014)	Transfers of Assets from Customers
TFRIC No. 20	Stripping Costs in the Production Phase of a Surface Mine

The Group has applied the aforementioned financial reporting standards. However, the Group's management assessed and believe that the application of those financial reporting standards has no significant effects to the financial statements being presented, except TFRS 10, "Consolidated Financial Statements" and TFRS 13, "Fair Value Measurement".

2.5.1.1 The effects of initial adoption of TFRS 10, "The Consolidated Financial Statements" commencing on November 1, 2015 onwards

TFRS 10 has defined the elements of control principle including the requirements on how to apply the control principle to be basis in considering whether the investor controls an investee. The Company controls an investee if the Company has power over the investee in which the rights that give the Company's current ability to direct the relevant activities that significantly affect the investee's returns, and has exposure or rights to variable returns from its involvement with the investee. The significant requirements of this TFRS require the Group's management to exercise their significant judgment in reassessment whether the Company controls investee and therefore which investee shall be consolidated.

The Company previously consolidated Thai Sugar Terminal Public Company Limited and its subsidiaries comprising T S G Assets Co., Ltd., T S Oil Industry Co., Ltd., T S Flour Mill Public Company Limited, T S Warehouse Co., Ltd. and T S Transport and Logistic Co., Ltd. ("TSTE Group") because the Company and TSTE Group had mutual certain key management personnel. However, the Company's management have reassessed the principle of control in accordance with TFRS mentioned above, and believe that having mutual key management personnel has not caused the Company to have control but only have significant influence over TSTE Group since the date of the Company has become involved with TSTE Group. Consequently, TSTE Group is classified as associate which is no longer consolidated in preparation of the Company's consolidated financial statements. The Company accounted for its investments in TSTE Group using equity method in its consolidated financial statements as if it has been practiced in accordance with this IFRS since the date of the Company has become involved with TSTE Group. The Company retrospectively adjusted the effects to the annual period immediately preceding the date of initial application as required by such TFRS.

Currently, the Company and TSTE Group have no mutual key management personnel.

The effects on the comparative information from retrospective adjustment are summarized as follows:

		Unit : Thousand Baht					
		Consolidated Financial Statements					
		As at October 31, 2015			As at November 1, 2014		
		Before adjustment	Adjustment	After Adjustment	Before adjustment	Adjustment	After adjustment
Assets							
Current assets							
Cash and cash equivalents		287,479	(119,458)	168,021	255,985	(87,969)	168,016
Trade and other receivables		2,365,664	(246,370)	2,119,294	2,182,175	(212,898)	1,969,277
Inventories		4,108,923	(715,307)	3,393,616	4,348,341	(356,122)	3,992,219
Other current assets		237,438	(145,887)	91,551	217,335	(122,893)	94,442
Other		1,103,474	-	1,103,474	1,234,216	-	1,234,216
Total current assets		<u>8,102,978</u>	<u>(1,227,022)</u>	<u>6,875,956</u>	<u>8,238,052</u>	<u>(779,882)</u>	<u>7,458,170</u>
Non-current assets							
Investment in associates		38,658	306,897	345,555	25,664	258,252	283,916
Other long-term investments		375,716	(2,212)	373,504	373,379	(4,617)	368,762
Investment property		3,026,197	(397,546)	2,628,651	2,897,976	(402,827)	2,495,149
Property, plant and equipment		26,975,972	(2,212,689)	24,763,283	27,087,550	(1,904,558)	25,182,992
Intangible assets		49,256	(1,573)	47,683	51,169	(2,036)	49,133
Other non-current assets		591,464	(2,083)	589,381	466,482	(1,228)	465,254
Other		1,015,906	-	1,015,906	993,432	-	993,432
Total non-current assets		<u>32,073,169</u>	<u>(2,309,206)</u>	<u>29,763,963</u>	<u>31,895,652</u>	<u>(2,057,014)</u>	<u>29,838,638</u>
Total assets		<u>40,176,147</u>	<u>(3,536,228)</u>	<u>36,639,919</u>	<u>40,133,704</u>	<u>(2,836,896)</u>	<u>37,296,808</u>
Liabilities and shareholders' equity							
Current liabilities							
Short-term borrowings from financial institutions		4,789,743	(600,846)	4,188,897	8,043,273	(218,492)	7,824,781
Trade and other payables		1,472,786	(304,122)	1,168,664	2,380,251	(250,087)	2,130,164
Current portion of long-term debentures		999,909	-	999,909	1,499,889	-	1,499,889
Current portion of long-term borrowings		1,693,253	(181,660)	1,511,593	2,207,754	(169,460)	2,038,294
Short-term borrowings		6,100	-	6,100	3,200	-	3,200
Current income tax payable		68,276	(8,680)	59,596	50,360	(14,227)	36,133
Other current liabilities		125,849	(32,542)	93,307	137,529	(20,797)	116,732
Total current liabilities		<u>9,155,916</u>	<u>(1,127,850)</u>	<u>8,028,066</u>	<u>14,322,256</u>	<u>(673,063)</u>	<u>13,649,193</u>
Non-current liabilities							
Long-term debentures		9,989,251	-	9,989,251	5,992,853	-	5,992,853
Long-term borrowings		4,946,390	(428,923)	4,517,467	4,277,014	(276,848)	4,000,166
Deferred tax liabilities		263,830	(117,056)	146,774	372,425	(102,370)	270,055
Employee benefit obligations		236,553	(19,117)	217,436	228,100	(14,905)	213,195
Other non-current liabilities		95,724	(20,393)	75,331	108,241	(24,574)	83,667
Total non-current liabilities		<u>15,531,748</u>	<u>(585,489)</u>	<u>14,946,259</u>	<u>10,978,633</u>	<u>(418,697)</u>	<u>10,559,936</u>
Total liabilities		<u>24,687,664</u>	<u>(1,713,339)</u>	<u>22,974,325</u>	<u>25,300,889</u>	<u>(1,091,760)</u>	<u>24,209,129</u>
Shareholders' equity							
Retained earnings-Unappropriated		7,150,166	(18,016)	7,132,150	6,929,825	(18,016)	6,911,809
Other components of equity		1,107,633	(161,600)	946,033	1,044,122	(161,600)	882,522
Other		5,151,561	-	5,151,561	4,838,086	-	4,838,086
Total equity attributable to owners of the parent		<u>13,409,360</u>	<u>(179,616)</u>	<u>13,229,744</u>	<u>12,812,033</u>	<u>(179,616)</u>	<u>12,632,417</u>
Non-controlling interests		2,079,123	(1,643,273)	435,850	2,020,782	(1,565,520)	455,262
Total shareholders' equity		<u>15,488,483</u>	<u>(1,822,889)</u>	<u>13,665,594</u>	<u>14,832,815</u>	<u>(1,745,136)</u>	<u>13,087,679</u>
Total liabilities and shareholders' equity		<u>40,176,147</u>	<u>(3,536,228)</u>	<u>36,639,919</u>	<u>40,133,704</u>	<u>(2,836,896)</u>	<u>37,296,808</u>

		Unit : Thousand Baht					
		Separate Financial Statements					
		As at October 31, 2015			As at November 1, 2014		
		Before Adjustment	Adjustment	After Adjustment	Before Adjustment	Adjustment	After Adjustment
Investments in associates		73,800	120,347	194,147	73,800	95,930	169,730
Investments in subsidiaries		6,180,728	(120,347)	6,060,381	6,156,311	(95,930)	6,060,381

Unit: Thousand Baht			
Consolidated Statement of income			
For the three-month period ended July 31, 2015			
	Before	Adjustment	After
	Adjustment		Adjustment
Revenues from sales and revenues from rendering of services			
Revenues from sales	4,723,239	(254,265)	4,468,974
Revenues from rendering of services	99,210	(58,815)	40,395
Total Income	<u>4,822,449</u>	<u>(313,080)</u>	<u>4,509,369</u>
Costs of sales of goods and rendering of services			
Costs of sales of goods	(3,693,800)	219,354	(3,474,446)
Costs of rendering of services	(41,955)	13,996	(27,959)
Total Costs	<u>(3,735,755)</u>	<u>233,350</u>	<u>(3,502,405)</u>
Gross profit	1,086,694	(79,730)	1,006,964
Other incomes	87,828	(6,096)	81,732
Selling expenses	(451,376)	(16,210)	(467,586)
Administrative expenses	(163,808)	13,616	(150,192)
Management benefit expenses	(41,174)	13,737	(27,437)
Finance costs	(216,439)	11,917	(204,522)
Share of gain of an associate	89	11,415	11,504
Profit before income tax expenses	301,814	(51,351)	250,463
Income tax expenses	(26,255)	9,158	(17,097)
Net profit for the period	<u>275,559</u>	<u>(42,193)</u>	<u>233,366</u>
Other comprehensive income:			
Exchange differences on translating financial statements	64,883	-	64,883
Loss on remeasuring available-for-sale investments	(87)	87	-
Total comprehensive income for the period	<u>340,355</u>	<u>(42,106)</u>	<u>298,249</u>
Profit attributable to :			
Owners of the parent	228,043	(21)	228,022
Non-controlling interests	47,516	(42,172)	5,344
	<u>275,559</u>	<u>(42,193)</u>	<u>233,366</u>
Total comprehensive income attributable to :			
Owners of the parent	279,955	-	279,955
Non-controlling interests	60,400	(42,106)	18,294
	<u>340,355</u>	<u>(42,106)</u>	<u>298,249</u>

Unit: Thousand Baht			
Consolidated Statement of income			
For the nine-month period ended July 31, 2015			
	Before	Adjustment	After
	Adjustment		Adjustment
Revenues from sales and revenues from rendering of services			
Revenues from sales	12,362,264	(752,670)	11,609,594
Revenues from rendering of services	365,864	(248,047)	117,817
Total Income	<u>12,728,128</u>	<u>(1,000,717)</u>	<u>11,727,411</u>
Costs of sales of goods and rendering of services			
Costs of sales of goods	(9,037,171)	647,321	(8,389,850)
Costs of rendering of services	(192,991)	86,804	(106,187)
Total Costs	<u>(9,230,162)</u>	<u>734,125</u>	<u>(8,496,037)</u>
Gross profit	3,497,966	(266,592)	3,231,374
Other incomes	400,673	(18,060)	382,613
Selling expenses	(1,281,546)	(18,724)	(1,300,270)
Administrative expenses	(540,085)	42,963	(497,122)
Management benefit expenses	(148,523)	42,901	(105,622)
Finance costs	(630,734)	20,443	(610,291)
Share of gain of an associate	13,359	35,193	48,552
Profit before income tax expenses	1,311,110	(161,876)	1,149,234
Income tax expenses	(115,285)	30,144	(85,141)
Net profit for the period	<u>1,195,825</u>	<u>(131,732)</u>	<u>1,064,093</u>
Other comprehensive income :			
Exchange differences on translating financial statements	75,807	-	75,807
Gain on remeasuring available-for-sale investments	245	(245)	-
Total comprehensive income for the period	<u>1,271,877</u>	<u>(131,977)</u>	<u>1,139,900</u>
Profit (loss) attributable to :			
Owners of the parent	1,087,912	58	1,087,970
Non-controlling interests	107,913	(131,790)	(23,877)
	<u>1,195,825</u>	<u>(131,732)</u>	<u>1,064,093</u>
Total comprehensive income (expense) attributable to :			
Owners of the parent	1,148,647	-	1,148,647
Non-controlling interests	123,230	(131,977)	(8,747)
	<u>1,271,877</u>	<u>(131,977)</u>	<u>1,139,900</u>

2.5.1.2 The effects of the initial adoption of TFRS 13, “Fair Value Measurement” commencing on November 1, 2015 onwards

TFRS 13 establishes a single source of guidance for fair value measurements and disclosures about fair value measurements. The scope of TFRS 13 is broad; the fair value measurement requirements of TFRS 13 apply to both financial instrument items and non-financial instrument items for which other TFRSs require or permit fair value measurements and disclosures about fair value measurements, except for leasing transactions that are within the scope of TAS 17 (Revised 2014) “Leases”, and measurements that have some similarities to fair value but are not fair value (e.g. net realisable value for the purposes of measuring inventories or value in use for impairment assessment purposes).

TFRS 13 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions. Fair value under TFRS 13 is an exit price regardless of whether that price is directly observable or estimated using another valuation technique. Also, TFRS 13 includes extensive disclosure requirements. The Company had defines accounting policies about fair value measurements as disclosed in Note 3.

TFRS 13 requires prospective application for the financial statements for the periods beginning on or after January 1, 2015 onwards. The application of TFRS 13 has not had any material effect on the amounts recognised in the financial statements except for disclosure of additional information in Notes 10, 11 and 24.

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

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

Thai Accounting Standards (TAS)

TAS No. 1 (Revised 2015)	Presentation of Financial Statements
TAS No. 2 (Revised 2015)	Inventories
TAS No. 7 (Revised 2015)	Statement of Cash Flows
TAS No. 8 (Revised 2015)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS No. 10 (Revised 2015)	Events after the Reporting Period
TAS No. 11 (Revised 2015)	Construction Contracts
TAS No. 12 (Revised 2015)	Income Taxes
TAS No. 16 (Revised 2015)	Property, Plant and Equipment
TAS No. 17 (Revised 2015)	Leases
TAS No. 18 (Revised 2015)	Revenue
TAS No. 19 (Revised 2015)	Employee Benefits
TAS No. 20 (Revised 2015)	Accounting for Government Grants and Disclosure of Government Assistance
TAS No. 21 (Revised 2015)	The Effects of Changes in Foreign Exchange Rates
TAS No. 23 (Revised 2015)	Borrowing Costs

Thai Accounting Standards (TAS) (Continued)

TAS No. 24 (Revised 2015)	Related Party Disclosures
TAS No. 26 (Revised 2015)	Accounting and Reporting by Retirement Benefit Plans
TAS No. 27 (Revised 2015)	Separate Financial Statements
TAS No. 28 (Revised 2015)	Investments in Associates and Joint Ventures
TAS No. 29 (Revised 2015)	Financial Reporting in Hyperinflationary Economies
TAS No. 33 (Revised 2015)	Earnings per Share
TAS No. 34 (Revised 2015)	Interim Financial Reporting
TAS No. 36 (Revised 2015)	Impairment of Assets
TAS No. 37 (Revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
TAS No. 38 (Revised 2015)	Intangible Assets
TAS No. 40 (Revised 2015)	Investment Property
TAS No. 41	Agriculture

Thai Financial Reporting Standards (TFRS)

TFRS No. 2 (Revised 2015)	Share-based Payment
TFRS No. 3 (Revised 2015)	Business Combinations
TFRS No. 4 (Revised 2015)	Insurance Contracts
TFRS No. 5 (Revised 2015)	Non-current Assets Held for Sale and Discontinued Operations
TFRS No. 6 (Revised 2015)	Exploration for and Evaluation of Mineral Resources
TFRS No. 8 (Revised 2015)	Operating Segments
TFRS No. 10 (Revised 2015)	Consolidated Financial Statements
TFRS No. 11 (Revised 2015)	Joint Arrangements
TFRS No. 12 (Revised 2015)	Disclosure of Interests in Other Entities
TFRS No. 13 (Revised 2015)	Fair Value Measurement

Thai Accounting Standard Interpretations (TSIC)

TSIC 10 (Revised 2015)	Government Assistance-No Specific Relation to Operating Activities
TSIC 15 (Revised 2015)	Operating Leases-Incentives
TSIC 25 (Revised 2015)	Income Taxes-Changes in the Tax Status of an Enterprise or its Shareholders
TSIC 27 (Revised 2015)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29 (Revised 2015)	Disclosures : Service Concession Arrangements
TSIC 31 (Revised 2015)	Revenue-Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2015)	Intangible Assets-Web Site Costs

Thai Financial Reporting interpretations (TFRIC)

TFRIC 1 (Revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2015)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2015)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2015)	Applying the Restatement Approach under TAS 29 (Revised 2015) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2015)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2015)	Service Concession Arrangements
TFRIC 13 (Revised 2015)	Customer Loyalty Programmes
TFRIC 14 (Revised 2015)	The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction for TAS 19 (Revised 2015) Employee Benefits
TFRIC 15 (Revised 2015)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2015)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2015)	Transfers of Assets from Customers
TFRIC 20 (Revised 2015)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21	The Money Remitted State

In addition, the Federation of Accounting Professions issued the Notification regarding the Conceptual Framework for Financial Reporting (Revised 2015), which was announced in the Royal Gazette and effective from November 6, 2015 onwards to replace the Conceptual Framework for Financial Reporting (Revised 2014).

The Group's management will adopt the above TFRSs relevant to the Group in the preparation of the financial statements of the Group when they become effective. The Group's management is in the process to assess the impact of these TFRSs on the consolidated financial statements of the Company and subsidiaries and separate financial statements of the Company for the period when they are initially applied.

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

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial information are prepared using the same accounting policies and calculation method as those used in the financial statements for the year ended October 31, 2015. Addition, the accounting policies important the Company has applied TFRS 13 for the first time commencing on November 1, 2015 onwards as follows:

Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company and its subsidiaries take into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these consolidated financial statements is determined on such a basis.

In addition, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 inputs are inputs, other than quoted prices included within Level 1, which are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

4. ADDITIONAL CASH FLOW INFORMATION AND CASH EQUIVALENTS

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

Type of Transactions	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	2016	2015	2016	2015
Transfer of depreciation to deferred cane plantation costs	22,456	24,977	108	111
Purchases of property, plant and equipment which has not yet been paid during the period	113,006	46,726	48,063	-
Dividend income offset against short-term borrowings from subsidiaries	-	-	815,000	498,773
Transfer of property and buildings to investment property	(2,251)	-	-	-
Transfer of property, plant and equipment to other non-current assets	1,659	14,866	-	-
Transfer of investment property to other non-current assets	(677)	-	-	-
Transfer of equipment to intangible assets	4,333	-	-	-
Transfer of other non-current liabilities to other current liabilities	685	891	-	-

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

Type of Transactions	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	2016	2015	2016	2015
Cash	4,722	4,983	2,859	2,450
Savings accounts deposits	91,292	159,041	13,663	17,412
Current accounts deposits	29,017	34,944	11,372	16,659
Fixed accounts deposits with 3 month maturity	-	10,000	-	-
Total	<u>125,031</u>	<u>208,968</u>	<u>27,894</u>	<u>36,521</u>

5. TRANSACTIONS WITH RELATED PARTIES

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

5.1 Significant balances with the related parties are as follows:

Type of Balances	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	“Restated”		“Restated”	
	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Trade and other receivables				
Subsidiaries	-	-	131.23	204.05
Associates	0.30	0.69	0.27	0.69
Related parties	0.03	2.20	0.03	0.21
Total	<u>0.33</u>	<u>2.89</u>	<u>131.53</u>	<u>204.95</u>
Accrued dividend receivable (included in other receivables) (Note 6)				
Subsidiaries	-	-	-	1,083.24
Short-term loans (Note 7)				
Subsidiaries	-	-	1,476.55	1,588.02
Related parties	7.70	-	-	-
Total	<u>7.70</u>	<u>-</u>	<u>1,476.55</u>	<u>1,588.02</u>
Other current assets				
Subsidiaries	-	-	40.83	37.70
Related parties	0.29	1.24	0.15	0.38
Total	<u>0.29</u>	<u>1.24</u>	<u>40.98</u>	<u>38.08</u>
Long-term loans				
Subsidiaries	-	-	4,262.81	4,283.24
Other non-current assets				
Subsidiaries	-	-	0.02	-

Type of Balances	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	“Restated”	As at	“Restated”
July 31,	October 31,	July 31,	October 31,	
2016	2015	2016	2015	
Trade and other payables				
Subsidiaries	-	-	100.49	67.00
Associates	3.66	-	2.86	0.35
Related parties	1.43	0.17	1.41	0.15
Total	<u>5.09</u>	<u>0.17</u>	<u>104.76</u>	<u>67.50</u>
Other accrued expenses (included in other payables)				
Subsidiaries	-	-	0.72	3.66
Related parties	0.02	0.12	-	0.07
Total	<u>0.02</u>	<u>0.12</u>	<u>0.72</u>	<u>3.73</u>
Short-term borrowings				
Subsidiaries	-	-	501.00	1,259.00
Related parties	7.00	6.10	7.00	6.10
Total	<u>7.00</u>	<u>6.10</u>	<u>508.00</u>	<u>1,265.10</u>
Other current liabilities				
Subsidiaries	-	-	0.23	-
Related parties	0.04	0.59	0.04	0.59
Total	<u>0.04</u>	<u>0.59</u>	<u>0.27</u>	<u>0.59</u>
Other non-current liabilities - others				
Subsidiaries	-	-	0.58	0.58
Related parties	1.32	1.39	1.30	1.34
Total	<u>1.32</u>	<u>1.39</u>	<u>1.88</u>	<u>1.92</u>

As at July 31, 2016 and October 31, 2015, short-term loans to subsidiaries and related party represented promissory note receivable on demand, carrying interest rates at 1.95% - 4.05% per annum and 2.00% - 3.64% per annum, respectively.

As at July 31, 2016 and October 31, 2015, long-term loans to subsidiaries represented loans with maturity date within 2018 and 2020 carrying the interest rate at 2.03% - 3.73% per annum for both periods.

As at July 31, 2016 and October 31, 2015, short-term borrowings from related parties represented promissory notes payable on demand, carrying the interest rate at 1.95% - 3.64% per annum and 2.00% - 3.64% per annum, respectively.

5.2 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	
	“Restated”		“Restated”	
	2016	2015	2016	2015
Revenues from sales and rendering of services				
Subsidiaries	-	-	846.11	722.69
Related parties	0.45	13.30	0.06	13.30
Total	0.45	13.30	846.17	735.99
Cost of sales and rendering of services				
Subsidiaries	-	-	468.63	603.41
Associates	-	9.50	-	9.50
Total	-	9.50	468.63	612.91
Other income				
Subsidiaries	-	-	47.00	25.69
Associates	1.06	1.16	0.55	0.61
Related parties	12.03	1.13	12.03	0.73
Total	13.09	2.29	59.58	27.03
Selling expenses				
Subsidiaries	-	-	0.96	1.24
Associates	15.69	22.23	9.90	8.83
Total	15.69	22.23	10.86	10.07
Administrative expenses				
Subsidiaries	-	-	0.46	0.75
Related parties	4.09	3.73	1.55	1.47
Related juristic person	2.91	2.99	2.55	2.55
Total	7.00	6.72	4.56	4.77
Financial costs				
Subsidiaries	-	-	1.41	1.94
Related juristic person	0.03	0.05	0.03	0.05
Total	0.03	0.05	1.44	1.99

Type of transactions	Unit : Million Baht			
	Consolidated		Separate	
	Financial Statements for the nine-month periods ended July 31 “Restated”		Financial Statements for the nine-month periods ended July 31 “Restated”	
	2016	2015	2016	2015
Revenues from sales and rendering of services				
Subsidiaries	-	-	2,853.60	2,369.26
Related parties	2.55	27.30	1.03	26.87
Total	<u>2.55</u>	<u>27.30</u>	<u>2,854.63</u>	<u>2,396.13</u>
Cost of sales and rendering of services				
Subsidiaries	-	-	1,544.22	2,442.44
Associates	8.24	16.38	8.24	16.38
Related parties	0.41	0.12	0.41	0.02
Total	<u>8.65</u>	<u>16.50</u>	<u>1,552.87</u>	<u>2,458.84</u>
Other income				
Subsidiaries	-	-	144.33	67.93
Associates	2.09	4.32	0.65	0.70
Related parties	14.20	3.50	14.19	2.14
Total	<u>16.29</u>	<u>7.82</u>	<u>159.17</u>	<u>70.77</u>
Selling expenses				
Subsidiaries	-	-	3.54	2.93
Associates	36.58	38.30	17.74	9.19
Total	<u>36.58</u>	<u>38.30</u>	<u>21.28</u>	<u>12.12</u>
Administrative expenses				
Subsidiaries	-	-	0.94	1.57
Related parties	11.43	10.99	4.23	3.99
Related juristic person	8.68	8.57	7.63	7.43
Total	<u>20.11</u>	<u>19.56</u>	<u>12.80</u>	<u>12.99</u>
Financial costs				
Subsidiaries	-	-	10.90	14.99
Related juristic person	0.10	0.13	0.10	0.13
Total	<u>0.10</u>	<u>0.13</u>	<u>11.00</u>	<u>15.12</u>

POLICIES OF INTER-PRICE SETTING

- The inter-purchases/sales of raw sugar transactions among the Group are based on the world market prices.
- In case of the sugar purchases/sales agreements entered into on behalf of the Group, which each company has already been allocated the sales volume, if any company within the Group has no sufficient volume of sugar to sell, the purchases of sugar can be made within the group companies at the same price as stipulated in such sugar purchases/sales agreements.
- The prices for other inter-purchases/sales of goods (except for sugar products) are in accordance with the prices stipulated in the mutually agreed contracts, which are higher than cost.

- The prices for the inter-purchases/sales of assets are in accordance with the agreed prices by counter parties, which are higher than cost.
- Revenues from sales of supplies are in accordance with the agreed prices by counter parties, which are higher than cost.
- Revenues from land of the Company 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 Company.
- Rental income from land structure and machines which lease terms range from 1 to 3 years are in accordance with the mutually agreed prices.
- Inter-service income, other incomes and expenses are charged according to the normal price charged to general clients.
- Fees for goods custody are charged according to the volume of the goods and the custody period at general market rates.
- Expenses paid on behalf of each other are charged at actual.

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

Company Name	Relationship	Connection
K.S.L. IT Center Co., Ltd.	Related party	Same group of shareholder and Mutual directors
On Nuj Construction Co., Ltd.	Related party	Same group of shareholder and Mutual directors
Raja Ceramics Co., Ltd.	Related party	Same group of shareholders
K.K. Wood Industry Co., Ltd.	Related party	Same group of shareholders
Amarco Co., Ltd.	Related party	Same group of shareholders
Thai Fermentation Industry Co., Ltd.	Related party	Same group of shareholders
KSL Tower Juristic Person office	Related Juristic Person	Shared owner of office building

All of the aforementioned related entities are incorporated in Thailand.

In addition, Prachaup Industry Co., Ltd. holds no part in management of the Company, but is a related company, where certain directors of Prachuap Industry Co., Ltd. are also directors of K.S.L. Export Trading Co., Ltd., which is subsidiary of Khon Kaen Sugar Industry Public Company Limited.

6. TRADE AND OTHER RECEIVABLES

Trade and other receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Trade receivables	990,308	985,076	582,174	652,451
Farmer receivables	306,099	332,715	120,758	193,882
Receivables from the Office of the Cane and Sugar Fund	-	652,138	-	383,350
Other receivables	12,306	34,750	15,108	19,967
Prepaid expenses	58,851	31,318	26,409	9,128
Advance payment	13,509	21,247	5,880	5,793
Accrued dividend receivable	-	-	-	1,083,236
Accrued income	111,188	62,050	51,375	48,008
Total trade and other receivables	<u>1,492,261</u>	<u>2,119,294</u>	<u>801,704</u>	<u>2,395,815</u>

6.1 Trade receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Related parties	31	99	116,725	196,419
Others	992,081	986,781	465,449	456,032
Total trade receivables	992,112	986,880	582,174	652,451
Less Allowance for doubtful accounts	(1,804)	(1,804)	-	-
Total trade receivables	<u>990,308</u>	<u>985,076</u>	<u>582,174</u>	<u>652,451</u>

Aging analyzes for trade receivables are as follows:

6.1.1 Trade receivables - related parties

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Trade receivables				
Not yet due	31	99	116,717	190,623
Overdue not over 3 months	-	-	8	5,796
Total trade receivables - related parties	<u>31</u>	<u>99</u>	<u>116,725</u>	<u>196,419</u>

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

6.1.2 Trade receivables - others

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at July 31, 2016	“Restated” As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Business of manufacturing and distributing sugar and molasses				
Domestic trade receivables				
Not yet due	164,575	152,848	53,824	57,141
Overdue not over 3 months	123,041	64,477	38,417	31,913
Overdue over 9 months but not over 12 months	-	80	-	-
Overdue over 12 months	-	1,333	-	-
Total	<u>287,616</u>	<u>218,738</u>	<u>92,241</u>	<u>89,054</u>
Foreign trade receivables				
Not yet due	465,551	550,410	370,387	358,562
Overdue not over 3 months	2,821	8,416	2,821	8,416
Total	<u>468,372</u>	<u>558,826</u>	<u>373,208</u>	<u>366,978</u>
Total of business of manufacturing and distributing sugar and molasses	<u>755,988</u>	<u>777,564</u>	<u>465,449</u>	<u>456,032</u>
Business of manufacturing and distributing of alcohol and electricity				
Domestic trade receivables				
Not yet due	168,011	146,896	-	-
Overdue not over 3 months	59,084	54,206	-	-
Total of business of manufacturing and distributing of alcohol and electricity	<u>227,095</u>	<u>201,102</u>	<u>-</u>	<u>-</u>
Other business				
Domestic trade receivables				
Not yet due	1,455	1,461	-	-
Overdue not over 3 months	984	48	-	-
Overdue over 12 months	6,559	6,606	-	-
Total of other business	<u>8,998</u>	<u>8,115</u>	<u>-</u>	<u>-</u>
Total	992,081	986,781	465,449	456,032
<u>Less</u> Allowance for doubtful accounts	<u>(1,804)</u>	<u>(1,804)</u>	<u>-</u>	<u>-</u>
Total trade receivables - others	<u>990,277</u>	<u>984,977</u>	<u>465,449</u>	<u>456,032</u>

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

6.2 Farmer receivables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Cane receivables				
Before Season 2011/2012	18,584	19,930	3,523	3,534
Season 2011/2012	28,184	28,590	3,392	3,452
Season 2012/2013	27,924	28,583	6,465	6,774
Season 2013/2014	43,532	44,257	6,846	7,120
Season 2014/2015	57,009	66,293	13,193	15,586
Season 2015/2016	79,214	-	25,241	-
Total cane receivables	<u>254,447</u>	<u>187,653</u>	<u>58,660</u>	<u>36,466</u>
Advance payment				
Season 2015/2016	-	168,934	-	163,646
Season 2016/2017	85,996	-	77,447	-
Total advance payment for purchases of cane	<u>85,996</u>	<u>168,934</u>	<u>77,447</u>	<u>163,646</u>
Receivables from fuel oil, fertilizer and other services	<u>8,777</u>	<u>12,969</u>	<u>8,492</u>	<u>12,844</u>
Total	349,220	369,556	144,599	212,956
Less Allowance for doubtful accounts	<u>(43,121)</u>	<u>(36,841)</u>	<u>(23,841)</u>	<u>(19,074)</u>
Total farmer receivables	<u>306,099</u>	<u>332,715</u>	<u>120,758</u>	<u>193,882</u>

Cane receivables is former receivables which not yet delivered in according to contract, most of cane receivables are secured.

6.3 Receivable from the Office of the Cane and Sugar Fund

For the harvest season 2014/2015, harvesting year the final sugar cane price and the final compensation for the production and distribution for sugar were lower than the initial sugar cane price. In accordance with Section 56 of the Cane and Sugar Act B.E. 2527, the Cane and Sugar Fund is to pay compensation to the Company and its subsidiaries at an amount equal to the difference, and the sugar can planters do not have to return the excessive amount of the sugar cane price received. In the first quarter, 2016, the Company and its subsidiaries have improved to the difference of compensation in accordance with the resolution of the Office of the Cane and Sugar Board No. 1/2016. In the third quarter 2016, the Company and its subsidiaries received for the full amounts compensation.

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
	2016	2015	%	%	July 31,	October 31,	July 31,	October 31,
			2016	2015	2016	2015	2016	2015
Thai Sugar Terminal Public Company Limited	174,240	145,200	23.82	23.82	81,967	81,967	4,227	17,292
T S G Assets Co., Ltd.*	50,000	50,000	4.11	4.11	2,061	2,061	-	-
T S Oil Industry Co., Ltd.*	500,000	500,000	0.62	0.62	3,089	3,089	-	-
T S Flour Mill Public Company Limited*	342,051	399,000	0.07	0.07	313	313	19	16
T S Warehouse Co., Ltd.*	12,500	12,500	4.02	4.02	509	509	-	-
T S Transport and Logistic Co., Ltd.*	400,000	320,000	10.12	10.12	40,508	32,408	-	-
Champion Fermentation Co., Ltd.*	200,000	200,000	32.50	32.50	-	73,800	-	585
Total investment in an associate					128,447	194,147	4,246	17,893

* An associate considering by significant influence of the Company to Thai Sugar Terminal Public Limited, which is parent company of this associate.

In July 2015, T S Transport and Logistic Co., Ltd., an associate, increased its authorized share capital to Baht 400.00 million and last called for the paid-up at Baht 25.00 per share in Quarter 1, 2016.

The Board of Directors' Meeting No. 5/2016 of the Company held on June 24, 2016 had a resolution to approve the Company's investment in Champion Fermentation Co., Ltd., an associate, at sales price of Baht 1,300 per share, totally Baht 84.50 million, the Company sold investment to related party on July 21, 2016, and recognized gain from sale investment of Baht 45.22 million in the consolidated financial statements and Baht 10.70 million in the separate financial statements.

9. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries consisted of:

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
	2016	2015	%	%	July 31,	October 31,	July 31,	October 31,
			2016	2015	2016	2015	2016	2015
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	-	108,257
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	3,049	678
KSL Material Supplies Co., Ltd.	10,000	10,000	100.00	100.00	9,119	9,119	-	-
Khon Kaen Sugar Power Plant Company Limited	800,000	800,000	100.00	100.00	799,972	799,972	-	-
Khon Kaen Alcohol Company Limited	610,000	610,000	100.00	100.00	609,986	609,986	-	914,978
KSL. Agro & Trading Company Limited	300,000	300,000	100.00	100.00	300,000	300,000	-	60,000
Savannahet 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	-	-
Total					6,066,265	6,066,265	3,049	1,083,913
Less Allowance for impairment of investments					(5,884)	(5,884)	-	-
Total investments in subsidiaries					6,060,381	6,060,381	3,049	1,083,913

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

10. INVESTMENT PROPERTY

Movement of investment property which consisted of land, land improvements and building and warehouses using cost method for the nine-month period ended July 31, 2016 are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning book value	2,628,651	505,414
Reclassification/Adjustments	(1,574)	-
Purchases	19	19
Depreciation for the period	(24,831)	(3,169)
Ending book value	<u>2,602,265</u>	<u>502,264</u>

For the nine-month periods ended July 31, 2016 and 2015, the Company and its subsidiaries recognized rental income from investment property of Baht 145.51 million and Baht 134.41 million, respectively, in the consolidated statements of income, and of Baht 35.52 million and Baht 32.09 million, respectively, in the separate statements of income.

Fair value of investment property is determined by an independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand) using the discounted cash flow method and the market approach which are hierarchy level 3. As at October 31, 2015, fair value of investment property was Baht 3,353 million in the consolidated financial statements and Baht 985 million in the separate financial statements.

11. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment for the nine-month period ended July 31, 2016 are as follows:

	Consolidated Financial Statements	Unit : Thousand Baht Separate Financial Statements
Beginning book value	24,763,283	7,450,027
Reclassifications/adjustments	(20,514)	(4,238)
Purchases of assets (including construction in progress)	866,812	282,433
Transfer in - cost	419,748	148,598
Transfer out - cost	(419,748)	(148,598)
Cost of disposal/written off of assets	(72,209)	(14,521)
Accumulated depreciation - disposal/written off	47,604	9,610
Depreciation	(995,630)	(362,520)
Translation of financial statements differences	(46,446)	-
Ending book value	<u>24,542,900</u>	<u>7,360,791</u>

As at July 31, 2016 and October 31, 2015, buildings and structure and building under construction of two foreign subsidiaries at book value of Baht 487.44 million and Baht 501.12 million, respectively, in the consolidated financial statements, are located on the concessional and which the ownership will be transferred to the lesser when the agreements are expired (see Note 23.7.2)

As at July 31, 2016 and October 31, 2015, assets at cost of Baht 4,009.55 million and Baht 3,559.99 million, respectively, in the consolidated financial statements, and of Baht 2,247.71 million and Baht 2,046.86 million, respectively, in the separate financial statements, were fully depreciated but still in use.

As at October 31, 2015, land which is recorded at revaluation method with the net value of Baht 2,131 million in the consolidated financial statements and Baht 853 million in the separate financial statements represented fair value of land which was determined by an independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand) using the market approach which is hierarchy level 3.

12. TRADE AND OTHER PAYABLES

Trade and other payables consisted of:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	As at	“Restated”	As at	As at
	July 31,	October 31,	July 31,	October 31,
	2016	2015	2016	2015
Trade payables - related parties	4,980	-	56,223	10,394
Trade payables - others				
- Payables for cane purchases	123,927	132,146	7,659	27,977
- Other trade payables	14,262	44,666	5,508	30,181
Advances received for sales of goods	185,019	45,061	64,863	58,746
Accrued fees payable to the Office of the Cane and Sugar Fund	40,785	53,410	3,497	11,746
Accrued stabilization function payment to the Office of the Cane and Sugar Fund	35,541	53,363	19,261	28,175
Other accrued expenses	211,937	230,910	155,152	156,991
Payables on purchases of assets	260,223	239,331	51,427	51,351
Other payables	455,114	369,777	324,909	320,416
Total trade and other payables	<u>1,331,788</u>	<u>1,168,664</u>	<u>688,499</u>	<u>695,977</u>

As at July 31, 2016, payables for cane purchases derived from the canes purchase of the Company and its three subsidiaries for the production season 2015/2016 using the initial cane price for production season 2015/2016 announced by the Cane and Sugar Board's in the Royal Gazette dated November 23, 2015. The price is Baht 808.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 48.48 per cane ton. Until the date the Company's Audit Committee approved the issuance of these interim financial statements, the Office of Cane and Sugar Board has not yet announced a final cane price for the production season 2015/2016. Therefore, the Company and its subsidiaries recorded the provision for production expenses as mentioned in Note 13 and calculated cost of goods sold and inventories for the nine-month period ended July 31, 2016, from estimation made by the management of the Company and its subsidiaries by reference calculated from the Office of Cane and Sugar Board at cane price of Baht 1,005.71 - 1,041.05 per ton with average sweetness level at 10.69 - 12.00 c.c.s.

13. 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 estimate 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 estimated cost of cane is based on the price as mentioned in Note 12 and the quantities of cane to be crushed in each production season. Direct labor and production costs are estimated by the management of the Company and its subsidiaries by considering from 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 in each reporting period 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.

Such estimates, assumptions and judgments, the managements of the Company and subsidiaries will continually evaluated which are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances at that time.

14. LONG-TERM DEBENTURES

Long-term debentures consisted of:

	Unit : Thousand Baht	
	Consolidated Financial Statements/ Separate Financial Statements	
	As at July 31, 2016	As at October 31, 2015
Unsecured senior debt debentures	9,992,321	10,989,160
<u>Less</u> Current portion	<u>(2,999,016)</u>	<u>(999,909)</u>
Net	<u>6,993,305</u>	<u>9,989,251</u>

Movements of long-term debentures for the nine-month period ended July 31, 2016 are as follows:

	Unit : Thousand Baht
	Consolidated Financial Statements/ Separate Financial Statements
Beginning book value	10,989,160
Repayment during the period	(1,000,000)
Amortized debenture issuance expenses during the period	<u>3,161</u>
Ending book value	<u>9,992,321</u>

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

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

As at October 31, 2015, the debts with interest to equity ratio is 1.55 : 1.00 (restated).

- In case the credit rating of the debentures is lower than the current Company's rating, the Company shall pledge assets as collateral for the debenture holders or proceed to correct the credit rating of the debentures to be at the same level or better than the credit rating of the Company. As at July 31, 2016, the credit rating of the debentures was not lower than the Company's credit rating.

15. LONG-TERM BORROWINGS

Movements of long-term borrowings for the nine-month period ended July 31, 2016, are as follows:

	Consolidated Financial Statements "Restated"	Unit : Thousand Baht Separate Financial Statements
Beginning balance at book value	6,029,060	3,565,500
Proceeds during the period	1,000,000	1,000,000
Repayment during the period	<u>(1,251,594)</u>	<u>(655,834)</u>
Ending balance at book value	5,777,466	3,909,666
<u>Less</u> Current portion	<u>(2,121,593)</u>	<u>(1,405,833)</u>
Long-term borrowings	<u>3,655,873</u>	<u>2,503,833</u>

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

	Consolidated Financial Statements "Restated"		Separate Financial Statements	
	As at July 31, 2016 %	As at October 31, 2015 %	As at July 31, 2016 %	As at October 31, 2015 %
Borrowings - Baht currency	2.00 - 4.28	2.00 - 4.65	2.00 - 4.28	2.00 - 4.50
Borrowings - Foreign currency	2.41 - 2.93	2.03 - 2.93	-	-

Maturities of long-term borrowings are as follows:

	Consolidated Financial Statements		Unit : Thousand Baht Separate Financial Statements	
	As at July 31, 2016	“Restated” As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Within 1 year	2,121,593	1,511,593	1,405,833	705,833
Over 1 year and within 5 years	3,655,873	4,517,467	2,503,833	2,859,667

Limit	Balance as at		Interest rate	Principal repayment	Interest payment	Commencing repayment	Maturity
	July 31, 2016 Thousand Baht	“Restated” October 31, 2015 Thousand Baht					
The Company							
1. Baht 1,000 million	200,000	400,000	AMLR-Fixed rate	Semi-annual	Monthly	January 2013	July 2018
2. Baht 2,500 million	1,050,000	1,300,000	AMLR-Fixed rate	Semi-annual	Monthly	May 2013	March 2019
3. Baht 1,500 million	1,050,000	1,050,000	AMLR-Fixed rate	Semi-annual	Quarterly	May 2015	November 2019
4. Baht 1,000 million	900,000	-	AMLR-Fixed rate	Semi-annual	Quarterly	June 2016	December 2020
5. Baht 1,000 million	700,000	800,000	AMLR-Fixed rate	Semi-annual	Monthly	April 2015	October 2019
6. Baht 11.30 million	2,000	4,000	Fixed rate	Annual	Monthly	June 2012	June 2017
7. Baht 23 million	7,666	11,500	Fixed rate	Annual	Annual	June 2013	June 2019
Total	<u>3,909,666</u>	<u>3,565,500</u>					
The subsidiaries							
8. Baht 800 million	300,000	400,000	AMLR-Fixed rate	Semi-annual	Monthly	February 2014	February 2019
9. Baht 1,000 million	700,000	800,000	Fixed rate	Semi-annual	Monthly	April 2015	October 2019
10. Baht 1,000 million	400,000	600,000	AMLR-Fixed rate	Semi-annual	Monthly	March 2012	June 2018
11. Baht 1,000 million	462,000	652,000	AMLR-Fixed rate	Semi-annual	Monthly	August 2014	February 2019
12. Baht 33.90 million	5,800	11,560	Fixed rate	Annual	Annual	June 2012	June 2017
Total	<u>1,867,800</u>	<u>2,463,560</u>					
Grand Total	<u>5,777,466</u>	<u>6,029,060</u>					

* AMLR is the average MLR of 4 large local financial institutions.

In the consolidated and separate financial statements as at July 31, 2016 and October 31, 2015, most of the borrowings are guaranteed by the Company and subsidiaries. The subsidiaries insured certain structure and machine with transferring beneficial right to lenders, the commercial banks. The sixth, seventh and twentieth credit lines are borrowing for purchases of agricultural equipment with secured by the executive directors of the Company and guaranteed cheques of the Company.

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

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

16.1 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	
	"Restated"		Financial Statements	
	2016	2015	2016	2015
<u>Current income tax</u>				
Current income tax expense	97,352	155,375	-	-
<u>Deferred income tax</u>				
Deferred income tax income and temporary differences	(39,292)	(70,234)	(15,641)	(34,533)
Total	<u>58,060</u>	<u>85,141</u>	<u>(15,641)</u>	<u>(34,533)</u>

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

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	2016	2015	2016	2015
Profit (loss) before income tax expense (income)				
- Promoted sector-exempted from income tax	244,954	556,295	-	-
- Non-promoted sector	410,387	592,939	(77,820)	(172,090)
Total profit (loss) before income tax expense (income)	<u>655,341</u>	<u>1,149,234</u>	<u>(77,820)</u>	<u>(172,090)</u>
Statutory tax rates (%)	20	20	20	20
Income tax expense				
- Non-promoted sector	<u>82,077</u>	<u>118,588</u>	<u>-</u>	<u>-</u>
Total income tax	82,077	118,588	-	-
Effect on income tax from non-deductible taxable expense and exempted taxable income	<u>27,883</u>	<u>38,447</u>	<u>-</u>	<u>-</u>
	109,960	157,035	-	-
Prior year income tax expense	(12,608)	(1,660)	-	-
Deferred income tax income	<u>(39,292)</u>	<u>(70,234)</u>	<u>(15,641)</u>	<u>(34,533)</u>
Income tax expense (income)	<u>58,060</u>	<u>85,141</u>	<u>(15,641)</u>	<u>(34,533)</u>

16.2 Deferred tax assets - net are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	"Restated"		Financial Statements	
	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Deferred tax assets - net				
Employee benefit obligations	28,265	8,619	19,097	-
Loss carried forward	168,661	50,160	106,619	-
Depreciation	9,091	4,803	3,749	-
Allowance for diminution in value of inventories	11,351	14,080	1,226	-
Gain on asset revaluation	(194,599)	(65,228)	(129,370)	-
Allowance for doubtful accounts	10,589	3,726	6,544	-
Others	2,737	1,342	1,395	-
Deferred tax assets - net	<u>36,095</u>	<u>17,502</u>	<u>9,260</u>	<u>-</u>

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

2016

	Unit : Thousand Baht				
	Consolidated Financial Statements				
	"Restated"	Items as	Items as	Items as	As at
	As at November 1, 2015	recognized in profit (loss)	recognized in other comprehensive income (expense)	recognized in shareholders' equity directly	July 31, 2016
Deferred tax assets - net					
Employee benefit obligations	8,619	19,646	-	-	28,265
Loss carried forward	50,160	118,501	-	-	168,661
Depreciation	4,803	4,288	-	-	9,091
Allowance for diminution in value of inventories	14,080	(2,729)	-	-	11,351
Gain on asset revaluation	(65,228)	-	(129,371)	-	(194,599)
Allowance for doubtful accounts	3,726	6,863	-	-	10,589
Others	1,342	1,395	-	-	2,737
Deferred tax assets - net	<u>17,502</u>	<u>147,964</u>	<u>(129,371)</u>	<u>-</u>	<u>36,095</u>

2015

	Unit : Thousand Baht				
	Consolidated Financial Statements				
	“Restated” As at November 1, 2014	Items as recognized in profit (loss)	Items as recognized in other comprehensive income (expense)	Items as recognized in shareholders’ equity directly	“Restated” As at July 31, 2015
Deferred tax assets - net					
Employee benefit obligations	1,257	143	-	-	1,400
Loss carried forward	76	538	-	-	614
Depreciation	(228)	11	-	-	(217)
Allowance for diminution in value of inventories	14,915	(2,916)	-	-	11,999
Gain on asset revaluation	(10,707)	-	-	-	(10,707)
Allowance for doubtful accounts	4	-	-	-	4
Others	432	-	-	-	432
Deferred tax assets - net	<u>5,749</u>	<u>(2,224)</u>	<u>-</u>	<u>-</u>	<u>3,525</u>

2016

	Unit : Thousand Baht				
	Separate Financial Statements				
	As at November 1, 2015	Items as recognized in profit (loss)	Items as recognized in other comprehensive income (expense)	Items as recognized in shareholders’ equity directly	As at July 31, 2016
Deferred tax assets - net					
Employee benefit obligations	-	19,097	-	-	19,097
Loss carried forward	-	106,619	-	-	106,619
Depreciation	-	3,749	-	-	3,749
Allowance for diminution in value of inventories	-	1,226	-	-	1,226
Gain on asset revaluation	-	-	(129,370)	-	(129,370)
Allowance for doubtful accounts	-	6,544	-	-	6,544
Others	-	1,395	-	-	1,395
Deferred tax assets - net	<u>-</u>	<u>138,630</u>	<u>(129,370)</u>	<u>-</u>	<u>9,260</u>

Unrecognized deferred tax assets of three foreign subsidiaries as at July 31, are as follows:

	Unit : Thousand Baht	
	Consolidated Financial Statements	
	2016	2015
The following deferred tax assets have not been recognized		
Temporary differences	(145,018)	(20,816)
Loss carried forward	266,638	123,132
	<u>121,620</u>	<u>102,316</u>

As at July 31, 2016 loss carried forward of Baht 266.64 million consisted of taxable loss of Baht 61.09 million expiring in the year 2017 and Baht 205.55 million expiring in the year 2021.

16.3 Deferred tax liabilities - net are as follows:

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	“Restated”		Financial Statements	
	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Deferred tax liabilities - net				
Allowance for doubtful accounts	(2,359)	(7,924)	-	(5,591)
Allowance for diminution in value of inventories	-	(17,961)	-	(4,980)
Allowance for impairment in other long-term investments	-	(1,177)	-	(1,177)
Employee benefit obligations	(17,965)	(35,330)	-	(18,355)
Gain on asset revaluation	133,903	263,381	-	129,370
Loss carried forward	(12,122)	(180,761)	-	(89,775)
Depreciation	26,825	129,764	-	(3,525)
Others	(2,314)	(3,218)	-	414
Deferred tax liabilities - net	<u>125,968</u>	<u>146,774</u>	<u>-</u>	<u>6,381</u>

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

2016

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	“Restated”			
	As at November 1, 2015	Items as recognized in profit (loss)	Items as recognized in other comprehensiv e income (expense)	As at July 31, 2016
Deferred tax liabilities - net				
Allowance for doubtful accounts	(7,924)	5,565	-	(2,359)
Allowance for diminution in value of inventories	(17,961)	17,961	-	-
Allowance for impairment in other long-term investments	(1,177)	1,177	-	-
Employee benefit obligations	(35,330)	17,365	-	(17,965)
Gain on asset revaluation	263,381	-	(129,478)	133,903
Loss carried forward	(180,761)	168,639	-	(12,122)
Depreciation	129,764	(102,939)	-	26,825
Others	(3,218)	904	-	(2,314)
Deferred tax liabilities - net	<u>146,774</u>	<u>108,672</u>	<u>(129,478)</u>	<u>125,968</u>

2015

	Unit : Thousand Baht			
	Consolidated Financial Statements			
	“Restated” As at November 1, 2014	Items as recognized in profit (loss)	Items as recognized in other comprehensive income (expense)	“Restated” As at July 31, 2015
Deferred tax liabilities - net				
Allowance for doubtful accounts	(10,068)	472	-	(9,596)
Allowance for diminution in value of inventories	(20,002)	(14,541)	(1,370)	(35,913)
Allowance for impairment in other long-term investments	(1,180)	3	-	(1,177)
Employee benefit obligations	(41,857)	(2,133)	(2)	(43,992)
Gain on asset revaluation	317,902	-	-	317,902
Loss carried forward	(52,635)	(62,388)	(4,979)	(120,002)
Depreciation	83,508	3,561	7,578	94,647
Others	(5,613)	2,568	-	(3,045)
Deferred tax liabilities - net	<u>270,055</u>	<u>(72,458)</u>	<u>1,227</u>	<u>198,824</u>

2016

	Unit : Thousand Baht			
	Separate Financial Statements			
	As at November 1, 2015	Items as recognized in profit (loss)	Items as recognized in other comprehensive income (expense)	As at July 31, 2016
Deferred tax liabilities - net				
Allowance for doubtful accounts	(5,591)	5,591	-	-
Allowance for diminution in value of inventories	(4,980)	4,980	-	-
Allowance for impairment in other long-term investments	(1,177)	1,177	-	-
Employee benefit obligations	(18,355)	18,355	-	-
Gain on asset revaluation	129,370	-	(129,370)	-
Loss carried forward	(89,775)	89,775	-	-
Depreciation	(3,525)	3,525	-	-
Others	414	(414)	-	-
Deferred tax liabilities - net	<u>6,381</u>	<u>122,989</u>	<u>(129,370)</u>	<u>-</u>

2015

	Unit : Thousand Baht			
	Separate Financial Statements			
	As at November 1, 2014	Items as recognized in profit (loss)	Items as recognized in other comprehensive income (expense)	As at July 31, 2015
Deferred tax liabilities – net				
Allowance for doubtful accounts	(5,180)	321	-	(4,859)
Allowance for diminution in value of inventories	-	(12,777)	-	(12,777)
Allowance for impairment in other long-term investments	(1,177)	-	-	(1,177)
Employee benefit obligations	(18,730)	(1,087)	-	(19,817)
Gain on asset revaluation	129,370	-	-	129,370
Loss carried forward	(19,237)	(16,173)	-	(35,410)
Depreciation	(13,276)	(6,620)	-	(19,896)
Others	(1,593)	1,803	-	210
Deferred tax liabilities - net	<u>70,177</u>	<u>(34,533)</u>	<u>-</u>	<u>35,644</u>

17. SHARE CAPITAL

The meeting of annual general shareholders for 2015 No. 1/2016 of the Company held on February 26, 2016, passed the following resolutions:

- 17.1 The reduction of registered capital from Baht 2,004,656,261 (4,009,312,522 ordinary shares at par value of Baht 0.50 each) to Baht 2,004,656,203.50 (4,009,312,407 ordinary shares at par value of Baht 0.50 each). The Company registered the reduction in capital with the Ministry of Commerce on February 29, 2016.
- 17.2 The appropriation of profit for dividend payment of year 2015 in form of cash at Baht 0.06 per share to 4,009 million shares, at the amount not exceeding Baht 222.74 million, and in form of share at the ratio of 10 existing shares to 1 dividend share at par value of Baht 0.50 each, totaling 400.93 million shares at the value not exceeding Baht 200.47 million, totaling dividend valuing Baht 0.05 per share including the payment of cash dividend and stock dividend of Baht 0.11 per share. The total dividend payment shall be at the value not exceeding Baht 423.21 million, to the shareholders whose names are included in the shareholder register on March 11, 2016. The dividend payment shall be made on March 25, 2016. In addition, the profit in the amount of Baht 20.05 million is appropriated as legal reserve.
- 17.3 The increase of registered capital and allocation such shares to support the stock dividend of 400,931,241 shares at par value of Baht 0.50 each resulting in the change in the share capital of Baht 2,004,656,203.50 (4,009,312,407 ordinary shares at par value of Baht 0.50 each) to Baht 2,205,121,824 (4,410,243,648 ordinary shares at par value of Baht 0.50 each). The Company registered the increase in capital with the Ministry of Commerce on March 1, 2016.

18. DIVIDENDS PAID AND LEGAL RESERVE

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	Ordinary Shares per share	Dividends Paid Million Baht	Dividends Paid Date
- Dividends paid from the Company's result of operations from November 1, 2014 to October 31, 2015	No. 1/2016 held on February 26, 2016 (see Note 17.1)	4.01	0.06	0.05	423.21	March 25, 2016

In accordance with the Public Limited Company Act B.E. 2535, the Company is required to set aside a legal reserve of at least 5 percent of net earnings after deducting accumulated deficit brought forward (if any) until reserve reaches 10 percent of the authorized share capital and this reserve is not available for distribution as dividends. In the second quarter of 2016, the Company appropriated the legal reserve of Baht 20.05 million (see Note 17.2). As at July 31, 2016, the Company's legal reserve reaches 10 percent of the Company's authorized share capital.

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	
	2016	2015 "Restated"	2016	2015
For the three-month periods ended July 31,	1.71	1.70	1.71	1.70
For the nine-month periods ended July 31,	7.28	7.20	7.28	7.20

20. EXPENSES BY NATURE

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

	Consolidated Financial Statements for the three-month periods ended July 31, "Restated"		Unit : Thousand Baht Separate Financial Statements for the three-month periods ended July 31,	
	2016	2015	2016	2015
Salaries, wages and other employee benefits	155,677	111,686	64,604	20,370
Depreciation	160,034	178,447	20,559	25,479
Fee payable to the Office of the Cane and Sugar Fund	289,729	283,531	124,803	86,870
Maintenance expenses	54,157	75,718	22,378	13,217
Transportation expenses	169,416	183,729	84,799	96,841
Raw material and supplies used	181,036	666,195	38,478	15,905
Purchased finished goods	7,560	13,904	395,390	742,703
Changes in finished goods and work in process	3,106,090	2,440,745	1,285,511	878,971
Directors and management benefit expenses	27,728	27,437	9,463	10,038
Interest expenses	184,881	204,522	138,307	140,986
Other operating expenses	148,539	166,228	95,197	149,690
Total	<u>4,484,847</u>	<u>4,352,142</u>	<u>2,279,489</u>	<u>2,181,070</u>

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	for the nine-month		Financial Statements	
	for the nine-month		for the nine-month	
	periods ended July 31,		periods ended July 31,	
	"Restated"			
	2016	2015	2016	2015
Salaries, wages and other employee benefits	1,237,779	1,125,189	499,521	414,679
Depreciation	1,079,665	1,063,528	393,531	363,991
Fee payable to the Office of the Cane and Sugar Fund	910,517	879,650	424,556	298,388
Maintenance expenses	648,928	659,245	248,303	226,136
Transportation expenses	412,655	429,374	210,627	198,480
Raw material and supplies used	8,442,494	9,776,338	4,506,584	5,123,079
Purchased finished goods	18,067	46,245	1,130,708	1,686,609
Changes in finished goods and work in process	(2,235,450)	(4,425,004)	(1,205,671)	(3,246,973)
Directors and management benefit expenses	112,501	105,622	38,611	39,466
Interest expenses	545,625	610,291	420,052	402,227
Other operating expenses	670,802	738,864	302,476	326,954
Total	11,843,583	11,009,342	6,969,298	5,833,036

21. EARNINGS (LOSS) PER SHARE

The calculations of basic earnings per share were based on dividing the profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares held by the outsiders outstanding during the period. Basic earnings per share for three-month and nine-month periods ended July 31, 2016 and 2015 are as follows:

2016

	Consolidated Financial Statements			Separate Financial Statements		
	Net profit for the period	Number of shares	Earnings per share	Net loss for the period	Number of shares	Loss per share
	Thousand Baht	Thousand Shares	Baht	Thousand Baht	Thousand Shares	Baht
<u>Basic and diluted earnings (loss) per share</u>						
For the three-month periods to ordinary equity holders	87,047	4,410,244	0.020	(4,302)	4,410,244	(0.001)
For the nine-month periods to ordinary equity holders	615,269	4,410,244	0.140	(62,179)	4,410,244	(0.014)

2015

	Consolidated Financial Statements			Separate Financial Statements		
	Net profit for the period	Number of shares	Earnings per share	Net loss for the period	Number of shares	Loss per share
	Thousand Baht	Thousand Shares	Baht	Thousand Baht	Thousand Shares	Baht
<u>Basic and diluted earnings (loss) per share</u>						
For the three-month periods to ordinary equity holders	228,022	4,009,313	0.057	(102,216)	4,009,313	(0.025)
For the nine-month periods to ordinary equity holders	1,087,970	4,009,313	0.271	(137,557)	4,009,313	(0.034)

22. DISCLOSURE OF OPERATING SEGMENTS

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

The Group comprises the following main business segments:

Manufacture and Distribution of Sugar and Molasses

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

Manufacture and Distribution of Alcohol

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

Manufacture and Sale of Electricity

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

Real Estate Rental

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

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

Major Customer Information

For the nine-month periods ended July 31, 2016 and 2015, the Group has revenue with a single external customer in Thailand in electricity sector in the amount of Baht 607.49 million and Baht 869.47 million, respectively, of the Group’s total revenue.

Consolidated statements of financial position

As at July 31, 2016 and October 31, 2015

	Unit : Million Baht															
	Manufacture and Distribution of Sugar and Molasses				Manufacture and Distribution of Alcohol		Manufacture and Sale of Electricity		Real Estate Rental		Others Business		Inter-Transaction		Total	
			"Restated"		"Restated"		"Restated"		"Restated"		"Restated"		"Restated"		"Restated"	
	2016		2015		2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
	Thai	Overseas	Thai	Overseas	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	Thai	
Trade and other receivables	1,461	190	3,091	148	260	229	267	100	12	8	106	121	(804)	(1,578)	1,492	2,119
Inventories	4,531	216	2,119	388	317	201	158	43	-	-	585	667	(42)	(24)	5,765	3,394
Property, plant and equipment	13,403	3,278	13,632	3,368	987	1,033	6,825	6,686	-	-	543	529	(493)	(485)	24,543	24,763
Central assets	15,855	501	16,153	621	20	699	145	190	2,304	2,332	1,031	1,241	(13,712)	(14,872)	6,144	6,364
Total Assets	35,250	4,185	34,995	4,525	1,584	2,162	7,395	7,019	2,316	2,340	2,265	2,558	(15,051)	(16,959)	37,944	36,640
Total Liabilities	23,223	3,055	22,788	3,218	1,101	1,821	2,293	2,470	54	1,040	1,262	560	(7,045)	(8,923)	23,943	22,974

23. COMMITMENTS, CONTINGENT LIABILITIES AND SIGNIFICANT AGREEMENTS

As at July 31, 2016 and October 31, 2015, apart from liabilities reflected in the interim financial information, the Company and its subsidiaries have commitments and contingent liabilities as follows:

23.1 The Company and its subsidiaries have commitments relating to the sales agreements but not yet delivered in the consolidated financial statements amounting to Baht 5,179.07 million and Baht 3,316.88 million, respectively, and in the separate financial statements amounting to Baht 3,225.23 million and Baht 2,650.94 million, respectively.

23.2 The Company and three subsidiaries had agreements to purchase cane by issuing post-dated checks to farmers. The Company and such subsidiaries did not record the said liabilities as the checks were not yet due and the cane of the production season has not been received from the farmers as follows:

	Consolidated		Unit : Million Baht Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	July 31, 2016	October 31, 2015	July 31, 2016	October 31, 2015
For the production season 2015/2016	-	1,011.55	-	218.84
For the production season 2016/2017	1,020.96	-	291.91	-

23.3 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, at the mutually-agreed price as stipulated in the agreement 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 from the subsidiary at Bo Ploy District, Kanchanaburi Province, at the mutually-agreed price as stipulated in the agreement for the period of 5 years commencing from April 1, 2011. Prior to the expiration of the contractual term, the subsidiary shall inform EGAT for the extension of the contractual term in writing at not less than 30 days prior to the expiry date of the agreement and the agreement shall be extended for the contractual term of 5 years at a time. The subsidiary has pledged the letter of guarantee at the amount of Baht 4.40 million as collateral for the offer to sell the electricity. Subsequently, on June 2, 2014, EGAT agrees to buy additional electricity at the volume of 8 Megawatt totaling 30 Megawatt at the voltage of 115 Kilovolts, at the mutually-agreed price as stipulated in the agreement, for the period commencing from July 1, 2014 to November 2, 2018.

Unit : Million

	Separate Financial Statements						
	As at July 31, 2016			As at October 31, 2015			
	Currency	Limit	Utilized	Remaining	Limit	Utilized	Remaining
Commitments							
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	THB	-	2,347.70	-	-	2,508.97	-
Contract to guarantee of debt repayment of subsidiaries for all contingent liabilities	SD	-	20.43	-	-	26.51	-
Credit Facilities							
Letters of guarantees (unspecified credit limit)	THB	-	4.13	-	-	4.13	-
Letters of credit and trust receipts	THB	30.00	-	30.00	30.00	-	30.00
Overdraft and short-term borrowings from financial institutions	THB	9,192.20	1,560.00	7,632.20	9,120.20	38.00	9,082.20
Short-term borrowings from financial institutions	USD	10.50	-	10.50	10.50	-	10.50
Joint credit line in short-term borrowings from financial institutions	THB	1,418.00	788.00	630.00	1,490.00	160.00	1,330.00
Joint credit line in short-term borrowings from financial institutions	USD	20.00	-	20.00	20.00	6.00	14.00
Long-term borrowings	THB	3,909.67	3,909.67	-	3,565.50	3,565.50	-

Short-term borrowings from financial institutions as at July 31, 2016 and October 31, 2015, carried interest rates at 1.94% - 4.05% per annum and 2.00% - 2.70% per annum, respectively.

The above credit facilities are partially secured between the Company and its subsidiaries, and transfer of benefits arisen from insurance policy for structure and machineries to the lenders. For certain credit facilities, if the facility is utilized, certain inventories of the Company and its subsidiaries will be used as collateral.

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

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

	Currency	Consolidated Financial Statements			
		As at July 31, 2016		As at October 31, 2015	
		Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments
Construction and subcontract agreements	THB	1,008.00	250.78	889.95	152.10
	USD	-	-	0.05	0.03
Machine and equipment purchase agreements	THB	304.59	40.46	304.59	40.46
	USD	13.60	3.57	19.60	14.33
	EURO	2.88	2.01	-	-
Rental agreements	THB	38.19	19.13	34.66	18.25

	Currency	Separate Financial Statements			
		As at July 31, 2016		As at October 31, 2015	
		Contractual Amount	Outstanding Contractual Commitments	Contractual Amount	Outstanding Contractual Commitments
Construction and subcontract agreements	THB	713.08	154.42	665.24	107.15
Machine and equipment purchase agreements	THB	304.59	40.46	304.59	40.46
	EURO	2.88	2.01	-	-
Rental agreements	THB	38.19	19.13	34.66	18.25

23.7 Other significant agreements

23.7.1 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 40 years which can be extended for another 20 years if approved by the counter party. As at July 31, 2016 and October 31, 2015, the subsidiary has already utilized the area of 5,053.61 hectares at the rental rate.

23.7.2 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, 2016 and October 31, 2015, the subsidiaries have already utilized the area of 9,398.69 hectares and 10,481.76 hectares, respectively. Buildings and structure and building under construction of subsidiaries, are located on the concession land which the ownership will be transferred to the lessor when the agreements are expired (see Note 11).

23.7.3 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 June 1, 2007 and May 21, 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, 2016 and October 31, 2015, the balances of the advance lease fee paid are USD 0.43 million and USD 0.44 million, respectively, which is presented as part of other non-current assets.

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

24. FINANCIAL INSTRUMENTS

Risk management policies

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

Risk on interest rate

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

Unit : Thousand Baht

Consolidated Financial Statements
As at July 31, 2016

	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	-	-	-	91,292	91,292
Fixed account deposits	23	-	-	-	23
Loans for cane plantation development	229,822	371,356	10,845	502	612,525
Short-term loans to related party	7,697	-	-	-	7,697
Short-term loans to farmers	807,477	8,494	-	55,252	871,223
Long-term loans to others	61,334	35,333	-	-	96,667
Other long-term investments	3,600	2,703	-	-	6,303
Total	1,109,953	417,886	10,845	147,046	1,685,730
Financial Liabilities					
Short-term borrowings from financial institutions	5,289,328	-	-	-	5,289,328
Other short-term borrowings	7,000	-	-	-	7,000
Long-term debentures	2,999,016	6,993,305	-	-	9,992,321
Long-term borrowings	1,809,713	3,105,753	-	862,000	5,777,466
Liabilities from long-term lease agreements	1,769	-	-	-	1,769
Total	10,106,826	10,099,058	-	862,000	21,067,884

Unit : Thousand Baht

Consolidated Financial Statements					
“Restated”					
As at October 31, 2015					
	Fixed Interest Rate			Floating	Total
	Within 1 year	More than 1 year to 5 years	More than 5 years	Interest Rate	
Financial Assets					
Saving accounts deposits	-	-	-	134,350	134,350
Fixed account deposits	10,023	-	-	-	10,023
Loans for cane plantation development	227,493	401,276	18,646	829	648,244
Short-term loans to farmers	742,566	13,751	-	52,552	808,869
Long-term loans to others	60,000	60,000	-	-	120,000
Other long-term investments	6,816	2,709	-	-	9,525
Total	<u>1,046,898</u>	<u>477,736</u>	<u>18,646</u>	<u>187,731</u>	<u>1,731,011</u>
Financial Liabilities					
Short-term borrowings from financial institutions	4,143,447	-	-	45,450	4,188,897
Other short-term borrowings	6,100	-	-	-	6,100
Long-term debentures	999,909	9,989,251	-	-	10,989,160
Long-term borrowings	1,111,593	3,665,467	-	1,252,000	6,029,060
Liabilities from long-term lease agreements	1,721	1,323	-	-	3,044
Total	<u>6,262,770</u>	<u>13,656,041</u>	<u>-</u>	<u>1,297,450</u>	<u>21,216,261</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, 2016 and October 31, 2015, 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			
	“Restated”							
	As at		As at		As at		As at	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
USD	20.07	32.65	24.44	60.22	38.33	-	10.31	-
YEN	-	2.50	-	2.50	-	-	-	-
RIEL	819.21	129.03	634.81	137.43	-	-	-	-
LAK	132.12	4.01	131.33	384.19	-	-	-	-

As at July 31, 2016 and October 31, 2015, the Company and its subsidiaries entered into forward contracts and cross currency swap with 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 liabilities in the consolidated and separate financial statements.

The open forward contracts and cross currency swap, which are due between 1 - 3 years, are as follows:

Currency	Amount fixed in contract				Currency	Amount earned in contract			
	Consolidated		Separate			Consolidated		Separate	
	Financial Statements		Financial Statements			Financial Statements		Financial Statements	
	"Restated"					"Restated"			
As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015		
USD	24.24	37.74	27.74	27.74	THB	898.79	1,362.48	1,000.00	1,000.00

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

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	"Restated"			
	As at July 31, 2016	As at October 31, 2015	As at July 31, 2016	As at October 31, 2015
Net fair values of forward contracts (loss)	(36.71)	(12.79)	(37.19)	(16.76)

Risk on the fluctuation of sugar and cane prices

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

For the three-month and nine-month periods ended July 31, 2016 and 2015, the Company has accounted for transactions in the financial statements as follows:

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2016	2015	2016	2015
Profit from commodity swap contracts on agricultural products				
- for three-month periods ended July 31,	3.18	46.77	1.80	36.90
- for nine-month periods ended July 31,	26.49	172.64	14.32	102.24

Net fair values of commodity swap contracts on agricultural products as at July 31, 2016 and October 31, 2015 of the Company and its subsidiaries are as follows:

	Currency	Unit : Million	
		Consolidated/ Separate	
		Financial Statements	Financial Statements
As at July 31, 2016	As at October 31, 2015		
Net fair values for commodity swap contracts on agricultural products	USD	(0.53)	(0.18)
	THB	-	(1.33)

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.

Fair value

Cash and cash equivalents, temporary investments, trade and other receivables, short-term loans, other current assets, short-term borrowings from financial institutions, trade and other payables, short-term borrowings, current income tax payable and other current liabilities, the carrying values approximate their fair values due to the relatively short period to maturity.

The carrying amounts of long-term loans approximate their fair values due to floating interest rates. The long-term loans and others with fixed interest rate, their fair values approximate the carrying amounts because the average interest rate at the financial position date offered to the loans with the similar terms and conditions to the Group's approximate to the fixed rates specified in the contracts.

The transactions disclosed in the following table, are considered that the carrying amounts of financial assets and liabilities recognized in the consolidated and separate financial statements are different from their fair values.

	Consolidated / Separate Financial Statement		Fair value Hierarchy	Valuation technique of fair value
	Carrying amount Million Baht	Fair value Million Baht		
As At July 31, 2016				
Financial liabilities				
Long-term debentures	9,992	10,286	Level 2	Calculated from the closing price of the last Bond Market Association Thailand at the last day.
As At October 31, 2015				
Financial liabilities				
Long-term debentures	10,989	11,247	Level 2	Calculated from the closing price of the last Bond Market Association Thailand at the last day.

The fair values of derivative financial instruments, which are forward contracts and cross currency swap contracts are assessment determined by discounted cash flows method. Future cash flows are estimated based on relevant market price discounting the weighted average cost (interest rate swap contracts at the end of the reporting period), are the market prices adjusted by credit risk of the counter parties which are hierarchy level 3 and the commodity swap contracts are calculated by using the raw sugar and white sugar prices from The Exchange and Bloomberg at the end of the reporting period as though the Company and its subsidiaries have settled those contracts at the end of the reporting period are hierarchy level 2.

25. COMPARATIVE INFORMATION OF FINANCIAL STATEMENTS FOR THE YEARS ENDED JULY 31, 2016 AND 2015

The nature of the operations of the Company and its subsidiaries with the main business activities in manufacturing and distributing sugar depending on seasons, which can be classified as production season, from November to April of each year, and outside production season, from May to October. To facilitate the users of these interim financial information in comparing the information for the business with definite seasonal fluctuation, the Company presents the comparative financial information for the years ended July 31, 2016 and 2015 as follows:

	Consolidated Financial Statements As at July 31,		Unit : Thousand Baht Separate Financial Statements As at July 31,	
	2016	"Restated" 2015	2016	"Restated" 2015
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	125,031	208,968	27,894	36,521
Trade and other receivables	1,492,261	2,429,154	801,704	1,236,550
Short-term loans	1,170,328	1,395,487	1,747,570	1,845,133
Inventories	5,765,473	8,005,168	3,310,815	4,521,361
Other current assets	93,735	131,132	44,410	45,355
Total Current Assets	<u>8,646,828</u>	<u>12,169,909</u>	<u>5,932,393</u>	<u>7,684,920</u>
NON-CURRENT ASSETS				
Total investments	702,549	685,091	6,559,153	6,588,536
Long-term loans	417,784	399,762	4,390,390	3,359,891
Deferred cane plantation costs	399,108	485,242	18,985	18,969
Investment property	2,602,265	2,476,382	502,264	406,591
Property, plant and equipment	24,542,900	24,828,531	7,360,791	7,424,347
Other non-current assets	632,529	577,321	45,660	78,787
Total Non-Current Assets	<u>29,297,135</u>	<u>29,452,329</u>	<u>18,877,243</u>	<u>17,877,121</u>
TOTAL ASSETS	<u><u>37,943,963</u></u>	<u><u>41,622,238</u></u>	<u><u>24,809,636</u></u>	<u><u>25,562,041</u></u>
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Short-term borrowings from financial institutions	5,289,328	8,068,504	1,560,000	2,746,425
Trade and other payables	1,331,788	1,305,980	688,499	778,390
Current portion of long-term debentures	2,999,016	999,778	2,999,016	999,778
Current portion of long-term borrowings	2,121,593	1,598,168	1,405,833	705,833
Short-term borrowings	7,000	6,100	508,000	550,100
Current income tax payable	35,091	82,232	-	-
Provision for production costs	1,006,299	800,350	379,973	425,772
Other current liabilities	72,369	146,400	13,837	24,049
Total Current Liabilities	<u>12,862,484</u>	<u>13,007,512</u>	<u>7,555,158</u>	<u>6,230,347</u>
Total Non-Current Liabilities	<u>11,080,676</u>	<u>14,658,495</u>	<u>9,619,602</u>	<u>12,362,733</u>
TOTAL LIABILITIES	<u><u>23,943,160</u></u>	<u><u>27,666,007</u></u>	<u><u>17,174,760</u></u>	<u><u>18,593,080</u></u>
TOTAL SHAREHOLDERS' EQUITY	<u><u>14,000,803</u></u>	<u><u>13,956,231</u></u>	<u><u>7,634,876</u></u>	<u><u>6,968,961</u></u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u><u>37,943,963</u></u>	<u><u>41,622,238</u></u>	<u><u>24,809,636</u></u>	<u><u>25,562,041</u></u>

	Consolidated		Unit : Thousand Baht	
	Financial Statements		Separate	
	For the years ended		Financial Statements	
	July 31,		For the years ended	
	“Restated”		July 31,	
	2016	2015	2016	2015
Revenue from sales	17,810,278	18,207,044	9,518,831	8,831,673
Revenues from services	162,786	155,836	150,831	160,193
Total revenues	<u>17,973,064</u>	<u>18,362,880</u>	<u>9,669,662</u>	<u>8,991,866</u>
Costs of the sales of goods	(14,511,767)	(13,983,194)	(8,421,798)	(7,799,204)
Cost of the rendering of services	(115,132)	(137,613)	(74,693)	(76,486)
Total costs	<u>(14,626,899)</u>	<u>(14,120,807)</u>	<u>(8,496,491)</u>	<u>(7,875,690)</u>
Gross profit	3,346,165	4,242,073	1,173,171	1,116,176
Other incomes	514,162	597,922	1,512,022	1,703,184
Profit before expenses	3,860,327	4,839,995	2,685,193	2,819,360
Selling expenses	(1,792,062)	(1,811,616)	(826,999)	(710,153)
Administrative expenses	(860,929)	(766,526)	(377,208)	(259,026)
Management benefit expenses	(147,106)	(137,752)	(51,651)	(51,682)
Finance costs	(752,388)	(820,947)	(576,931)	(532,109)
Share of gain of an associate	25,481	57,692	-	-
Profit before income tax (expense) income	333,323	1,360,846	852,404	1,266,390
Income tax (expenses) income	(7,956)	(95,728)	43,172	(1,891)
Net profit for the year	<u>325,367</u>	<u>1,265,118</u>	<u>895,576</u>	<u>1,264,499</u>

26. EVENT AFTER THE REPORTING DATE OF THE FINANCIAL STATEMENT

On August 23, 2016, there was registered the established a new subsidiary under the Ministry of Commerce to operate the transportation in accordance with the resolution of the Board of Directors Meeting No. 5/2016 on June 24, 2016.

27. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements have been approved for issuance by the Company's audit committee on September 7, 2016.