

REVIEW REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT

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

I have reviewed the accompanying consolidated and the separate balance sheets as at April 30, 2009, the related consolidated and the separate income statements for the three-month and the six-month periods ended on April 30, 2009 and 2008 and the related consolidated and the separate statements of changes in shareholders' equity and cash flows for the six-month periods ended on April 30, 2009 and 2008 of KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED and its subsidiary companies and also of KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED only. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to report on these financial statements based on my review. As at April 30, 2009 I have not reviewed the financial statements of the six local subsidiary companies and three foreign subsidiary companies (as at October 31, 2008, only three foreign subsidiary companies) which are consolidated in the said consolidated financial statements. As at April 30, 2009 and October 31, 2008, the financial statements of these subsidiary companies disclosed the total assets of Baht 6,350.04 million and Baht 3,403.62 million respectively and for the three-month and six-month periods ended on April 30, 2009 showed the total incomes of Baht 357.43 million and Baht 845.41 million and total net loss of Baht 149.45 million and Baht 91.10 million respectively (for the three-month and six-month periods ended on April 30, 2008 : the total incomes of Baht 1.49 million and Baht 2.72 million and total net loss of Baht 6.35 million and Baht 6.83 million were disclosed respectively). The financial statements of these subsidiary companies have been reviewed by other independent certified public accountant whose reports have been received by me and my report presentation in part relating to amounts of various items of these subsidiary companies which are consolidated is based on the reports of that independent certified public accountant.

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

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

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

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

(Miss Praphasri Leelasupha)

Certified Public Accountant (Thailand), Registration No. 4664

Bangkok,

June 10, 2009.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS

As at April 30, 2009 and October 31, 2008

(Unit : Thousand Baht)

		Consolidated Financial Statements		Separate Financial Statements	
	Notes	2009	2008	2009	2008
		Unaudited	Audited	Unaudited	Audited
		Limited Review Only		Limited Review Only	
<u>ASSETS</u>					
CURRENT ASSETS					
Cash and Cash Equivalent Items		347,810	507,380	58,632	18,062
Short-Term Investments-Net	5	753	1,333	-	-
Trade Accounts and Notes Receivable-Net	6	1,004,041	699,190	263,878	270,643
Trade Accounts Receivable-Subsidiary and Related Companies	4.1 and 7	3,853	2,846	12,222	12,053
Farmer Accounts Receivable-Net	8	19,539	29,542	-	-
Current Portion of Cane Growing Promotion Loans	16	16,314	28,600	3,960	-
Current Portion of Loans due from Related Individual	4.1	33,904	-	-	-
Short-Term Loans due from Related Companies	4.1	356,491	78,602	-	-
Short-Term Loans due from Farmers	9	175,835	318,828	62,160	85,834
Inventories-Net	10	5,321,082	1,888,932	2,144,985	803,371
Real Estate Development Cost	11	38,624	42,056	-	-
Machine Maintenance Supplies		232,916	234,448	102,650	104,305
Other Accounts Receivable-Cane Value-Net	12	3,347	394,701	1,436	227,783
Share Subscriptions Receivable-Subsidiary Company's Shareholders		-	151,787	-	-
Accrued Dividend Receivable from Subsidiary Companies	4.1	-	-	-	108,257
Other Current Assets		155,855	95,285	44,528	54,787
TOTAL CURRENT ASSETS		7,710,364	4,473,530	2,694,451	1,685,095
NON-CURRENT ASSETS					
Investment in Subsidiary and Associated Companies-Net	13	43,993	47,434	3,828,117	3,926,234
Other Long-Term Investments-Net	14	23,364	94,101	10,454	57,456
Deferred Cane Plantation Cost-Net	15	486,306	402,248	22,867	23,343
Cane Growing Promotion Loans-Net	16	65,244	80,002	7,922	-
Long-Term Loans due from Related Individual	4.1	135,618	-	-	-
Other Accounts Receivable Compensation for Sugar Production and Distribution	17	244,953	244,953	132,770	132,770
Property, Plant and Equipment-Net	18	12,537,743	11,311,276	2,956,748	2,979,900
Land not used in Operation-Net	19	323,028	292,618	98,282	98,282
Obligated Fixed Deposits		5,577	5,777	5,577	5,577
Other Non-Current Assets		42,550	32,883	148	148
TOTAL NON-CURRENT ASSETS		13,908,376	12,511,292	7,062,885	7,223,710
TOTAL ASSETS		21,618,740	16,984,822	9,757,336	8,908,805

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS

As at April 30, 2009 and October 31, 2008

(Unit : Thousand Baht)

		Consolidated Financial Statements		Separate Financial Statements	
	Notes	2009	2008	2009	2008
		Unaudited	Audited	Unaudited	Audited
		Limited Review Only		Limited Review Only	
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>					
CURRENT LIABILITIES					
Bank Overdrafts and Short-Term Loans due to					
Financial Institutions	20	2,564,619	891,346	595,000	70,360
Other Short-Term Loans-Net	21	844,960	1,596,339	844,960	1,596,339
Trade Accounts and Notes Payable-Cane Purchase	22	322,117	290,747	116,212	115,531
Trade Accounts and Notes Payable		201,035	82,152	66,873	24,814
Trade Accounts and Notes Payable-Subsidiary and Related Companies	4.1	363	-	45,604	26,776
Current Portion of Long-Term Loans	27	102,000	102,250	-	-
Short-Term Loans due to Subsidiary Companies	4.1	-	-	56,000	279,000
Short-Term Loans due to Outside Person	23	38,000	-	-	-
Accrued Corporate Income Tax		285,396	142,678	95,744	37,708
Advance Received from Customers for Goods		91,422	101,917	70,152	8,983
Estimate of Accrued Manufacturing Expenses	24	962,263	-	475,961	-
Accrued Fee Payable to Cane and Sugar Fund	25	58,757	53,729	32,548	25,351
Accrued Stabilization Function Payment		69,536	30,833	28,419	15,186
Other Accrued Expenses		166,598	110,817	101,920	76,254
Accounts Payable-Assets		281,963	302,310	5,693	84,072
Other Accounts Payable		165,486	195,822	48,369	61,951
Other Current Liabilities		112,681	75,974	17,323	10,071
TOTAL CURRENT LIABILITIES		6,267,196	3,976,914	2,600,778	2,432,396
NON-CURRENT LIABILITIES					
Debentures-Net	26	2,275,236	1,496,342	2,275,236	1,496,342
Long-Term Loans-Net from Current Portion	27	2,179,602	1,029,497	-	-
Other Non-Current Liabilities		16,769	24,947	9,574	10,752
TOTAL NON-CURRENT LIABILITIES		4,471,607	2,550,786	2,284,810	1,507,094
TOTAL LIABILITIES		10,738,803	6,527,700	4,885,588	3,939,490

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS

As at April 30, 2009 and October 31, 2008

(Unit : Thousand Baht)

		Consolidated Financial Statements		Separate Financial Statements	
	Notes	2009	2008	2009	2008
		Unaudited	Audited	Unaudited	Audited
		Limited Review Only		Limited Review Only	
SHAREHOLDERS' EQUITY					
Share Capital	28				
Authorized Share Capital :					
1,705,000,000 Ordinary Shares @ Baht 1.00 Par Value Each		-	1,705,000	-	1,705,000
1,550,000,000 Ordinary Shares @ Baht 1.00 Par Value Each		1,550,000	-	1,550,000	-

Issued and Paid-Up Share Capital					
1,550,000,000 Ordinary Shares @ Baht 1.00 Par Value Each		1,550,000	1,550,000	1,550,000	1,550,000
Premium on Share Capital		1,554,617	1,554,617	1,554,617	1,554,617
Revaluation Surplus on Assets-Parent Company		1,242,403	1,296,881	1,242,403	1,296,881
Revaluation Surplus on Assets-Subsidiary Companies		170,730	135,063	-	-
Surplus from Internal Restructure of Entities under Common Control	30	1,740,571	1,842,877	-	-
Surplus from Changes in Shareholding Ratio in Subsidiary Companies		39,838	37,995	-	-
Unrealized Gain on Available-for-Sale Securities		1,556	978	2,387	1,725
Accumulated Result of Foreign Currency Translation Adjustment		(717)	(1,673)	-	-
Retained Earnings	31				
Appropriated					
Legal Reserve		162,620	162,620	162,620	162,620
Unappropriated		2,250,007	1,894,158	359,721	403,472
TOTAL SHAREHOLDERS' EQUITY OF PARENT COMPANY		8,711,625	8,473,516	4,871,748	4,969,315
Minority Shareholders' Equity		2,168,312	1,983,606	-	-
TOTAL SHAREHOLDERS' EQUITY		10,879,937	10,457,122	4,871,748	4,969,315
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		21,618,740	16,984,822	9,757,336	8,908,805

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

INCOME STATEMENTS

For the three-month periods ended on April 30, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
		(Restated)		(Restated)
OPERATING REVENUES				
Sales and Services	3,056,408	2,776,120	1,423,253	1,214,449
Revenue from Sale of Fuel Oil, Fertiliser and other Supplies	64,542	151,677	27,128	58,069
TOTAL OPERATING REVENUES	3,120,950	2,927,797	1,450,381	1,272,518
COST OPERATING				
Cost of Sales and Services	2,149,451	2,078,644	1,101,708	987,595
Cost of Sales of Other Goods	58,538	150,347	27,459	56,259
TOTAL OPERATING COST	2,207,989	2,228,991	1,129,167	1,043,854
Gross Profit	912,961	698,806	321,214	228,664
Other Income	91,074	118,607	49,038	90,506
Profit (Loss) Sharing from Investment with Record by Equity Method	(4,564)	5,602	-	-
Selling Expenses	(79,600)	(107,981)	(48,501)	(54,587)
Administrative Expenses	(251,990)	(100,658)	(36,078)	(31,238)
Fee Payable to Cane and Sugar Fund	(197,044)	(30,033)	(110,379)	(13,822)
Directors' Remuneration	(2,835)	(2,595)	(1,411)	(1,410)
Financial Cost	(66,334)	(58,546)	(39,503)	(37,239)
NET PROFIT BEFORE CORPORATE INCOME TAX	401,668	523,202	134,380	180,874
CORPORATE INCOME TAX	(141,808)	(127,642)	(34,887)	(29,759)
NET PROFIT	259,860	395,560	99,493	151,115
PROFIT APPROPRIATION				
PROFIT OF SHAREHOLDERS OF THE COMPANY	283,283	347,008	99,493	151,115
NET PROFIT OF SUBSIDIARY COMPANY BELONGING TO				
THE COMPANY BEFORE SHARE ACQUISITION	216	-	-	-
PROFIT OF MINORITY SHAREHOLDERS	(23,639)	48,552	-	-
	259,860	395,560	99,493	151,115
EARNINGS PER SHARE OF KHON KAEN SUGAR INDUSTRY				
PUBLIC COMPANY LIMITED (UNIT : BAHT)	0.18	0.22	0.06	0.10
WEIGHTED AVERAGE NUMBER OF				
ORDINARY SHARES (UNIT : THOUSAND SHARES)	1,550,000	1,550,000	1,550,000	1,550,000

Unaudited

Limited Review Only

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

INCOME STATEMENTS

For the six-month periods ended on April 30, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
		(Restated)		(Restated)
OPERATING REVENUES				
Sales and Services	5,557,608	4,942,075	2,688,969	2,374,236
Revenue from Sale of Fuel Oil, Fertiliser and other Supplies	124,708	263,961	60,880	107,379
TOTAL OPERATING REVENUES	5,682,316	5,206,036	2,749,849	2,481,615
COST OPERATING				
Cost of Sales and Services	3,752,364	3,773,948	1,954,454	2,015,983
Cost of Sales of Other Goods	111,797	257,478	55,924	104,358
TOTAL OPERATING COST	3,864,161	4,031,426	2,010,378	2,120,341
Gross Profit	1,818,155	1,174,610	739,471	361,274
Other Income	320,578	211,900	147,090	128,676
Profit (Loss) Sharing from Investment with Record by Equity Method	(3,441)	6,824	-	-
Selling Expenses	(167,308)	(199,486)	(93,170)	(98,889)
Administrative Expenses	(431,330)	(251,569)	(95,883)	(84,670)
Fee Payable to Cane and Sugar Fund	(382,301)	(56,598)	(213,853)	(23,630)
Directors' Remuneration	(7,493)	(6,937)	(4,662)	(4,662)
Financial Cost	(132,134)	(99,903)	(84,697)	(62,479)
NET PROFIT BEFORE CORPORATE INCOME TAX	1,014,726	778,841	394,296	215,620
CORPORATE INCOME TAX	(275,231)	(204,501)	(97,047)	(39,682)
NET PROFIT	739,495	574,340	297,249	175,938
PROFIT APPROPRIATION				
PROFIT OF SHAREHOLDERS OF THE COMPANY	696,849	520,576	297,249	175,938
NET PROFIT OF SUBSIDIARY COMPANY BELONGING TO				
THE COMPANY BEFORE SHARE ACQUISITION	216	251	-	-
PROFIT OF MINORITY SHAREHOLDERS	42,430	53,513	-	-
	739,495	574,340	297,249	175,938
EARNINGS PER SHARE OF KHON KAEN SUGAR INDUSTRY				
PUBLIC COMPANY LIMITED (UNIT : BAHT)	0.45	0.34	0.19	0.11
WEIGHTED AVERAGE NUMBER OF				
ORDINARY SHARES (UNIT : THOUSAND SHARES)	1,550,000	1,550,000	1,550,000	1,550,000

Unaudited

Limited Review Only

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the six-month periods ended on April 30, 2009 and 2008

Consolidated Financial Statements

	(Unit : Thousand Baht)												
	Issued and Paid-up	Premium on	Revaluation	Revaluation	Surplus from Internal	Surplus from Changes	Unrealized Gain	Accumulated Result	Retained Earnings		Total	Minority	TOTAL
	Share Capital	Share Capital	Surplus on Assets- Parent Company	Surplus on Assets- Subsidiary Companies	Restructure of Entities under Common Control	in Shareholding Ratio in Subsidiary Companies	(Loss) on Available- for-Sale Securities	of Foreign Currency Translation Adjustment	Appropriated	Unappropriated	Shareholders of the Parent Company's Equity	Shareholders' Equity	
Balance as at October 31, 2008	1,550,000	1,554,617	1,296,881	135,063	1,842,877	37,995	978	(1,673)	162,620	1,894,158	8,473,516	1,983,606	10,457,122
Revaluation Surplus on Assets Increase during the Period (Net)	-	-	(11,266)	40,864	(16,097)	(9,574)	-	-	-	-	3,927	159,983	163,910
Depreciation Revaluation Surplus on Assets	-	-	(43,212)	(5,197)	(86,209)	(783)	-	-	-	-	(135,401)	(20,700)	(156,101)
Unrealized Gain (Loss) on Available-for-Sale Securities	-	-	-	-	-	-	578	-	-	-	578	(267)	311
Accumulated Result of Translation Adjustment	-	-	-	-	-	-	-	956	-	-	956	15,244	16,200
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	-	-	-	-	-	12,200	-	-	-	-	12,200	(12,200)	-
Total Unrealized Transactions in Income Statements	1,550,000	1,554,617	1,242,403	170,730	1,740,571	39,838	1,556	(717)	162,620	1,894,158	8,355,776	2,125,666	10,481,442
Net Profit for the Period	-	-	-	-	-	-	-	-	-	696,849	696,849	42,646	739,495
Dividends Paid	-	-	-	-	-	-	-	-	-	(341,000)	(341,000)	-	(341,000)
Balance as at April 30, 2009	1,550,000	1,554,617	1,242,403	170,730	1,740,571	39,838	1,556	(717)	162,620	2,250,007	8,711,625	2,168,312	10,879,937
Balance as at October 31, 2007	1,550,000	1,554,617	1,403,785	140,273	2,049,172	12,277	3,253	(5,084)	144,120	1,394,132	8,246,545	1,417,448	9,663,993
Revaluation Surplus on Assets Increase during the Period (Net)	-	-	(2,956)	120	(2,199)	-	-	-	-	-	(5,035)	(360)	(5,395)
Depreciation Revaluation Surplus on Assets	-	-	(43,852)	(2,242)	(91,606)	-	-	-	-	-	(137,700)	(14,535)	(152,235)
Unrealized Loss on Available-for-Sale Securities	-	-	-	-	-	-	(262)	-	-	-	(262)	(421)	(683)
Accumulated Result of Translation Adjustment	-	-	-	-	-	-	-	(2,880)	-	-	(2,880)	(14,540)	(17,420)
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	-	-	-	-	-	7,618	-	-	-	-	7,618	(7,618)	-
Total Unrealized Transactions in Income Statements	1,550,000	1,554,617	1,356,977	138,151	1,955,367	19,895	2,991	(7,964)	144,120	1,394,132	8,108,286	1,379,974	9,488,260
Net Profit for the Period	-	-	-	-	-	-	-	-	-	520,576	520,576	53,764	574,340
Dividends Paid	-	-	-	-	-	-	-	-	-	(341,000)	(341,000)	(4,697)	(345,697)
Increase in Minority Shareholders' Equity	-	-	-	-	-	-	-	-	-	-	-	280,767	280,767
Balance as at April 30, 2008	1,550,000	1,554,617	1,356,977	138,151	1,955,367	19,895	2,991	(7,964)	144,120	1,573,708	8,287,862	1,709,808	9,997,670

Unaudited

Limited Review Only

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the six-month periods ended on April 30, 2009 and 2008

Separate Financial Statements

(Unit : Thousand Baht)

	Issued and Paid-up Share Capital	Premium on Share Capital	Revaluation Surplus on Assets- Parent Company	Unrealized Gain (Loss) on Available- for-Sale Securities	Retained Earnings		Total
					Appropriated Legal Reserve	Unappropriated	
Balance as at October 31, 2008	1,550,000	1,554,617	1,296,881	1,725	162,620	403,472	4,969,315
Revaluation Surplus on Assets Decrease during the Period (Net)	-	-	(11,266)	-	-	-	(11,266)
Depreciation-Revaluation Surplus on Assets	-	-	(43,212)	-	-	-	(43,212)
Unrealized Gain on Available-for-Sale Securities	-	-	-	662	-	-	662
Total Unrealized Transactions in Income Statements	1,550,000	1,554,617	1,242,403	2,387	162,620	403,472	4,915,499
Net Profit for the Period	-	-	-	-	-	297,249	297,249
Dividends Paid	-	-	-	-	-	(341,000)	(341,000)
Balance as at April 30, 2009	1,550,000	1,554,617	1,242,403	2,387	162,620	359,721	4,871,748
Balance as at October 31, 2007	1,550,000	1,554,617	1,403,785	3,750	144,120	394,905	5,051,177
Revaluation Surplus on Assets Decrease during the Period (Net)	-	-	(2,958)	-	-	-	(2,958)
Depreciation Revaluation Surplus on Assets	-	-	(43,850)	-	-	-	(43,850)
Unrealized Loss on Available-for-Sale Securities	-	-	-	(130)	-	-	(130)
Total Unrealized Transactions in Income Statements	1,550,000	1,554,617	1,356,977	3,620	144,120	394,905	5,004,239
Net Profit for the Period	-	-	-	-	-	175,938	175,938
Dividends Paid	-	-	-	-	-	(341,000)	(341,000)
Balance as at April 30, 2008	1,550,000	1,554,617	1,356,977	3,620	144,120	229,843	4,839,177

Unaudited

Limited Review Only

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

CASH FLOW STATEMENTS

For the six-month periods ended on April 30, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit Before Corporate Income Tax	1,014,726	778,841	394,296	215,620
Reconciliation of Net Profit with Cash Received (Payment) from Operation :-				
Dividends Income	(67)	(67)	(67)	(43,370)
Doubtful Accounts-Trade Accounts Receivable and Farmer Accounts Receivable (Reversal)	(6,454)	(2,572)	-	-
Loss from Dilapidated Inventories and Written Down the Value of Inventories (Reversal)	-	(7,794)	-	-
Participating (Profit) Loss from Investments under Equity Method	3,441	(6,824)	-	-
Amortization of Premium on Bond	44	40	34	33
Loss from damaged cane	20,562	15,555	-	127
(Gain) Loss from Adjustment Written Down in Cane Plantation Cost	112,396	9,048	(19,124)	(348)
Depreciation	180,232	166,483	71,508	62,538
Gain from Written-off and Disposal of Fixed Assets	(12,647)	(10,028)	(7,188)	(8,098)
Loss from Impairment of Fixed Assets (Reversal)	3,112	(203)	-	-
Loss from Impairment Investments in Subsidiary and Associated Companies	-	-	18,665	2,711
Gain from Sale of Investments	(135,258)	-	(58,144)	-
Unrealized (Gain) Loss on Exchange Rate	1,441	(1,046)	265	(266)
Financial Cost	132,134	99,903	84,697	62,479
Profit from Operation before Changes in Operating Assets and Liabilities	1,313,662	1,041,336	484,942	291,426
Operating Assets (Increase) Decrease				
Trade Accounts and Notes Receivable	(307,082)	(103,486)	6,332	11,660
Trade Accounts and Notes Receivable-Subsidiary and Related Companies	(869)	(1,237)	(169)	(38,387)
Farmer Accounts Receivable	16,621	(17,476)	-	-
Inventories	(3,432,150)	(2,861,371)	(1,341,614)	(1,498,044)
Real Estate Development Cost	3,432	(3,355)	-	-
Machine Maintenance Supplies	1,532	18,371	1,655	3,575
Other Accounts Receivable-Cane Value	391,354	-	226,347	-
Other Current Assets	(61,080)	1,137	10,266	3,391
Deferred Cane Plantation Cost	(164,891)	(78,383)	20,898	12,159
Other Non-Current Assets	(9,667)	(900)	-	-
Operating Liabilities Increase (Decrease)				
Trade Accounts and Notes Payable-Cane Purchase	31,370	250,169	681	169,819
Trade Accounts and Notes Payable	118,885	(93,547)	42,059	(85,943)
Trade Accounts and Notes Payable-Subsidiary and Related Companies	363	2,019	18,828	75,932
Advance Received from Customers for Goods	(10,352)	36,973	61,337	12,020
Accrued Fee Payable to Cane and Sugar Fund	5,028	(647)	7,197	647
Accrued Stabilization Function Payment	38,703	15,082	13,233	7,480
Accrued Manufacturing Expenses	962,263	750,593	475,961	460,007
Other Accrued Expenses	32,533	58,120	7,260	(1,559)
Other Accounts Payable	(30,148)	209,495	(13,582)	120,781

Unaudited

Limited Review Only

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

CASH FLOW STATEMENTS

For the six-month periods ended on April 30, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
Operating Liabilities Increase (Decrease) (Continued)				
Other Current Liabilities	37,462	(2,341)	7,252	1,648
Other Non-Current Liabilities	(8,178)	(2,613)	(1,178)	1,333
Cash Received (Used) from Operating Activities	(1,071,209)	(782,061)	27,705	(452,055)
Financial Cost Paid	(127,427)	(71,243)	(65,253)	(18,452)
Corporate Income Tax Paid	(132,694)	(156,044)	(39,018)	(3,173)
Net Cash Used in Operating Activities	(1,331,330)	(1,009,348)	(76,566)	(473,680)
CASH FLOW FROM INVESTING ACTIVITIES				
(Increase)Decrease in Short-Term Investments	-	(326)	-	-
(Increase)Decrease in Short-Term Loans due from Subsidiary and Related Companies	(277,889)	(471,950)	-	(407,000)
(Increase)Decrease in Short-Term Loans due from Farmers	142,993	159,730	23,674	(54,911)
(Increase)Decrease in Loans for Cane Growing Promotion	27,044	9,222	(11,882)	-
Cash Payment for Long-Term Loans to Related Individual	(169,522)	-	-	-
Cash Purchase of Investments in Subsidiary and Associated Companies	-	-	(197,500)	(654,770)
Cash Received for Sale of Investments in Subsidiary Companies	-	-	272,553	-
Cash Purchase of Other Long-Term Investments	(1,384)	(18,368)	-	(9,633)
Cash Received for Sale of Other Long-Term Investments	208,226	-	110,173	-
Cash Received from Dividend from Subsidiary Companies	-	-	108,257	187,203
Cash Received from Dividend from Other Companies	67	67	67	67
Purchases of Property, Plant and Equipment	(1,195,367)	(982,608)	(102,092)	(97,804)
Purchase of Land not used in Operation	(30,410)	-	-	-
Cash Received from Sales of Property, Plant and Equipment	23,536	10,276	10,469	8,205
(Increase)Decrease in Obligated Fixed Deposits	200	(238)	-	(238)
Net Cash Received (Used) from Investing Activities	(1,272,506)	(1,294,195)	213,719	(1,028,881)
CASH FLOW FROM FINANCING ACTIVITIES				
Increase(Decrease) in Bank Overdrafts and Short-Term Loans due to				
Financial Institutions	1,673,273	979,224	524,640	(135,000)
Increase(Decrease) in Other Short-Term Loans	(751,379)	715,111	(751,379)	715,111
Cash Received from Short-Term Loan due to Outside Person	38,000	-	-	-
Increase(Decrease) in Short-Term Loans due to Subsidiary Companies	-	-	(223,000)	(91,500)
Cash Payment for Payable for Assets Purchased	(270,326)	(14,465)	(83,700)	(63,792)
Cash Received from Debentures	777,856	1,494,980	777,856	1,494,980
Cash Received from Long-Term Loans	1,364,855	15,000	-	-
Repayment of Long-Term Loans	(215,000)	(426,000)	-	(56,000)
Cash Payment Dividends for Parent Company's Shareholders	(341,000)	(341,000)	(341,000)	(341,000)
Cash Payment Dividends for Minority Shareholders	-	(4,697)	-	-
Cash Received from Minority Shareholders	151,787	174,276	-	-
Net Cash Received(Used) from Financing Activities	2,428,066	2,592,429	(96,583)	1,522,799
Increase(Decrease) in Accumulated Result of Foreign Currency Translation Adjustment	16,200	(17,420)	-	-
Cash and Cash Equivalents Increase(Decrease)-Net	(159,570)	271,466	40,570	20,238
Cash and Cash Equivalents at the Beginning of the Period	507,380	290,296	18,062	32,268
Cash and Cash Equivalents at the End of the Period	347,810	561,762	58,632	52,506

Unaudited

Limited Review Only

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

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

CASH FLOW STATEMENTS

For the six-month periods ended on April 30, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
1. Additional Disclosure :				
Significant non-cash items in the consolidated and the separate financial statements are as follows :-				
- Unrealized gain(loss) on available for sale securities	311	(683)	662	(130)
- Depreciation in capital surplus from assets revaluation	156,101	152,235	43,212	43,850
- Increase revaluation surplus on assets	196,695	286	-	-
- Capital surplus from assets revaluation written-off and net from accumulated depreciation	(32,785)	(5,681)	(11,266)	(2,958)
- Transfer of land development cost and depreciation to deferred cane plantation cost	52,125	23,284	1,298	1,328
- Purchases of fixed assets but not yet paid for	250,070	87,700	5,321	17,005
- Receipt of debt repayment in assets	-	28,221	-	-
- Minority shareholder's increase investment in a subsidiary company but no payment yet for share subscription	-	109,497	-	-
- Transfer of property, plant and equipment to machine maintenance supplies	-	55,931	-	-
- Subsidiary companies recorded interest expense as cost of assets	19,579	-	-	-
- Transferred a part of Minority Shareholders' Equity to Surplus from Changes in Shareholding ratio in Subsidiary Companies.	12,200	7,618	-	-
2. Cash and Cash Equivalent Items as follows :-				
- Cash	7,591	12,523	1,548	2,169
- Saving account	267,250	429,751	36,821	11,982
- Current deposit	72,949	119,468	20,263	38,355
- Fixed deposit with the maturity not exceeding 3 months	20	20	-	-
Total	347,810	561,762	58,632	52,506

Unaudited

Limited Review Only

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

NOTES TO FINANCIAL STATEMENTS

April 30, 2009 and 2008 (Unaudited/Limited Review Only)

and October 31, 2008 (Audited)

1. General Information

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

2. Basis of Financial Statement Preparation and Accounting Policies

2.1 These interim financial statements are prepared in accordance with generally accepted accounting principles used in Thailand presented in condensed form as specified by Thai Accounting Standard No. 41 (Revised 2007) on "Interim Financial Reporting". However, the Company has presented items in the balance sheet, the statements of income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements in accordance to Thai Accounting Standard No. 35 (Revised 2007) on "Presentation of Financial Statements" and disclose information in accordance with the pronouncement of Securities and Exchange Commission and also regulation of the Stock Exchange of Thailand.

These financial statements have been prepared under the existing cost basis except disclosed otherwise under the accounting policy.

2.2 These interim financial statements have been prepared to provide additional information from the latest presented annual financial statements; therefore, the interim financial statements emphasized on providing the information on the new activities, events and situations so the information presented is not redundant with the information already presented. These interim financial statements should be read in conjunction with the latest annual financial statements.

- 2.3 Significant accounting policies used in the preparation of the interim financial statements are consistent with those used in the annual financial statements for the year ended on October 31, 2008, so these interim financial statements should be read in conjunction with the 2008 annual financial statements. The Federation of Accounting Professions has issued the Federation of Accounting Professions' announcements nos. 9/2550, 38/2550, 62/2550 and 86/2551 on the Thai Accounting Standards by announcing to apply the following new Thai Accounting Standards :-

A) Accounting standards to be effective in 2008

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

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

B) Accounting standards to be effective in 2009

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

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

- 2.4 The Company prepared its statutory financial statements in the Thai language in conformity with generally accepted accounting principles in Thailand. The accounting standards used may be different from generally accepted accounting principles in other countries. For the convenience of the reader, the financial statements in English version have been translated from the statutory financial statements in Thai version in order to requirement of domestic reporting purpose.

- 2.5 In the consolidated financial statements for the year ended on October 31, 2008, the account of Real Estate Development Cost was reclassified to Property, Plant and Equipment at amount of Baht 7.18 million and the account of Land not used in Operating was reclassified to Property, Plant and Equipment at amount of Baht 12.89 million in order to be compatible with that for the six-month period ended on April 30, 2009, which bears no effect on net profit or shareholders' equity as already reported.
- 2.6 In the fourth quarter of 2008, the Company and subsidiary companies had reversed the accounting of item : Compensation Income from Production and Distribution of Sugar and related corporate income tax, which were previously recognized in the second quarter of 2008 as in notes to financial statements No.35.4, resulting in the following effects on the financial statements for the three-month and six-month periods ended on April 30, 2008, which were shown comparatively :-

- 1) Effect on the income statements for the three-month and six-month periods ended on April 30, 2008 as follows:-

<u>Accounting Items</u>	<u>Change</u>	(Unit : Million Baht)	
		<u>Consolidated</u> <u>Financial Statements</u>	<u>Separate</u> <u>Financial Statements</u>
Compensation Income from Production and Distribution of Sugar	Decrease	37.91	31.95
Corporate Income Tax	Decrease	9.78	7.99
Net Profit	Decrease	28.13	23.96

- 2) Effect on the statements of changes in shareholders' equity for the six-month period ended on April 30, 2008 : ending balance of retained earnings decreased as in the consolidated and separate financial statements by Baht 28.13 million and Baht 23.96 million respectively.
- 2.7 In the separate financial statements for the three-month and six-month periods ended on April 30, 2008, there was an adjustment to decrease the amount of Baht 26.17 million in accounts of income and cost in exchange of sugar since this exchange transaction has similar nature and amounts which bear no effect on net profit or shareholders' equity as already reported.

3. Basis of Interim Consolidated Financial Statement Preparation

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

<u>Company Name</u>	<u>Percentage of</u>		<u>Country of</u>	<u>Kind of Business</u>
	<u>Shareholding</u>		<u>Incorporation</u>	
	<u>2009</u>	<u>2008</u>		
Subsidiary companies in which the Company holds shares directly				
* Thai Sugar Terminal Public Co., Ltd.	23.82	23.82	Thailand	Sugar transporting service, silo warehouse and property rental
New Krung Thai Sugar Factory Co., Ltd.	93.01	93.01	Thailand	Manufacture and distribution of sugar and molasses
Tamaka Sugar Industry Co., Ltd.	90.21	90.21	Thailand	Manufacture and distribution of sugar and molasses
New Kwang Soon Lee Sugar Factory Co., Ltd.	98.61	98.61	Thailand	Manufacture and distribution of sugar and molasses
K.S.L. Real Estate Co., Ltd.	80.31	80.31	Thailand	Housing and land for agriculture estate including holiday resort for training and seminar center
K.S.L. Export Trading Co., Ltd.	79.11	79.11	Thailand	Export sugar as exporting agent
KSL Chemical Co., Ltd.	100.00	100.00	Thailand	Importer and distributor of chemicals
Khon Kaen Sugar Power Plant Co., Ltd.	100.00	100.00	Thailand	Production and distribution of electricity
Khon Kaen Alcohol Co., Ltd.	100.00	100.00	Thailand	Manufacture and distribution of alcohol or fuel from agricultural produce and bio-fertilizer
KSL. Agro Co., Ltd.	100.00	100.00	Thailand	Agricultural operation
Savannakhet Sugar Corporation	97.00	97.00	Laos	Agricultural operation, manufacture and distribution of sugar and molasses
Koh Kong Sugar Industry Co., Ltd.	50.00	50.00	Cambodia	Manufacture and distribution of sugar and molasses
Wynn In Trading Co., Ltd.	100.00	100.00	Mauritius	Trading and consultancy service
Subsidiary companies in which the Company holds shares directly and indirectly through Thai Sugar Terminal Public Company Limited				
* T S G ASSET CO., LTD. (shares held by subsidiary company at 19.00%)	23.11	23.11	Thailand	Property rental
* T S G PROPERTY CO., LTD. (shares held by subsidiary company at 22.46%)	23.08	18.90	Thailand	Property sales, purchase, rental and development
* T S FLOUR MILL CO., LTD. (shares held by subsidiary company at 23.54%)	23.63	23.63	Thailand	Property rental and produce and distribute wheat flour
* TS WAREHOUSE CO., LTD. (shares held by subsidiary company at 15.28%)	19.30	19.30	Thailand	Warehousing and Loading of Goods
* T S TRANSPORT AND LOGISTIC CO., L TD. (shares held by subsidiary company at 18.44%)	34.64	34.64	Thailand	Transportation and security services. In 2008, it commenced to manufacture and distribute polypropylene bag, plastic fiber, trade in plastic resin and plastic imported and exported.
Subsidiary companies in which the Company holds shares indirectly through Wynn In Trading Co., Ltd.				
Koh Kong Plantation Co., Ltd. (Year 2008 : Shares held by the Company at 50%)	50.00	50.00	Cambodia	Agricultural operation

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

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

4. Inter-Transactions between the Related Parties and Companies

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

4.1 Inter-Assets and Liabilities as follows :-

		(Unit : Thousand Baht)			
<u>Type of Transaction/Company Name</u>	<u>Relationship</u>	<u>Consolidated</u>		<u>Separate</u>	
		<u>Financial Statements</u>		<u>Financial Statements</u>	
		<u>As at</u>		<u>As at</u>	
		<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
- Trade Accounts Receivable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	-	8,678
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	12,222	3,375
Prachaup Industry Co., Ltd.	Related	1,595	937	-	-
Thai Fermentation Industry Co., Ltd.	Related	-	1,395	-	-
Mitr Kaset Sugar Industry Co., Ltd.	Related	2,258	-	-	-
Other Related Companies		-	514	-	-
Total		3,853	2,846	12,222	12,053
- Other Accounts Receivable					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	2,335	1,927
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	18,850	32,902
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	-	3,030
Other Subsidiary Companies		-	-	668	721
Other Related Companies		14	80	14	80
Total		14	80	21,867	38,660
- Accrued Dividend Receivable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	-	108,257
- Accrued Income					
Other Subsidiary Companies		-	-	14	-
Other Related Companies		36	108	-	-
Other Related Juristic Person		11	-	-	-
Total		47	108	14	-
- Short-Term Loans due from					
Tamaka Sugar Industry Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	100,000	252,000
Repayment in the period		-	-	(100,000)	(252,000)
Ending balance		-	-	-	-
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	80,000
Repayment in the period		-	-	-	(80,000)
Ending balance		-	-	-	-

(Unit : Thousand Baht)

Type of Transaction/Company Name	Relationship	Consolidated		Separate	
		Financial Statements		Financial Statements	
		As at		As at	
		April 30, 2009	October 31, 2008	April 30, 2009	October 31, 2008
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	34,000
Increase in the period		-	-	37,000	180,000
Repayment in the period		-	-	(37,000)	(214,000)
Ending balance		-	-	-	-
K.S.L. Real Estate Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	13,600
Repayment in the period		-	-	-	(13,600)
Ending balance		-	-	-	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	68,000
Repayment in the period		-	-	-	(68,000)
Ending balance		-	-	-	-
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	100,000
Repayment in the period		-	-	-	(100,000)
Ending balance		-	-	-	-
Prachaup Industry Co., Ltd.	Related				
Beginning balance		78,602	95,581	-	-
Increase in the period		339,000	1,222,909	-	-
Repayment in the period		(61,111)	(1,239,888)	-	-
Ending balance		356,491	78,602	-	-
Total		356,491	78,602	-	-
- Loans due from Related Individual	Shareholder of a Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		169,522	-	-	-
Ending balance		169,522	-	-	-
Less Current Portion of Short-Term Loans					
due from Related Individual		(33,904)	-	-	-
Long-Term Loans		135,618	-	-	-

As at April 30, 2009 and October 31, 2008, loans due from subsidiary and related company were loans in the form of promissory notes and payable on demand bearing interest rates at 5.50-5.75% per annum and 3.53-3.75% per annum respectively. The loan due from related company was incurred by a subsidiary company borrowing money in the form of packing credit on behalf of the related company as specified in notes to financial statements No. 20.

As at April 30, 2009, short-term loans due from related individual were loans due from shareholders of a subsidiary company amounting to USD 4.80 million for the period of 5 years with interest rate charged at 5% per annum. The principal must be repaid every year in the total of 5 installments at USD 0.96 million per installment with the first installment due on December 2009. Interest is payable in June and December of each year. These loans were secured by the shareholders' shares held in the subsidiary company.

		(Unit : Thousand Baht)			
Type of Transaction/Company Name	Relationship	Consolidated		Separate	
		Financial Statements		Financial Statements	
		As at		As at	
		April 30, 2009	October 31, 2008	April 30, 2009	October 31, 2008
- Value of Assets Purchased					
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	2,538
Sahamit Machinery Public Co., Ltd.	Related	-	1,541	-	-
Total		-	1,541	-	2,538
- Value of Assets Sold					
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	12,608
K. K. Wood Industry Co., Ltd.	Related	-	1,596	-	1,596
Other Subsidiary Companies		-	-	-	4
Total		-	1,596	-	14,208
- Trade Accounts and Notes Payable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	30,980	14,991
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	13,896	1,987
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	9,798
Other Subsidiary Companies		-	-	728	-
Other Related Companies		363	-	-	-
Total		363	-	45,604	26,776
- Other Accounts Payable					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	1,744	4,039
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	1,227	-
Kerry Siam Seaport Co., Ltd.	Related	-	1,679	-	1,679
Sahamit Machinery Public Co., Ltd.	Related	4	1,254	-	762
Other Subsidiary Companies		-	-	44	3
Other Related Companies		479	206	374	179
Other Related Juristic Person		-	680	-	680
Total		483	3,819	3,389	7,342
- Accrued Expenses					
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	6,191	17,799
Kerry Siam Seaport Co., Ltd.	Related	-	1,151	-	1,151
Other Subsidiary Companies		190	91	631	45
Other Related Companies		118	11	24	-
Total		308	1,253	6,846	18,995

(Unit : Thousand Baht)

Type of Transaction/Company Name	Relationship	Consolidated		Separate	
		Financial Statements		Financial Statements	
		As at		As at	
		April 30, 2009	October 31, 2008	April 30, 2009	October 31, 2008
- Advance Received for Goods, Rental and Guarantee					
Deposits					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	12,655	92
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	529	468
Thai Fermentation Industry Co., Ltd.	Related	22,618	46,108	-	8,750
Other Related Companies		802	1,038	802	1,038
Total		23,420	47,146	13,986	10,348
- Short-Term Loans due to					
Tamaka Sugar Industry Co., Ltd.	Subsidiary				
Beginning balance		-	-	20,000	-
Increase in the period		-	-	131,000	238,000
Repayment in the period		-	-	(151,000)	(218,000)
Ending balance		-	-	-	20,000
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	135,000	43,000
Increase in the period		-	-	68,000	225,000
Repayment in the period		-	-	(203,000)	(133,000)
Ending balance		-	-	-	135,000
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	30,000
Repayment in the period		-	-	-	(30,000)
Ending balance		-	-	-	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary				
Beginning balance		-	-	105,000	-
Increase in the period		-	-	104,500	144,000
Repayment in the period		-	-	(209,500)	(39,000)
Ending balance		-	-	-	105,000
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary				
Beginning balance		-	-	19,000	48,500
Increase in the period		-	-	230,000	93,000
Repayment in the period		-	-	(193,000)	(122,500)
Ending balance		-	-	56,000	19,000
Total		-	-	56,000	279,000

As at April 30, 2009 and October 31, 2008, loans due to subsidiaries are in the form of promissory notes due in not more than three-months at interest rate at 1.00-4.25% per annum and 4.00-4.25% per annum respectively.

4.2 Inter Revenues and Expenses as follows :-

(Unit : Thousand Baht)					
Type of Transaction/Company Name	Relationship	Consolidated		Separate	
		Financial Statements		Financial Statements	
		For The Six-Month Periods Ended on April 30,			
		2009	2008	2009	2008
- Sales and Services					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	45,917	77
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	139,288	134,035
Thai Fermentation Industry Co., Ltd.	Related	16,043	65,469	1,029	26,094
Prachaup Industry Co., Ltd.	Related	3,537	2,649	-	-
Mitr Kaset Sugar Industry Co., Ltd.	Related	1,156	-	-	-
Other Subsidiary Companies		-	-	191	136
Other Related Companies		578	165	87	63
Total		21,314	68,283	186,512	160,405
- Purchases					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	157,233	230,644
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	50,439	232,908
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	4,379	13,876
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	3,186	4,024
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	38,815	56,774
Thai Fermentation Industry Co., Ltd.	Related	2,281	2,510	632	665
Sahamit Machinery Public Co., Ltd	Related	1,094	-	1,089	-
Total		3,375	2,510	255,773	538,891
- Other Incomes					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	17,429	21,084
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	3,388	4,575
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	668	1,044
Koh Kong Plantation Co., Ltd.	Subsidiary	-	-	44	7,004
Other Subsidiary Companies		-	-	219	599
Other Related Companies		1,473	2,190	1,362	1,745
Total		1,473	2,190	23,110	36,051
- Other Expenses					
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	3,159	4,100
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	2,335	2,384
TS Warehouse Co., Ltd.	Subsidiary	-	-	1,653	1,335
Kerry Siam Seaport Co., Ltd.	Related	-	1,303	-	2,932
K.S.L. IT Center Co., Ltd.	Related	3,049	3,490	746	1,105
KSL Tower Juristic Person Office	Juristic Person	4,780	4,197	4,206	4,197
Other Subsidiary Companies		-	-	1,648	36
Other Related Companies		802	215	291	97
Total		8,631	9,205	14,038	16,186

(Unit : Thousand Baht)					
<u>Type of Transaction/Company Name</u>	<u>Relationship</u>	<u>Consolidated</u>		<u>Separate</u>	
		<u>Financial Statements</u>		<u>Financial Statements</u>	
		<u>For The Six-Month Periods Ended on April 30,</u>			
		<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
- Interest Incomes					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	70	1,457
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	47	1,500
Other Subsidiary Companies		-	-	-	1,033
Total		-	-	117	3,990
- Interest Expenses					
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	1,177	414
Other Subsidiary Companies		-	-	2,009	879
Total		-	-	3,186	1,293

Policy of Inter-Price Setting

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

4.3 Relationship of Related Parties and Companies

Consisted of :-

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

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

* In the second quarter of 2009, this company is not considered to be a related company, since the Company's management members had withdrawn from being directors.

5. Short-Term Investments-Net

Consisted of :-

(Unit : Thousand Baht)							
Company's Name	Type of Business	Paid-Up Shares		Percentage of		Consolidated Financial Statements	
		Capital		Shareholding		As at	
		(Million Baht)		%		April 30, 2009	October 31, 2008
		2009	2008	2009	2008		
Investments in Marketable Securities Available for Sales							
- TPI Polene Public Co., Ltd.	Cement Plant and Plastic Industrial	20,190	20,190	0.004	0.004	2,721	2,721
- Land and Houses Public Co., Ltd.	Real Estate and Construction	9,935	9,935	0.002	0.002	1,594	1,594
Total						4,315	4,315
<u>Less</u> Unrealized Loss on Revaluation of Securities Available for Sales						(3,562)	(2,982)
Investments in Marketable Securities Available for Sales-Net						753	1,333

6. Trade Accounts and Notes Receivable-Net

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Accounts Receivable-Local				
Not yet Due	440,599	343,975	114,599	85,837
Not Over 3 Months	47,566	93,583	2,131	-
Over 3 Months but Not Over 6 Months	2,464	1,008	-	-
Over 6 Months but Not Over 9 months	164	2,154	-	-
Over 9 Months but Not Over 12 months	2,949	-	-	-
Total	493,742	440,720	116,730	85,837
Accounts Receivable-Foreign				
Not yet Due	230,280	228,710	34,418	175,080
Not Over 3 Months	275,365	-	112,730	-
Total	505,645	228,710	147,148	175,080
Total Trade Accounts Receivable	999,387	669,430	263,878	260,917
Notes Receivable	6,795	31,737	-	9,726
Total Trade Accounts and Notes Receivable	1,006,182	701,167	263,878	270,643
<u>Less</u> Allowance for Doubtful Debts	(2,141)	(1,977)	-	-
Net	1,004,041	699,190	263,878	270,643

7. Trade Accounts Receivable-Subsidiary and Related Companies

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Trade Accounts Receivable				
Not yet Due	3,853	2,846	12,222	12,503
Total	3,853	2,846	12,222	12,503

8. Farmer Accounts Receivable-Net

Consisted of :-

(Unit : Thousand Baht)

Consolidated Financial StatementsAs atApril 30, 2009 October 31, 2008

Cane Accounts Receivable

Before Season 2004 / 2005	46,484	48,524
Season 2004 / 2005	5,885	6,971
Season 2005 / 2006	10,605	13,842
Season 2006 / 2007	4,186	4,656
Season 2007 / 2008	11,714	19,248
Season 2008 / 2009	3,125	-

Total	81,999	93,241
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Fuel Oil, Fertilizer and Other Service Charge Accounts Receivable	2,047	7,426
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Total	84,046	100,667
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<u>Less</u> Allowance for Doubtful Debts	(64,507)	(71,125)
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Net	19,539	29,542
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9. Short-Term Loans due from Farmers

As at April 30, 2009 and October 31, 2008, these loans consisted of majority portion in the form of post-dated cheques in the consolidated financial statements at Baht 129.64 million and Baht 268.77 million respectively, and in the separate financial statements at Baht 15.97 million and Baht 35.89 million respectively, where farmers discounted with the Company and its subsidiary companies with the interest rate based on the lending rate of commercial bank and another portion in the form of advance paid to farmer.

10. Inventories-Net

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Refined Sugar	1,658,906	450,436	725,348	227,904
White Sugar	1,002,432	402,519	456,942	291,665
Raw Sugar	1,561,098	272,255	820,320	219,411
Raw Sugar in Process	27,242	-	9,655	-
Molasses for Sale	282,348	18,289	57,068	9,273
Molasses in Process	4,918	-	1,777	-
Molasses for Produce the Alcohol	14,425	-	-	-
Alcohol and Fertilizer in Process	25,724	49,724	-	-
Alcohol and Fertilizer	52,124	31,933	-	-
Finished Wheat Flour	9,985	5,899	-	-
Work in Process-Wheat Flour	8,057	17,152	-	-
Raw Materials-Wheat Flour	439,628	504,187	-	-
Other Inventories	19,263	4,570	-	-
Factory Supplies	215,545	132,581	73,875	55,118
Total	5,321,695	1,889,054	2,144,985	803,371
<u>Less</u> Allowance for Dilapidated Goods and Factory Supplies	(613)	(613)	-	-
Net	5,321,082	1,888,932	2,144,985	803,371

11. Real Estate Development Cost

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>	
	<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Real Estate during Construction		
Land	3,403	6,970
Other Land Related Expenses	569	2,032
Utilities System	1,931	3,559
Other Project Related Expenses	124	267
Work in Progress	7,527	12,116
Real Estate Ready for Sale		
Allocated Land Ready for Sale	17,112	17,112
Commercial Units	6,762	-
Residential Units	1,196	-
Total	38,624	42,056

As at April 30, 2009 and October 31, 2008, in the consolidated financial statements, two subsidiary companies have entered into 45 and 33 contracts respectively, of sale and purchase commercial units for the contractual value of Baht 26.30 million and Baht 31.50 million respectively, equivalents to 56.78% and 43.68% of the total project value.

As at April 30, 2009 and October 31, 2008, in the consolidated financial statements, real estate development cost the Baht 17.11 million portion, the same amount for both periods, was allocated land of a subsidiary company for residential and agricultural purpose awaiting for sale.

12. Other Accounts Receivable-Cane Value-Net

Consisted of: -

	(Unit : Thousand Baht)			
	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Other Accounts Receivable-Cane Value	571,555	571,555	309,797	309,797
<u>Less</u> Accrued Price Stabilization Function Payment	(94,879)	(94,879)	(46,138)	(46,138)
Fees for Cane and Sugar Cane Research	(21,791)	(21,791)	(10,061)	(10,061)
Payable to Bank for Agriculture and Agricultural Cooperatives	(60,184)	(60,184)	(25,815)	(25,815)
Net	394,701	394,701	227,783	227,783
Cash Received from the Cane and Sugar Fund	(391,354)	-	(226,347)	-
Net	3,347	394,701	1,436	227,783

For the harvest season 2006/2007, the final cane price and the final compensation for the production and distribution of sugar were less than the initial cane price. In accordance to the Cane and Sugar Act B.E. 2527, Section 56 determined that the Cane and Sugar Fund (“the Fund”) pay the compensation to the Company and its subsidiaries at the amount equal to such difference and the cane farmers do not have to return the excess amount of the cane price received. In year 2007, the difference of the amount which the Company and its subsidiary companies paid the initial cane price to the farmers as published in the Royal Gazette higher than the final price, is reflected as the “Other Accounts Receivable-Cane Value”. According to the letter from the Fund No. Wor.026/2551 dated June 4, 2008 covering the matter about setting-off debts between amount that the Fund has to pay in compensation for the difference between cane price and sugar cane distribution price in harvest season 2006/2007 with the amount the sugar-cane factories due to the Fund, the Company and its subsidiaries thus setting-off items in the consolidated and separate financial statements i.e. price stabilization cost, fees for cane and sugar cane research and deductions from final cane price to repay debt due to Bank for Agriculture and Agricultural Cooperatives for the amounts of Baht 176.85 million and Baht 82.01 million respectively, resulting in other receivables (for cane sold) decreased by the same amount. For the remaining amount in the second quarter of 2009, the Fund paid compensation money to the Company and subsidiary

companies as in the consolidated and separate financial statements for the amounts of Baht 391.35 million and Baht 226.35 million respectively. As in the consolidated and separate financial statements the remaining amounts of Baht 3.35 million and Baht 1.46 million respectively, were interest expense calculated from cash deducted from final cane sold in order to repay debt to Bank for Agriculture and Agricultural Cooperatives which the Fund had asked for cooperation from factories to levy from cane farmers at 5% per annum. The Company is in the process of applying the right to ask for the return of such interest.

13. Investments in Subsidiary and Associated Companies-Net

Consisted of :-

(Unit : Thousand Baht)

Consolidated Financial Statements										
As at April 30, 2009										
As at October 31, 2008										
Company Name	Paid-Up		Percentage of		Cost	Investment		Dividend	Investment	
	Share Capital		Shareholding			Equity	Equity		Dividend	
	2009	2008	2009	2008						
	(Thousand Baht)		(%)							
Associated Company										
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	43,993	-	73,800	47,434	-
Total					73,800	43,993	-	73,800	47,434	-

(Unit : Thousand Baht)

Separate Financial Statements								
Company Name	Paid-Up		Percentage of		Investment		Dividend	
	Share Capital		Shareholding		Cost		For The Six-Month Periods	
	(Thousand Baht)		(%)		As at		Ended on April 30,	
	2009	2008	2009	2008	April 30, 2009	October 31, 2008	2009	2008
<u>Subsidiary and Associated Companies</u>								
Thai Sugar Terminal Public Co., Ltd.	120,000	120,000	23.82	23.82	79,109	79,109	-	-
New Krung Thai Sugar Factory Co., Ltd.	604,375	604,375	93.01	93.01	438,768	438,768	-	-
Tamaka Sugar Industry Co., Ltd.	600,000	600,000	90.21	90.21	523,337	523,337	-	43,303
New Kwang Soon Lee Sugar Factory Co., Ltd.	500,000	500,000	98.61	98.61	569,284	569,284	-	-
K.S.L. Real Estate Co., Ltd.	140,000	140,000	80.31	80.31	89,134	89,134	-	-
K.S.L. Export Trading Co., Ltd.	20,000	20,000	33.88	33.88	6,775	6,775	-	-
KSL Chemical Co., Ltd.	7,500	7,500	100.00	100.00	6,619	6,619	-	-
Khon Kaen Sugar Power Plant Co., Ltd.	660,000	660,000	100.00	100.00	659,972	659,972	-	-
Khon Kaen Alcohol Co., Ltd.	430,000	317,500	100.00	100.00	429,986	317,486	-	-
KSL Agro Co., Ltd.	260,000	175,000	100.00	100.00	260,000	175,000	-	-
Savannakhet Sugar Corporation	351,082	351,082	97.00	97.00	342,059	342,059	-	-
Koh Kong Plantation Co., Ltd.	-	553,905	-	50.00	-	276,952	-	-
Koh Kong Sugar Industry Co., Ltd.	798,900	798,900	50.00	50.00	399,450	399,450	-	-
Wynn In Trading Co., Ltd.	34,150	34,150	100.00	100.00	34,150	34,150	-	-
T S G Assets Co., Ltd.	50,000	50,000	4.10	4.10	2,061	2,061	-	-
T S G Properties Co., Ltd.	200,000	30,000	0.62	4.11	1,238	1,238	-	-
T S Flour Mill Co., Ltd.	400,000	400,000	0.09	0.09	393	393	-	-
T S Warehouse Co., Ltd.	12,500	12,500	4.02	4.02	509	509	-	-
T S Transport and Logistic Co., Ltd.	50,000	50,000	16.20	16.20	8,108	8,108	-	-
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	73,800	-	-
Total					3,924,752	4,004,204	-	43,303
<u>Less</u> Allowance for Impairment of Investments					(96,635)	(77,970)	-	-
Net					3,828,117	3,926,234	-	43,303

In the second quarter of 2009, the Company made additional investment in ordinary shares for the capital increase of Khon Kaen Alcohol Co., Ltd. and KSL Agro Co., Ltd. for value of Baht 112.50 million and Baht 85.00 million respectively, maintaining the same shareholding proportion as previously held.

In the second quarter of 2009, TSG Property Co., Ltd. increased registered share capital by Baht 170.00 million. The first issue of 25% of increased registered share capital was called up and Thai Sugar Terminal Public Company Limited, which is a subsidiary company, subscribed the whole amount, resulting in the increase in shareholding proportion from 62.07% to 94.31% but the shareholding proportion of the Company decreased from 4.11% to 0.62%

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

The financial statements of three foreign subsidiary companies, which were also consolidated, have been reviewed and audited by other auditors. As of April 30, 2009 and October 31, 2008, there were in the related financial statements the total assets of Baht 4,125.96 million and Baht 3,403.62 million respectively, and for the three-month and six-month periods ended on April 30, 2009, the total revenue was Baht 28.18 million and Baht 44.32 million respectively, and the total net loss was Baht 185.43 million and Baht 206.99 million respectively, (for the three-month and six-month periods ended on April 30, 2008 : the total revenue Baht 1.49 million and Baht 2.72 million respectively, and the total net loss was Baht 6.35 million and Baht 6.83 million respectively).

The financial statements of six local subsidiary companies, which were also consolidated, have been reviewed by other auditors. As at April 30, 2009 there were in the related financial statements the total assets of Baht 2,224.08 million and for the three-month and six-month periods ended on April 30, 2009, the total revenue was Baht 329.25 million and Baht 801.09 million respectively, and the total net profit was Baht 35.98 million and Baht 115.89 million respectively.

As at April 30, 2009 and October 31, 2008, in the consolidated financial statements, the financial statements of Champion Fermentation Co., Ltd., an associated company, which its investment is recorded under the equity method, were prepared by the Company's management and have not been reviewed and audited by a certified public accountant. The Company recognized the participating result of the investment of the associated company as the recognized participating profit (loss) in the consolidated statements of income for the six-month periods ended on April 30, 2009 and 2008, at Baht (3.44) million and Baht 6.82 million respectively, equal to (0.47)% and 1.19% of consolidated net profit respectively.

14. Other Long-Term Investments-Net

Consisted of:

										(Unit : Thousand Baht)								
Company Name	Kind of Business	Paid-Up		Percentage of Shareholding				Consolidated Financial Statements		Separate Financial Statements								
		Share Capital		%		%		As at		As at								
		(Thousand Baht)		Consolidated Financial		Separate		April 30, 2009	October 31, 2008	April 30, 2009	October 31, 2008							
				Statements		Financial Statements												
		2009	2008	2009	2008	2009	2008											
14.1 Available-for-Sale Securities Investments																		
Investment in Debt Securities																		
- Subordinated Debenture								4,000	4,000	-	-							
Investment in Marketable Equity Securities																		
- Bangkok Bank Public Co., Ltd.								336	336	336	336							
- Ratchaburi Egco Holding Public Co., Ltd.								792	792	792	792							
- Finansia Public Co., Ltd.								50	50	50	50							
Add Unrealized Gain on Available-for-Sale Securities								2,459	1,568	2,387	1,725							
Fair Value of Available-for-Sale Securities Investments								7,637	6,746	3,565	2,903							
14.2 General Investments																		
- Thai Cane and Sugar Corp. Ltd.								Export Agent	20,000	20,000	3.93	3.93	1.61	1.61	787	787	323	323
- Thai Sugar Miller Co., Ltd.								Marketing	109	109	8.00	8.00	2.00	2.00	9	9	2	2
								Information Service										
- Kerry Siam Seaport Co., Ltd.								Seaport	-	484,500	-	11.23	-	5.95	-	72,968	-	47,630
Total General Investments														796	73,764	325	47,955	
14.3 Investment in Held-to-Maturity Debt Securities																		
- Bond														15,305	13,921	6,857	6,857	
Less Accumulated Amortized Allowance														(374)	(330)	(293)	(259)	
Amortized Cost														14,931	13,591	6,564	6,598	
Total Other Long-Term Investments-Net														23,364	94,101	10,454	57,456	

As at April 30, 2009 and October 31, 2008, the Company and its subsidiary companies used bonds to pledge as guarantee for electricity usage with the Provincial Electricity Authority, which had the book value in the consolidated financial statements of Baht 14.75 million and Baht 13.41 million respectively, and in the separate financial statements Baht 6.38 million and Baht 6.42 million respectively.

In first quarter of 2009, the Company and subsidiary company sold its entire investment in Kerry Siam Seaport Co., Ltd. the whole amount in Baht 28.50 per share in the consolidated financial statements and separate financial statements aggregating to Baht 208.23 million and Baht 110.17 million respectively and generated profit from the sale of investment at Baht 135.27 million and Baht 62.54 million respectively.

15. Deferred Cane Plantation Cost-Net

Movement of deferred cane plantation cost for the six-month period ended on April 30, 2009 are as follows:-

	(Unit : Thousand Baht)	
	<u>Consolidated Financial Statements</u>	<u>Separate Financial Statements</u>
Beginning Book Value-Net	402,248	23,343
Additional Cost during the Period		
- Cost of Cane Plantation	278,039	29,947
- Transfer form Value of Land Development and Depreciation	52,125	1,298
Accumulated Cost of Cane Planted	732,412	54,588
Amortized Written-Off Cane Cost	(225,544)	(31,721)
Ending Book Value	506,868	22,867
Loss from Damaged Cane	(20,562)	-
Ending Book Value-Net	486,306	22,867

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

As at April 30, 2009 and October 31, 2008, majority portion of the deferred cane plantation cost belongs to the Company which planted on the farmers' lands at Baht 0.05 million and Baht 3.83 million respectively, and a part of in amount of Baht 457.71 million and Baht 366.46 million respectively, portion belongs to two subsidiary companies who perform cane plantation on leased land as follows:-

- The first subsidiary company Baht 108.68 million and Baht 102.57 million respectively, perform cane plantation on the land leased from the government of the Lao People's Democratic Republic as specified in the notes to the financial statements No. 35.1
- The second subsidiary company Baht 349.03 million and Baht 263.89 million respectively, perform cane plantation on the land leased from the government of the Kingdom of Cambodia as specified in the notes to the financial statements No. 35.2

16. Cane Growing Promotion Loans-Net

Consisted of:-

		(Unit : Thousand Baht)			
		<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
		<u>As at</u>		<u>As at</u>	
		<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Cane Growing Promotion Loans		87,474	114,518	11,882	-
<u>Less</u> Current Portion of					
Cane Growing Promotion Loans		(16,314)	(28,600)	(3,960)	-
Total		71,160	85,918	7,922	-
<u>Less</u> Allowance for Doubtful Debts		(5,916)	(5,916)	-	-
Net		65,244	80,002	7,922	-

As at April 30, 2009, in the separate financial statement, cane growing promotion loans were loans given for the Company for the purpose to purchase agricultural machines. Loans are made for 3 year term, repayment by installments at Baht 0.99 million per installment and interest chargeable at MLR + 1% per annum and payable every three months. Ownership rights on purchased agricultural machines very used as collaterals.

As at April 30, 2009 and October 31, 2008, cane growing promotion loans of the four subsidiary companies were loans made to farmers for the purpose to buy lands to plant cane and buy agricultural apparatus. The loan agreements were made for the period of 1-10 years or longer at the same interest rates of 5.00-10.00% per annum for both periods. These loans were mostly secured by the farmers using lands and vehicles as collaterals.

17. Other Accounts Receivable Compensation for Sugar Production and Distribution

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

18. Property, Plant and Equipment-Net

Movement for the six-month periods ended on April 30, 2009 are as follows: -

(Unit : Thousand Baht)

	<u>Consolidated Financial</u>	<u>Separate Financial</u>
	<u>Statements</u>	<u>Statements</u>
Beginning Book Value-Net	11,311,276	2,979,900
Purchase Assets	1,465,016	107,413
Increase Revaluation Surplus on Assets	196,695	-
Allowance for Impairment on Assets	(3,112)	-
Transfer in	755,725	216,326
Sale/Amortization	(92,671)	(62,146)
Amortization of Capital Surplus from Asset Revaluation	(47,582)	(18,429)
Transfer out	(755,725)	(216,326)
Depreciation	(232,357)	(72,806)
Depreciation-Surplus from Revaluation of Assets	(156,101)	(43,212)
Accumulated Depreciation-Sale/Amortization	81,782	58,865
Accumulated Depreciation-Amortization of Capital Surplus from Asset Revaluation	14,797	7,163
Ending Book Value-Net	<u>12,537,743</u>	<u>2,956,748</u>

As at April 30, 2009 and October 31, 2008, in the consolidated financial statements the Company and its subsidiary companies pledged land together with construction and machinery at the book value of Baht 967.00 million and Baht 1,038.64 million respectively, and in the separate financial statements at amount of Baht 135.84 million and Baht 136.11 million respectively, as collaterals against short-term and long-term credit facilities with commercial banks in the note to the financial statements nos. 20 and 27

Interest expenses arisen from long-term loans obtained for construction of factory and machine installation for the six-month periods ended April 30, 2009 and for the year ended October 31, 2008, in the consolidated financial statements of Baht 19.58 million and Baht 3.43 million respectively, are included as the cost of asset.

As at April 30, 2009 and October 31, 2008, buildings and machinery at book value of subsidiary companies for the amounts of Baht 746.67 million and Baht 765.08 million respectively, were made on land leased from the Company for the period of 30 years. The ownership of the buildings at the book value of Baht 74.62 million and Baht 72.59 million respectively, when the asset agreement's term expired, would be transferred to the lessor as mentioned in the note to the financial statements no. 4.2

As at April 30, 2009 and October 31, 2008, buildings and factory buildings in construction of a subsidiary company at the book value of Baht 143.24 million and Baht 164.59 million respectively, were located on the land leased from a subsidiary company for the rent tenor of 1 year and can be extended for the period of 1 year until the total rental tenor reached 30 years.

As at April 30, 2009 and October 31, 2008, in the consolidated financial statements, assets in the book value of Baht 2,028.68 million and Baht 1,556.93 million respectively, were located on the concession land as mentioned in the notes to the financial statements nos. 35.1 and 35.2

As at April 30, 2009 and October 31, 2008, in the consolidated financial statements, assets in cost amount of Baht 449.54 million and Baht 424.98 million respectively, and in the separate financial statements, of Baht 231.46 million and Baht 220.58 million respectively, were fully depreciated but still in use.

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

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

From the said appraisal resulted in the consolidated for the six-month period ended on April 30, 2009, has the surplus from asset revaluation increased by Baht 196.70 million. Furthermore, it also resulted in the allowance for the impairment of asset increased by Baht 3.11 million from the increase and/or decrease of the market price of the asset in the current situation. In the year 2009, the subsidiary companies have changed the approximate useful life of assets as follows: -

	<u>New Rate</u>	<u>Previous Rate</u>
- Building and construction	5-47 years	5-33 years
- Machine and Equipment	3-15 years	5 years

This was to better suite the situation by referring to the above appraisal report of the independent professional appraiser. The subsidiary companies recognized the effect of the change immediately in the consolidated income statements for the three-month and six-month periods ended on April 30, 2009 and the next periods.

As the Company and its subsidiary companies choose to account by cost method and when there is an increase in asset revaluation, only net value of increase book value would be recorded to related asset account along side with revaluation surplus on assets as at April 30, 2009 and October 31, 2008 in the consolidated financial statements, there appeared depreciation of capital surplus being charged to revaluation surplus on assets account under the shareholders' equity for the amounts of Baht 188.89 million and Baht 324.31 million respectively, and in the separate financial statements, there appeared depreciation of capital surplus being charged to revaluation surplus on assets account under the shareholders' equity for the amounts of Baht 54.48 million and Baht 106.90 million respectively.

If the Company and subsidiary companies choose to account for depreciation for capital surplus through the income statement, the net profit for the six-month periods ended April 30, 2009 and 2008 in the consolidated financial statements will be shown at less amount of Baht 188.89 million and Baht 157.92 million respectively, and earning per share decreased by Baht 0.12 per share and Baht 0.10 per share respectively, and in the separate financial statements will be shown at less amount of Baht 54.48 million and Baht 46.81 million respectively, and earnings per share decreased by Baht 0.04 per share and Baht 0.03 per share respectively.

19. Land not used in Operation-Net

Consisted of:-

	(Unit : Thousand Baht)			
	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Land not used in Operation	324,535	294,125	98,282	98,282
<u>Less</u> Accumulated Allowance for Impairment	(1,507)	(1,507)	-	-
Net	323,028	292,618	98,282	98,282

As at April 30, 2009 and October 31, 2008 in the consolidated financial statements, land not used in operation belonging to three subsidiary companies at book value of Baht 195.89 million and Baht 194.47 million respectively, were held for business expansion in the future.

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

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Bank Overdrafts	3,245	360	-	360
Loans due to Financial Institutions	1,932,586	244,874	595,000	70,000
Trust Receipts	272,297	567,510	-	-
Packing Credit	356,491	78,602	-	-
Total	2,564,619	891,346	595,000	70,360

As at April 30, 2009 and October 31, 2008 in the consolidated and the separate financial statements, bank overdrafts carried interest rates at 6.25-8.25% per annum and 7.10-8.25% per annum respectively.

As at April 30, 2009 and October 31, 2008 in the consolidated financial statements, loans due to financial institutions at Baht 176.59 million and Baht 174.87 million respectively were covered by loan agreement of a foreign subsidiary company with a commercial bank in Thailand in US Dollar currency carrying floating interest rates at 3.31-4.15% per annum and 7.50% per annum respectively. The remaining amounts, in the consolidated and the separate financial statements, were whole loans due to financial institutions in the form of promissory notes with the maturity period ranging from 3-6 months, carrying interest rates at 2.25-3.25% per annum and 3.30-4.35% per annum respectively.

As at April 30, 2009 and October 31, 2008 in the consolidated financial statements trust receipts payable carried interest rates at 2.70-2.75% per annum and 4.05-4.92% per annum respectively.

Bank overdrafts, loans due to financial institutions and trust receipts payable are secured by land together with constructions, parts of machinery and leasehold right of factory land location. There are inter-guarantees offered and the subsidiary companies' directors also participated in guarantee against the credit facilities. Short-term loan of a foreign subsidiary company utilized the joint collaterals with the eight and nine credit lines long-term loan as mentioned in the note to the financial statement no. 27. In addition, when some of the credit lines have been drawn, the Company and subsidiary companies must additionally pledge parts of their inventories as collaterals.

Packing credits payable is a loan agreement of a subsidiary company with three commercial banks for the benefit of the Company, subsidiary and related companies totaling five companies. As at April 30, 2009 and October 31, 2008, a related company issued a promissory note to pay the amount equivalent to that of the packing credit loan as a collateral as mentioned in the notes to financial statements no. 4.1. The remaining loan has the following details :-

- The remaining principal balance in the consolidated financial statements as at April 30, 2009 and October 31, 2008, at amounts of Baht 53.74 million and Baht 59.91 million respectively, is required to be repaid within the year 2015. Those who provided credit facilities reserved the right to alter the repayment period of the principal annually. Land together with construction, machines and bank deposit of the related company were pledged as collaterals, and also the subsidiary company's directors and related individuals took part in pledging guarantees and as at April 30, 2009 in respect of the subsidiary company, the Company had replaced as guarantor instead of the said related individuals.
- The remaining principal balances in the consolidated financial statements as at April 30, 2009 and October 31, 2008 at amounts of Baht 302.75 million and Baht 18.69 million respectively, carried the interest rate at 5.50-5.75% per annum and 6.125-6.50% per annum respectively, for the period of 3-6 months and guaranteed by the related company's goods.

21. Other Short-Term Loans-Net

Consisted of :-

(Unit : Thousand Baht)		
	<u>Consolidated Financial Statements/</u>	
	<u>Separate Financial Statements</u>	
	<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Par Value	850,000	1,600,000
<u>Less</u> Prepaid Interest	(5,040)	(3,661)
Net	<u>844,960</u>	<u>1,596,339</u>

As at April 30, 2009 and October 31, 2008, the Company issued unsecured short-term bills of exchange due in 1-9 months with the same discount rates at approximately 2.50-4.10% per annum and 3.88-4.14% per annum respectively.

22. Trade Accounts and Notes Payable-Cane Purchase

As at April 30, 2009, the Company and three subsidiary companies purchased canes for production season 2008/2009 using the announced initial cane price for production season 2008/2009 as published in the Royal Gazette dated No.15/2551 November 13, 2008. The price is Baht 830.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 49.80 per cane ton. Until the date the Company's audit committee approved the issuance of these financial statements, the Office of Cane and Sugar Board has not yet announced a final cane price for the production season 2008/2009, therefore the management of the Company and subsidiary companies booked estimate of accrued manufacturing expenses in the notes to financial statements No.24 and calculate cost of goods sold and inventories for the six-month period ended on April 30, 2009 from estimation made by the management of the Company and subsidiary companies at cane price of Baht 908.31-1,051.02 per cane ton with average sweetness level at 11.47-12.57 c.c.s.

As at October 31, 2008, the Company and three subsidiary companies purchased canes for production season 2007/2008 using the announced initial cane price for production season 2007/2008 as published in the Royal Gazette dated March 5, 2008. The price is Baht 600.00 per cane ton with sweetness level at 10 c.c.s. and fluctuating cane price per one c.c.s. is fixed at Baht 36.00 per cane ton. Until the date the Company's audit committee approved the issuance of these financial statements, the Office of Cane and Sugar Board has not yet announced a final cane price for the production season 2007/2008, therefore the management of the Company and subsidiary companies booked trade account payable to cane and calculate cost of goods sold and inventories for the years ended on October 31, 2008 from estimation made by the management of the Company and subsidiary companies at cane price of Baht 759.16-786.96 per cane ton with average sweetness level at 10.97-12.43 c.c.s. In the second quarter of 2009, in the consolidated and separate financial statements a part of trade accounts payable (cane purchased) decreased by Baht 12.97 million and Baht 6.55 million respectively, since the Company and subsidiary companies adjusted the final price of cane for the production season 2007/2008 to Baht 756.95-784.54 per cane ton at with the average sweetness level at 10.97-12.43 c.c.s. in accordance to the resolution of the meeting of Cane and Sugar Board No. 4/ 2552 held on March 19, 2009.

23. Short-Term Loans due to Outside Person

As at April 30, 2009, in the consolidated financial statements, the whole amount of short-term loan of two subsidiary companies is loan due to outside person in the form of at-call on demand promissory note bearing the interest rate at 3.50-4.00% per annum.

24. Estimate of Accrued Manufacturing Expenses

The Company and three of its subsidiaries record estimate of accrued production cost basing on calculated rate of production cost per unit multiplied with quantity of production which is expected to remain outstanding in each season. The rate of production cost per unit is calculate of from estimates of value cane, direct labour and other of production cost which is expected to occur and then divided by estimated quantity of production expected to produce in each season. The estimated cane value is arrived at as in notes to the financial statements no. 22 and the quantity of cane to be pressed in each season will estimated from best available information of The Office of Cane and Sugar Board as at the date of this report. Direct labour and other production cost is estimated by the management which consider from past information relating to the nature of occurring expense in each item and capacity in each season.

Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances at that time.

25. Accrued Fee Payable to Cane and Sugar Fund

As at April 30, 2009 and October 31, 2008, in the consolidated financial statements, the majority of Baht 51.12 million and Baht 46.40 million respectively, and the separate financial statements of Baht 28.33 million and Baht 22.06 million respectively, represent the amounts to be sent to the Cane and Sugar Fund as per announcement of the office of the Cane and Sugar Board on determining the selling price of sugar for consumption in the Kingdom dated July 15, 2008, and ordering a levy of increased income from the selling price increased for white sugar and refined sugar within the Kingdom from April 30, 2008, onwards which must be distributed to the Fund at Baht 5 per kilogram. For the six-month period ended April 30, 2009, the Company and subsidiary companies have recognized such fees as selling and administrative expenses in the consolidated and separate financial statements in amounts of Baht 332.70 million and Baht 186.12 million respectively.

26. Debentures-Net

As at April 30, 2009 and October 31, 2008, the Company issued 3 sets of Thai Baht currency debentures which are holder specified, non-subordinated and unsecured bonds at par value of Baht 1,000 per unit, meeting no. 11/2551 held on November 28, 2008, issued 1 set and had been approved by the resolution of the annual general meeting of board of directors' meeting no. 1/2550 held on February 27, 2007, issued 2 sets with the following details :-

(Unit : Thousand Baht)

Consolidated Financial Statements/Separate Financial StatementsAs at April 30, 2009

<u>Bond</u>	<u>Symbol</u>	<u>Term</u>	<u>Maturity Date</u>	<u>Interest</u>	<u>Issue Number</u>	<u>Total</u>	<u>Amortized Bond</u>	<u>Net</u>	<u>Fair Value</u>
<u>Set No.</u>				<u>Per Annum</u>	<u>of Units</u>	<u>Value</u>	<u>Issuance Expense</u>		
1	KSL10NA	3 years	November 20, 2010	4.94	1,000,000	1,000,000	1,742	998,258	1,018,125
2	KSL12NA	5 years	November 20, 2012	5.44	500,000	500,000	1,197	498,803	520,295
3	KSL11NA	3 years	November 18, 2011	5.40	780,000	780,000	1,825	778,175	815,280
Total					2,280,000	2,280,000	4,764	2,275,236	2,353,700

(Unit : Thousand Baht)

Consolidated Financial Statements/Separate Financial StatementsAs at October 31, 2008

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

Other significant compliance to the covenants of the debenture issuances.

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

27. Long-Term Loans

Consisted of:-

(Unit : Thousand Baht)

Consolidated Financial StatementsAs at

	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Loans due to Commercial Banks	2,281,602	1,131,747
<u>Less</u> Current Portion of Long-Term Loans	(102,000)	(102,250)
Net	2,179,602	1,029,497

Movements of long-term loans for the six-month periods ended on April 30, 2009 and 2008 are as follows: -

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>For the Six-Month Periods Ended April 30,</u>			
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Beginning Book Value Balance	1,131,747	1,319,054	-	116,000
Increase in the Period	1,364,855	15,000	-	-
Repayment in the Period	(215,000)	(426,000)	-	(56,000)
Ending Book Value Balance	2,281,602	908,054	-	60,000

In the consolidated and separate financial statements as at April 30, 2009 and October 31, 2008, the Company and its subsidiary companies obtained loans from commercial banks with the first to sixth credit lines carried the same interest rates at FIX 12 M+2.25% to MLR-1.00% per annum for both periods. The seventh to ninth credit lines carried the interest rate at LIBOR+2% per annum. The credit facilities obtained have the important covenants as follows:-

- The first credit line: a subsidiary company's principal limit of the credit line is Baht 200.00 million with the remaining balance of the principal as at October 31, 2008 of Baht 100.00 million. The principal has a grace period of 2 years and 6 months from the date of the first withdrawal (July 19, 2005). Afterwards, the repayment has to be made six-monthly, totaling 10 installments. The repayment for 1st to 9th installment is at Baht 20.00 million per installment. The remaining principal must be repaid on the 10th installment. The interest is repayable at the end of every month. The subsidiary company pledged all land together with construction and all machinery of the project as collaterals. This loan has following significant conditions :-
- The subsidiary company must have the registered capital at not less than Baht 100.00 million and the paid-up capital must be not less than 25% prior to or at the date of the first withdrawal of the loan.
- The Company must maintain the shareholding proportion in the said subsidiary company at the rate not less than 85% of the issued and paid-up share capital through out the period of the loan.
- The subsidiary company is not able to pay dividend except when it can repay the principal and interest according to the agreement.
- Except loans from shareholders or companies within the group, the subsidiary company must not enter into additional long-term loan agreements unless it has obtained prior approval from the lending bank.

As at April 30, 2009, the subsidiary company the whole amount of this loan has been repaid in full.

- The second credit line: a subsidiary company's principal limit of the credit line is Baht 200.00 million with the remaining balance of the principal as at October 31, 2008 of Baht 80.00 million. Interest is payable every three months and repayment of the principal loan to be made twice every year for the total of 12 installments within May 31 and November 30 of each year. Installments of principal repayment are uneven ranging from Baht 5.00-30.00 million commencing from the first installment on May 31, 2009 and the last one, to be completely repaid the outstanding contractual amount, within November 30, 2014. The Company has offered its guarantee for the full amount.

As at April 30, 2009, the subsidiary company the whole amount of this loan has been repaid in full.

- The third credit line: a subsidiary company's principal limit of the credit line is Baht 200.00 million with the remaining balance of the principle as at April 30, 2009 and October 31, 2008 of Baht 180.00 million and Baht 200.00 million respectively. The principal must be repaid on six-monthly installments in total of 10 installments at Baht 20.00 million per installment. The first installment must be made in December 2008. The interest is payable at the end of each month.
- The fourth credit line: a subsidiary company's principal limit of the credit line is Baht 80.00 million with the remaining balance of the principle as at April 30, 2009 and October 31, 2008 of Baht 50.00 million and Baht 60.00 million respectively. The principal must be repaid on six-monthly installments in total of 8 installments at Baht 10.00 million per installment. The first installment must be made in January 2008. The interest is payable at the end of each month.

Principal limit of the third and fourth credit line are guaranteed by the mortgage registration of land together with the warehouse building, factory plant building, machines, the leasehold right of the land where the factory is located of the subsidiary companies at the total book value of Baht 646.60 million. The guarantee included the fire insurance for the constructions and machines with the equipments at the maximum limit accepted by the insurance company. The Company forfeits the benefit from the insurance to the bank as the beneficiary. This loan has following significant conditions: -

- The subsidiary company must maintain the debt to equity ratio as stated in the financial statements at not exceeding 1 : 1
- The subsidiary company must maintain the debt service coverage ratio at not less than 1.2 : 1
- The fifth credit line: a subsidiary company's principal limit of the credit line is Baht 60.00 million with the remaining balance of the principle as at April 30, 2009 and October 31, 2008 of Baht 45.00 million for both periods. The principal must be repaid on three-monthly installments in total of 20 installments at Baht 2.25 million per installment. The first installment must be made in September 2009 and interest is payable at the end of each month with the following significant conditions :-

- The subsidiary company has to register the mortgage of construction which the company may have in the future and machinery of project with the total principal of pledge at Baht 85.00 million to be completed within 1 month from the date of construction is completed.
- The other subsidiary company has guaranteed for the full amount.
- The subsidiary company must maintain debt to equity ratio at not more than 1.5 : 1
- The subsidiary company must maintain the debt service coverage ratio at not less than 1.2 : 1
- The sixth credit line: a subsidiary company's principal limit of credit line is Baht 800.00 million with the remaining balance of the principle as at April 30, 2009 and October 31, 2008 of Baht 770.50 million and Baht 297.00 million respectively. The principal must be repaid within 5 years. The principal must be repaid on six-monthly installments in total of 10 installments at Baht 37.50-92.50 million per installment and the first installment must be made in April 2009. The loans are guaranteed by machineries and all factory equipment of the subsidiary company and the Company and subsidiary's shareholders have also offered their guaranteed on this loan.
- The seventh credit line: the credit line of a foreign subsidiary company with an overseas commercial bank for the credit limit of USD 5.00 million. As at April 30, 2009 and October 31, 2008, the remaining balance is Baht 176.59 million and Baht 174.87 million respectively. The repayment of the principle has to be made every six-monthly in total of 10 installments at USD 0.50 million per installment. The grace period of the principle is 2 years and the first repayment for the principle is to be made in March 2011. The interest is payable every three-monthly.
- The eighth credit line: the credit line of a foreign subsidiary company with a commercial bank in Thailand for the credit limit of USD 5.00 million. As at April 30, 2009 and October 31, 2008, the remaining balance is Baht 176.59 million and Baht 174.87 million respectively. The repayment of the principle has to be made every six-monthly in total of 10 installments at USD 0.50 million per installment. The grace period of the principle is 2 years and the first repayment for the principle is to be made in March 2011. The interest is payable every three-monthly.
- The ninth credit line: the credit line of a foreign subsidiary company with a commercial bank in Thailand for the credit limit of USD 30.00 million. As at April 30, 2009, the remaining balance is Baht 882.93 million. The repayment of the principle has to be made every six-monthly in total of 10 installments at USD 3.00 million per installment. The grace period of the principle is 2 years and the first repayment for the principle is to be made in June 2011. The interest is payable every three-monthly.

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

28. Share Capital

Consisted of:-

	Registered Share (Number of Shares)	Par Value (Baht)	Registered Share Capital (Thousand Baht)	Issued and Paid Up Share Capital (Thousand Baht)
As at November 1, 2007	1,600,000,000	1.00	1,600,000	1,550,000
Registered Share Capital Decreased During the Period	(50,000,000)	1.00	(50,000)	-
Registered Share Capital Increased During the Period	155,000,000	1.00	155,000	-
As at October 31, 2008	1,705,000,000	1.00	1,705,000	1,550,000
Registered Share Capital Decreased During the Period	(155,000,000)	1.00	155,000	-
As at April 30, 2009	1,550,000,000	1.00	1,550,000	1,550,000

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

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

- Approved the cancellation of the first issue of warrants with rights to purchase ordinary shares of the Company as resolved by the extra-ordinary meeting of shareholders No.1/2551 held on April 29, 2008.
- Approved the decrease of the registered share capital from formerly Baht 1,705.00 million to Baht 1,550.00 million by canceling 155 million unissued shares of the registered share capital at par value of Baht 1.00 each and amending the Company's memorandum of association to correspond with the decrease of the registered share capital. The Company has already registered the resolved decrease share capital with the Ministry of Commerce on March 10, 2009.

29. Capital Management

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

As at April 30, 2009, in the consolidated financial statements, debt to equity ratio is 0.99 : 1.00 and in the separate financial statements, debt to equity ratio is 1.00 : 1.00.

30. Surplus from Internal Restructure of Entities under Common Control

In the consolidated financial statements, movement of surplus from internal restructure of entities under common control for the six-month period ended on April 30, 2009 is as follows: -

(Unit : Thousand Baht)

	<u>Revaluation Surplus on</u> <u>Assets-Subsidiary Companies</u>	<u>Discount from Internal Restructure</u> <u>of Entities under Common Control</u>	<u>Net</u>
Beginning Balance	2,106,920	(264,043)	1,842,877
Decrease in the Period	(102,306)	-	(102,306)
Ending Balance	2,004,614	(264,043)	1,740,571

31. Dividend Paid and Legal Reserve

In accordance with the minutes of the annual general shareholders' meeting No. 1/2552 held on February 27, 2009, it was unanimously resolved to appropriate Baht 18.50 million from net profit in 2008 to legal reserve and to pay dividends from operating result of the Company from November 1, 2007 to October 31, 2008 at the rate of Baht 0.22 per share totaling Baht 341.00 million. The dividends had been paid to shareholders on March 27, 2009.

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

32. Natures of Expense

The significant natures of expense are :-

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>For the Six-Month Periods Ended April 30,</u>			
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Salaries, Wages and Other Benefits to Employees	486,322	460,096	147,899	153,341
Depreciation	202,587	167,404	71,488	62,538
Fuel Costs	164,585	185,990	120,912	130,048
Fee Payable to Cane and Sugar Cane	382,301	56,598	213,853	23,630
Maintenance Expense	213,459	204,692	127,538	113,709
Transport Expenses	160,284	198,885	93,351	101,860
Raw Material and Supplies Used	5,690,855	5,344,891	2,440,826	2,414,744
Purchased Finished Goods	594,848	345,245	426,584	664,072
Changes in Finished Goods and Work In Process	(3,399,052)	(2,639,000)	(1,322,857)	(1,468,093)
Operating Expenses	356,404	221,215	98,352	136,343
Interest Expenses	125,599	95,432	83,659	61,848
Other Financial Expenses	6,535	4,471	1,038	631
Total	4,984,727	4,645,919	2,502,643	2,394,671

33. Disclosure of Sectoral Business Operations

Consolidated Financial Statements

For the Six-Month Periods Ended on April 30, 2009 and 2008

(Unit : Million Baht)

	Manufacture and Distribution of Sugar and Molasses						Manufacture and Distribution of Alcohol		Manufacture and Sale of Electricity		Real Estate Rental		Wheat Flour		Others Business		Inter-Transaction		Total	
	2009			2008			2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
	Thai	Laos	Cambodia	Thai	Laos	Cambodia	-----Thailand-----													
Net Sales and Service-Domestic	2,199	-	-	2,171	-	-	405	191	274	251	92	79	636	379	25	276	(599)	(928)	3,032	2,419
Net Sales and Service-Foreign	2,867	-	-	2,594	-	-	-	178	-	-	-	-	-	-	53	185	(270)	(170)	2,650	2,787
Total	5,066	-	-	4,765	-	-	405	369	274	251	92	79	636	379	78	461	(869)	(1,098)	5,682	5,206
Profit from Operation	1,664	-	20	1,135	3	4	114	48	122	76	158	83	77	52	19	26	(39)	(34)	2,135	1,393
Selling Expenses																			(167)	(199)
Administration Expenses																			(439)	(259)
Fee Payable to Cane and Sugar Fund																			(382)	(57)
Financial Cost																			(132)	(100)
Corporate Income Tax																			(275)	(204)
Net Profit																			740	574
<u>Less</u> Net Profit of Minority Shareholders																			(43)	(54)
Net Profit of Khon Kaen Sugar Industry Public Company Limited																			697	520
As at April 30, 2009 and 2008																				
Inventories-Net	4,619	48	78	4,048	1	5	82	39	-	-	-	-	474	261	20	81	-	-	5,321	4,435
Property, Plant and Equipment-Net	6,569	914	1,865	6,468	236	643	407	326	1,011	891	1,155	830	510	449	215	211	(108)	(24)	12,538	10,030
Central Assets	2,146	129	547	3,259	125	496	129	84	162	117	106	124	132	189	890	800	(481)	(1,243)	3,760	3,951
Total Assets	13,334	1,091	2,490	13,775	362	1,144	618	449	1,173	1,008	1,261	954	1,116	899	1,125	1,092	(589)	(1,267)	21,619	18,416

34. Obligations and Contingent Liabilities

As at April 30, 2009 and October 31, 2008, apart from liabilities reflected in the balance sheets, the Company and its subsidiary companies have obligations and contingent liabilities as follows:-

34.1 The Company and its subsidiary companies have obligations relating to agreements to sell goods but not yet delivered as in the consolidated financial statements for the amounts of Baht 4,750.97 million and Baht 2,122.68 million respectively and as in the separate financial statements for Baht 2,712.84 million and Baht 1,566.44 million respectively.

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

(Unit : Million Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
For the production season 2008/2009	-	333.75	-	30.63
For the production season 2009/2010	193.96	12.82	15.70	12.82

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

34.4 As at April 30, 2009 and October 31, 2008 in the consolidated and separate financial statements have obligations and contingent liabilities as follows: -

(Unit : Million)

<u>Consolidated Financial Statements</u>							
<u>As at</u>							
		<u>April 30, 2009</u>			<u>October 31, 2008</u>		
		<u>Total Credit Line</u>			<u>Total Credit Line</u>		
	<u>Currency</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>
Letter of Guarantees (not specified the limit line)	Baht	-	68.14	-	-	65.26	-
Note Acceptance	Baht	30.00	-	30.00	30.00	-	30.00
Letter of Credit	Baht	1,144.00	329.38	814.62	1,424.50	652.96	771.54
Letter of Credit (not specified the limit line)	USD	-	8.16	-	-	-	-
Letter of Credit	USD	27.44	16.44	11.00	26.92	2.72	24.20
Letter of Credit	EUR	1.25	1.25	-	-	-	-
Bank Overdraft and Short-Term Loans	Baht	7,212.00	2,023.25	5,188.75	13,926.91	148.96	13,777.95
Short-Term Loans	USD	23.00	5.00	18.00	23.00	5.00	18.00

(Unit : Million)

Consolidated Financial StatementsAs atApril 30, 2009October 31, 2008Total Credit LineTotal Credit Line

	<u>Currency</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>
Forward Contract	Baht	1,393.00	174.66	1,218.34	1,193.00	-	1,193.00
Forward Contract	USD	153.20	10.54	142.66	145.20	13.22	131.98
Forward Contract (not specified the limit line)	USD	-	7.00	-	-	-	-
Long-Term Loans	Baht	1,480.00	1,205.50	274.50	1,480.00	927.00	553.00
Long-Term Loans	USD	40.00	35.00	5.00	40.00	10.00	30.00
Joint credit line in the Letter of Credit and Long-Term Loans	Baht	60.00	45.00	15.00	60.00	45.00	15.00
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	Baht	-	-	7,363.33	-	-	5,527.05
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	USD	-	-	206.44	-	-	93.20
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	EUR	-	-	1.25	-	-	-

(Unit : Million)

Separate Financial StatementsAs atApril 30, 2009October 31, 2008Total Credit LineTotal Credit Line

	<u>Currency</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>	<u>Total Credit Line</u>	<u>Utilized</u>	<u>Remaining</u>
Letter of Guarantees (not specified the limit line)	Baht	-	1.73	-	-	1.73	-
Letter of Credit	Baht	30.00	-	30.00	30.00	-	30.00
Letter of Credit	USD	1.00	-	1.00	1.00	-	1.00
Bank Overdraft and Short-Term Loans	Baht	2,058.00	595.00	1,463.00	4,908.00	70.36	4,837.64
Short-Term Loans	USD	3.00	-	3.00	3.00	-	3.00
Forward Contracts	Baht	333.00	-	333.00	333.00	-	333.00
Forward Contracts	USD	10.00	-	10.00	10.00	6.01	3.99
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	Baht	-	-	5,343.33	-	-	5,527.05
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	USD	-	-	124.44	-	-	93.20
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	EUR	-	-	1.25	-	-	-

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

34.5 As at April 30, 2009 and October 31, 2008, in the consolidated financial statements, the Company and its subsidiary companies have remaining obligations under the various contracts as follows: -

(Unit : Million)

<u>Consolidated Financial Statements</u>					
<u>As at</u>					
	<u>Currency</u>	<u>April 30, 2009</u>		<u>October 31, 2008</u>	
		<u>Contractual</u>	<u>Outstanding</u>	<u>Contractual</u>	<u>Outstanding</u>
		<u>Amount</u>	<u>Contractual Obligation</u>	<u>Amount</u>	<u>Contractual Obligation</u>
Construction and Subcontract Agreements	Baht	765.91	150.45	637.65	97.88
	USD	7.56	1.30	6.61	2.80
	KHR	891.18	25.25	475.25	283.29
Machine and Equipment Purchase Agreements	Baht	197.95	151.00	250.65	157.58
	USD	41.73	27.10	27.66	17.58
	YEN	3,190.00	3,190.00	3,191.67	3,191.25
	EURO	1.67	1.25	-	-
Machine Disposal Agreements	Baht	29.00	-	48.68	2.89

Furthermore, as at April 30, 2009 and October 31, 2008, four subsidiary companies entered into four inter-purchase/sale agreements of which the remaining obligations under the agreements are Baht 634.79 million and Baht 1,505.72 million respectively.

34.6 As at April 30, 2009 and October 31, 2008, two subsidiary companies entered into agreements with other companies to transport machinery, which the transportation fee payment depends on the percentage of work completed. The remaining contractual obligation is Baht 13.35 million and Baht 25.57 million respectively.

35. Other Significant Information

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

35.2 In accordance to minutes of the Company's meeting of the executive board no. 8/2549 held on July 28, 2006, it resolved for the Company to invest in ordinary shares of Koh Kong Plantation Co., Ltd. and Koh Kong Sugar Industry Co., Ltd. at the rate of 50% in each company for the total USD 5.00 million. This investment was a joint investment with foreigners and the said two companies have entered into the memorandum of understanding with the government of Kingdom of Cambodia on August 2, 2006 in order to build a sugar factory and to apply for a concession of area to plant canes in Koh Kong Province, Kingdom of Cambodia in total of 20,000 hectares covering period of 90 years and the rental price has a grace period of the first 4 years, afterwards, the rate of rental price of USD 1-4 per hectare per annum. As at April 30, 2009, the subsidiary company has already utilized the area of 6,318.43 hectares and presently, the process has been going on to fix the area so that the rental fee can be calculated.

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

- Category of debts instruments : with or without securities, subordinated or non-subordinated, convertible or non-convertible, specified names of debt-holders with or without representatives (in case of debenture).
- Currency : Thai Baht currency or equivalent foreign currency using exchange rate at each time of issuance.
- Proposed sale value : Principal amount of issued debt instruments must not be more than Baht 10,000.00 million at any time. The calculation of the maximum principal of the debt instrument which the Company can issue and place for sale at any time shall include the principal of the Company's debt instrument which has not been redeemed but shall not include the principal of the Company's debt instrument which has already been redeemed.
- The maturity period : Should not be more than 20 years.
- Sales method : Placement to the general investors, major investors or corporate investors in Thailand and/or overseas according to the announcement of the Securities and Exchange Commission and/or the announcement of the Office of the Securities and Exchange Commission and/or other related regulations which are in effect at the time of the debt instrument's issuance and offer for sales.

As of April 30, 2009 and October 31, 2008, the Company has partially issued the debt instruments as mentioned in the notes to financial statements Nos. 21 and 26

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

36. Financial Instruments

As at April 30, 2009, The policy to manage financial risks and credit risks and fair value is same with the financial statements as at October 31, 2008.

Risk on Interest Rate

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

(Unit : Thousand Baht)

Consolidated Financial StatementsAs at April 30, 2009

	Fixed Interest Rate			Floating	Total
	Within	More than 1 year	More than	Interest Rate	
	1 year	to 5 years	5 year		
<u>Financial Assets</u>					
Bank Deposits	-	-	-	340,199	340,199
Fixed Deposits	5,597	-	-	-	5,597
Cane Growing Promotion Loan	16,314	65,244	-	-	81,558
Short-Term Loans due from Related Companies	-	-	-	356,491	356,491
Short-Term Loans due from Related Individuals	33,904	135,618	-	-	169,522
Short-Term Loans due from Farmers	129,644	-	-	-	129,644
Other Long-Term investment	5,100	13,904	-	-	19,004
Total	190,559	214,766	-	696,690	1,102,015
<u>Financial Liabilities</u>					
Short-Term Loans due to Financial Institutions	-	-	-	2,564,619	2,564,619
Other Short-Term Loans	844,960	-	-	-	844,960
Short-Term Loan due to Outside Person	38,000	-	-	-	38,000
Debentures	-	2,275,236	-	-	2,275,236
Long-Term loans	-	-	-	2,281,602	2,281,602
Total	882,960	2,275,236	-	4,846,221	8,004,417

(Unit : Thousand Baht)

Consolidated Financial StatementsAs at October 31, 2008

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

Risk on Exchange Rate

Risks on exchange rates for the Company and its subsidiary companies mainly involve with sales of goods and import of machine as transactions are made in foreign currencies. As at April 30, 2009 and October 31, 2008, the Company and its subsidiary companies possessed assets and liabilities in foreign currencies over which the contract to hedge against risk of exchange rates has not been conducted as follows :-

(Unit : Million)

<u>Currencies</u>	<u>Consolidated Financial Statements</u>				<u>Separate Financial Statements</u>			
	<u>As at</u>		<u>As at</u>		<u>As at</u>		<u>As at</u>	
	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>
USD	31.96	44.76	21.55	11.86	4.18	1.61	5.03	-
YEN	-	-	1,107.75	203.26	-	-	-	-
RIEL	274.20	252.40	-	-	-	-	-	-

As at April 30, 2009 and October 31, 2008, in the consolidated and the separate financial statements, the Company and a subsidiary company conducted a forward sale contract with a commercial bank to hedge against exchange rate risk from receipt and debt repayment denominated in foreign currency. The subsidiary company has not recorded such financial liability in the financial statements. The due date for payment of the forward contract already committed has outstanding period of not greater than 6 months in both periods with the following details :-

(Unit : Million)

	<u>Currencies</u>	<u>Consolidated Financial Statement</u>		<u>Separate Financial Statement</u>	
		<u>As at</u>		<u>As at</u>	
		<u>April 30, 2009</u>	<u>October 31, 2008</u>	<u>April 30, 2009</u>	<u>October 31, 2008</u>
Contracted Amount	USD	19.94	13.22	-	6.01
Resulted Amount Earned under Contract	Baht	689.77	444.50	-	209.48
Fair Value	Baht	690.93	465.18	-	211.47

37. Comparative Data of Balance Sheets as at April 30, 2009 and 2008

To facilitate the users of these financial statements in comparing the information for the business with definite seasonal fluctuation, the Company presents the comparative financial data as at April 30, 2009 and 2008 as follows: -

(Unit : Thousand Baht)

	<u>Consolidated Financial</u>		<u>Separate Financial Statements</u>	
	<u>Statements</u>			
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalent Items	347,810	561,762	58,632	52,506
Short-Term Investments-Net	753	2,509	-	-
Trade Accounts and Notes Receivable-Net	1,004,041	535,419	263,878	125,527
Trade Accounts Receivable-Subsidiary and Related Companies	3,853	3,005	12,222	38,396
Farmer Accounts Receivable-Net	19,539	50,272	-	-
Current Portion of Cane Growing Promotion Loans	16,314	31,173	3,960	-
Current Portion of Loans due from Related Individuals	33,904	-	-	-
Short-Term Loans due and Related Companies	356,491	567,531	-	454,600
Short-Term Loans due from Farmers	175,835	238,444	62,160	140,864
Inventories-Net	5,321,082	4,435,011	2,144,985	2,317,055
Real Estate Development Cost	38,624	47,283	-	-
Machine Maintenance Supplies	232,916	271,596	102,650	96,412
Other Accounts Receivable-Cane Value-Net	3,347	395,576	1,436	228,205
Share Subscriptions Receivable-Subsidiary Company's Shareholders	-	109,497	-	-
Other Current Assets	155,855	126,698	44,528	48,133
TOTAL CURRENT ASSETS	7,710,364	7,375,776	2,694,451	3,501,698
NON-CURRENT ASSETS				
Investments in Subsidiary and Associated Companies-Net	43,993	56,500	3,828,117	3,115,587
Other Long-Term Investment-Net	23,364	95,911	10,454	59,385
Deferred Cane Plantation Cost-Net	486,306	233,313	22,867	12,135
Cane Growing Promotion Loans-Net	65,244	87,005	7,922	-
Long-Term Loans due from Related Individuals	135,618	-	-	-
Other Accounts Receivable Compensation for Sugar Production and Distribution	244,953	246,205	132,770	130,541
Property, Plant and Equipment-Net	12,537,743	10,029,804	2,956,748	2,959,815
Land not used in Operation-Net	323,028	277,429	98,282	98,282
Obligated Fixed Deposits	5,577	7,977	5,577	5,577
Other Non-Current Assets	42,550	5,744	148	151
TOTAL NON-CURRENT ASSETS	13,908,376	11,039,888	7,062,885	6,381,473
TOTAL ASSETS	21,618,740	18,415,664	9,757,336	9,883,171

Unaudited**Limited Review Only**

(Unit : Thousand Baht)

	<u>Consolidated Financial Statement</u>		<u>Separate Financial Statements</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>				
CURRENT LIABILITIES				
Bank Overdrafts and Short Term Loans due to Financial Institutions	2,564,619	1,626,444	595,000	165,000
Other Short-Term Loans-Net	844,960	2,240,580	844,960	2,240,580
Trade Accounts and Notes Payable-Cane Purchase	322,117	250,169	116,212	169,819
Trade Accounts and Notes Payable	201,035	172,100	66,873	64,374
Trade Accounts and Notes Payable-Subsidiary and Related Companies	363	816	45,604	122,910
Current Portion of Long-Term Loans	102,000	140,000	-	60,000
Short-Term Loans due to Subsidiary Companies	-	-	56,000	-
Short-Term Loans due to Outside Person	38,000	-	-	-
Accrued Corporate Income Tax	285,396	203,790	95,744	38,403
Advance Received from Customers for Goods	91,422	108,005	70,152	54,160
Estimate of Accrued Manufacturing Expenses	962,263	750,593	475,961	460,007
Accrued Fee Payable to Cane and Sugar Fund	58,757	9,484	32,548	4,774
Accrued Stabilization Function Payment	69,536	15,082	28,419	7,480
Other Accrued Expenses	166,598	128,404	101,920	57,287
Accounts Payable-Assets	281,963	148,660	5,693	17,005
Other Accounts Payable	165,486	261,949	48,369	62,445
Other Current Liabilities	112,681	73,274	17,323	13,032
TOTAL CURRENT LIABILITIES	6,267,196	6,129,350	2,600,778	3,537,276
NON-CURRENT LIABILITIES				
Debentures-Net	2,275,236	1,495,611	2,275,236	1,495,611
Long-Term Loans-Net from Current Portion	2,179,602	768,054	-	-
Other Non-Current Liabilities	16,769	24,979	9,574	11,107
TOTAL NON-CURRENT LIABILITIES	4,471,607	2,288,644	2,284,810	1,506,718
TOTAL LIABILITIES	10,738,803	8,417,994	4,885,588	5,043,994

Unaudited**Limited Review Only**

(Unit : Thousand Baht)

	<u>Consolidated Financial Statements</u>		<u>Separate Financial Statements</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
SHAREHOLDERS' EQUITY				
Share Capital				
Authorized Share Capital :				
1,600,000,000 Ordinary Shares @ Baht 1.00 Par Value Each	-	1,600,000	-	1,600,000
1,550,000,000 Ordinary Shares @ Baht 1.00 Par Value Each	1,550,000	-	1,550,000	-
Issued and Paid-Up Share Capital				
1,550,000,000 Ordinary Shares @ Baht 1.00 Par Value Each	1,550,000	1,550,000	1,550,000	1,550,000
Premium on Share Capital	1,554,617	1,554,617	1,554,617	1,554,617
Revaluation Surplus on Assets-Parent Company	1,242,403	1,356,977	1,242,403	1,356,977
Revaluation Surplus on Assets-Subsidiary Companies	170,730	138,151	-	-
Surplus from Internal Restructure of Entities under Common Control	1,740,571	1,955,367	-	-
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	39,838	19,895	-	-
Unrealized Gain on Available-for-Sale Securities	1,556	2,991	2,387	3,620
Accumulated Result of Foreign Currency Translation Adjustment	(717)	(7,964)	-	-
Retained Earnings				
Appropriated				
Legal Reserve	162,620	144,120	162,620	144,120
Unappropriated	2,250,007	1,573,708	359,721	229,843
TOTAL SHAREHOLDERS' EQUITY OF PARENT COMPANY	8,711,625	8,287,862	4,871,748	4,839,177
Minority Shareholders' Equity	2,168,312	1,709,808	-	-
TOTAL SHAREHOLDERS' EQUITY	10,879,937	9,997,670	4,871,748	4,839,177
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	21,618,740	18,415,664	9,757,336	9,883,171

Unaudited**Limited Review Only****38. Approval of Financial Statements**

These financial statements have been approved for issuance by the Company's audit committee on June 10, 2009.