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 July 31, 2009, the related consolidated and the separate income statements for the three-month and nine-month periods ended July 31, 2009 and 2008 and the related consolidated and the separate statements of changes in shareholders' equity and cash flows for the nine-month periods ended July 31, 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 July 31, 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 July 31, 2009 and October 31, 2008, the financial statements of these subsidiary companies disclosed the total assets of Baht 6,285.86 million and Baht 3,403.62 million respectively and for the three-month and nine-month periods ended July 31, 2009 showed the total incomes of Baht 323.27 million and Baht 1,168.68 million and total net loss of Baht 50.47 million and Baht 141.57 million respectively (for the three-month and nine-month periods ended July 31, 2008 : the total incomes of Baht 24.81 million and Baht 32.00 million and total net profit of Baht 8.50 million and total net loss of Baht 10.07 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 other 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 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 report and other auditor's reports 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,

September 9, 2009.

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS

As at July 31, 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	
ASSETS					
CURRENT ASSETS					
Cash and Cash Equivalent Items		730,059	507,380	365,078	18,062
Short-Term Investments-Net	5	1,371	1,333	-	-
Trade Accounts and Notes Receivable-Net	6	553,199	699,190	113,812	270,643
Trade Accounts Receivable-Subsidiary and Related Companies	4.1 and 7	2,247	2,846	13,150	12,053
Farmer Accounts Receivable-Net	8	15,588	29,542	-	-
Current Portion of Cane Growing Promotion Loans	16	14,143	28,600	3,960	-
Current Portion of Loans due from Related Individual	4.1	32,679	-	-	-
Short-Term Loans due from Subsidiary and Related Companies	4.1	246,891	78,602	397,000	-
Short-Term Loans due from Farmers	9	278,074	318,828	110,502	85,834
Inventories-Net	10	3,468,981	1,888,932	1,281,519	803,371
Real Estate Development Cost	11	33,711	42,056	-	-
Machine Maintenance Supplies		223,583	234,448	98,835	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		171,084	95,285	53,675	54,787
TOTAL CURRENT ASSETS		5,774,957	4,473,530	2,438,967	1,685,095
NON-CURRENT ASSETS					
Investments in Subisdiary and Associated Companies-Net	13	50,723	47,434	4,149,091	3,926,234
Other Long-Term Investments-Net	14	23,677	94,101	10,848	57,456
Deferred Cane Plantation Cost-Net	15	605,347	402,248	40,123	23,343
Cane Growing Promotion Loans-Net	16	70,408	80,002	6,932	-
Long-Term Loans due from Related Individual	4.1	130,715	-	-	-
Other Accounts Receivable Compensation for Sugar Production and Distribution	17	244,953	244,953	132,770	132,770
Property, Plant and Equipment-Net	18	13,547,641	11,311,276	2,909,200	2,979,900
Land not used in Operation-Net	19	323,658	292,618	98,282	98,282
Obligated Fixed Deposits		5,577	5,777	5,577	5,577
Other Non-Current Assets		39,691	32,883	148	148
TOTAL NON-CURRENT ASSETS		15,042,390	12,511,292	7,352,971	7,223,710
TOTAL ASSETS		20,817,347	16,984,822	9,791,938	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 July 31, 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	
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank Overdrafts and Short-Term Loans due to Financial Institutions	20	1,212,207	891,346	145,000	70,360
Other Short-Term Loans-Net	21	348,743	1,596,339	348,743	1,596,339
Trade Accounts and Notes Payable-Cane Purchase	22	235,682	290,747	100,707	115,531
Trade Accounts and Notes Payable		124,487	82,152	15,046	24,814
Trade Accounts and Notes Payable-Subsidiary Companies	4.1	-	-	31,209	26,776
Current Portion of Long-Term Loans	27	237,000	102,250	168,000	-
Short-Term Loans due to Subsidiary Companies	4.1	-	-	8,000	279,000
Short-Term Loans due to Outside Person	23	38,000	-	-	-
Accrued Corporate Income Tax		128,637	142,678	2,800	37,708
Advance Received from Customers for Goods		79,456	101,917	30,784	8,983
Estimated of Accrued Manufacturing Expenses	24	663,604	-	244,283	-
Accrued Fee Payable to Cane and Sugar Fund	25	51,220	53,729	23,106	25,351
Accrued Stabilization Function Payment		84,588	30,833	44,367	15,186
Other Accrued Expenses		89,984	110,817	62,027	76,254
Accounts Payable-Assets		492,848	302,310	3,475	84,072
Other Accounts Payable		189,896	195,822	70,547	61,951
Other Current Liabilities		107,817	75,974	15,792	10,071
TOTAL CURRENT LIABILITIES		4,084,169	3,976,914	1,313,886	2,432,396
NON-CURRENT LIABILITIES					
Debentures-Net	26	3,274,172	1,496,342	3,274,172	1,496,342
Long-Term Loans-Net from Current Portion	27	2,508,127	1,029,497	332,000	-
Other Non-Current Liabilities		16,376	24,947	10,136	10,752
TOTAL NON-CURRENT LIABILITIES		5,798,675	2,550,786	3,616,308	1,507,094
TOTAL LIABILITIES		9,882,844	6,527,700	4,930,194	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 July 31, 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		1,219,760	1,296,881	1,219,760	1,296,881
Revaluation Surplus on Assets-Subsidiary Companies		168,615	135,063	-	-
Surplus from Internal Restructuring of Entities under Common Control	30	1,695,386	1,842,877	-	-
Surplus from Changes in Shareholding Ratio in Subsidiary Companies		39,138	37,995	-	-
Unrealized Gain on Available-for-Sale Securities		2,102	978	2,798	1,725
Accumulated Result of Foreign Currency Translation Adjustment		9,732	(1,673)	-	-
Retained Earnings	31				
Appropriated					
Legal Reserve		162,620	162,620	162,620	162,620
Unappropriated		2,403,765	1,894,158	371,949	403,472
TOTAL SHAREHOLDERS' EQUITY OF PARENT COMPANY		8,805,735	8,473,516	4,861,744	4,969,315
Minority Shareholders' Equity		2,128,768	1,983,606	-	-
TOTAL SHAREHOLDERS' EQUITY		10,934,503	10,457,122	4,861,744	4,969,315
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		20,817,347	16,984,822	9,791,938	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 July 31, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	**2008**	**2009**	**2008**
REVENUES FROM OPERATION				
Sales and Services	3,066,239	2,802,028	1,342,982	1,405,754
Revenue from Sale of Fuel Oil, Fertiliser and Other Supplies	41,424	30,699	12,095	25,335
TOTAL REVENUES FROM OPERATION	3,107,663	2,832,727	1,355,077	1,431,089
COST OF OPERATION				
Cost of Sales and Services	2,417,815	2,105,264	1,169,443	1,161,359
Cost of Sales of Other Goods	38,404	23,153	10,201	20,126
TOTAL COST OF OPERATION	2,456,219	2,128,417	1,179,644	1,181,485
Gross Profit	651,444	704,310	175,433	249,604
Dividend Income	30	97	3,242	30
Other Income	23,784	70,946	17,917	26,526
Profit Sharing from Investments Recorded by Equity Method	6,730	1,990	-	-
Selling Expenses	(78,562)	(115,334)	(41,353)	(57,714)
Administrative Expenses	(157,488)	(155,816)	(15,549)	(27,205)
Fee Payable to Cane and Sugar Fund	(174,932)	(198,455)	(81,822)	(86,517)
Directors' Remuneration	(2,965)	(2,560)	(1,411)	(1,396)
Financial Cost	(60,155)	(63,629)	(40,812)	(40,921)
NET PROFIT BEFORE CORPORATE INCOME TAX	207,886	241,549	15,645	62,407
CORPORATE INCOME TAX	(58,498)	(45,306)	(3,417)	(12,936)
NET PROFIT	149,388	196,243	12,228	49,471
PROFIT (LOSS) APPROPRIATION				
PROFIT BELONGING TO SHAREHOLDERS OF THE PARENT COMPANY	153,758	159,220	12,228	49,471
PROFIT (LOSS) BELONGING TO MINORITY SHAREHOLDERS	(4,370)	37,023	-	-
	149,388	196,243	12,228	49,471
EARNINGS PER SHARE FOR SHAREHOLDERS OF THE PARENT COMPANY (UNIT : BAHT)	0.10	0.10	0.01	0.03
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 nine-month periods ended July 31, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
		(Restated)		(Restated)
REVENUES FROM OPERATION				
Sales and Services	8,623,847	7,744,103	4,031,951	3,779,990
Revenue from Sale of Fuel Oil, Fertiliser and Other Supplies	166,132	269,649	72,975	132,714
TOTAL REVENUES FROM OPERATION	8,789,979	8,013,752	4,104,926	3,912,704
COST OF OPERATION				
Cost of Sales and Services	6,170,179	5,879,212	3,123,897	3,177,342
Cost of Sales of Other Goods	150,201	262,748	66,125	124,484
TOTAL COST OF OPERATION	6,320,380	6,141,960	3,190,022	3,301,826
Gross Profit	2,469,599	1,871,792	914,904	610,878
Dividend Income	97	97	3,309	43,400
Other Income	344,295	282,846	164,940	111,832
Profit Sharing from Investments Recorded by Equity Method	3,289	8,814	-	-
Selling Expenses	(245,870)	(307,692)	(134,523)	(156,603)
Administrative Expenses	(588,818)	(407,385)	(111,432)	(111,875)
Fee Payable to Cane and Sugar Fund	(557,233)	(255,053)	(295,675)	(110,147)
Directors' Remuneration	(10,458)	(9,497)	(6,073)	(6,058)
Financial Cost	(192,289)	(163,532)	(125,509)	(103,400)
NET PROFIT BEFORE CORPORATE INCOME TAX	1,222,612	1,020,390	409,941	278,027
CORPORATE INCOME TAX	(333,729)	(249,807)	(100,464)	(52,618)
NET PROFIT	888,883	770,583	309,477	225,409
PROFIT APPROPRIATION				
PROFIT BELONGING TO SHAREHOLDERS OF THE PARENT COMPANY	850,607	679,796	309,477	225,409
NET PROFIT OF SUBSIDIARY COMPANY BELONGING TO THE PARENT COMPANY BEFORE ADDITIONAL SHARE ACQUISITION	216	251	-	-
PROFIT BELONGING TO MINORITY SHAREHOLDERS	38,060	90,536	-	-
	888,883	770,583	309,477	225,409
EARNINGS PER SHARE FOR SHAREHOLDERS OF THE PARENT COMPANY (UNIT : BAHT)	0.55	0.44	0.20	0.15
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 nine-month periods ended July 31, 2009 and 2008

Consolidated Financial Statements

(Unit : Thousand Baht)

	Issued and Paid-up Share Capital	Premium on Share Capital	Revaluation Surplus on Assets-Parent Company	Revaluation Surplus on Assets-Subsidiary Companies	Surplus from Internal Restructuring of Entities under Common Control	Surplus from Changes in Shareholding Ratio in Subsidiary Companies	Unrealized Gain (Loss) on Available-for-Sale Securities	Accumulated Result of Foreign Currency Translation Adjustment	Retained Earnings		Total Shareholder's Equity of the Parent Company	Minority Shareholders' Equity	TOTAL
									Appropriated Legal Reserve	Unappropriated			
Balance as at November 1, 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 Incresed(Decresed) during the Period (Net)	-	-	(12,759)	40,864	(18,494)	(9,311)	-	-	-	-	300	159,685	159,985
Depreciation Revaluation Surplus on Assets	-	-	(64,362)	(7,312)	(128,997)	(1,402)	-	-	-	-	(202,073)	(32,579)	(234,652)
Unrealized Gain on Available-for-Sale Securities	-	-	-	-	-	-	1,124	-	-	-	1,124	167	1,291
Accumulated Result of Translation Adjustment	-	-	-	-	-	-	-	11,405	-	-	11,405	(7,516)	3,889
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	-	-	-	-	-	11,856	-	-	-	-	11,856	(11,856)	-
Total Unrealized Transactions in Income Statement	1,550,000	1,554,617	1,219,760	168,615	1,695,386	39,138	2,102	9,732	162,620	1,894,158	8,296,128	2,091,507	10,387,635
Net Profit for the Period	-	-	-	-	-	-	-	-	-	850,607	850,607	38,276	888,883
Dividends Paid	-	-	-	-	-	-	-	-	-	(341,000)	(341,000)	(1,015)	(342,015)
Balance as at July 31, 2009	1,550,000	1,554,617	1,219,760	168,615	1,695,386	39,138	2,102	9,732	162,620	2,403,765	8,805,735	2,128,768	10,934,503
Balance as at November 1, 2007	1,550,000	1,554,617	1,403,784	140,273	2,049,173	12,277	3,253	(5,084)	144,120	1,394,132	8,246,545	1,417,448	9,663,993
Revaluation Surplus on Assets Increased(Decreased) during the Period (Net)	-	-	(3,017)	120	(2,199)	-	-	-	-	-	(5,096)	(365)	(5,461)
Depreciation Revaluation Surplus on Assets	-	-	(65,760)	(3,296)	(135,117)	(2,293)	-	-	-	-	(206,466)	(23,337)	(229,803)
Unrealized Loss on Available-for-Sale Securities	-	-	-	-	-	-	(1,121)	-	-	-	(1,121)	(662)	(1,783)
Accumulated Result of Translation Adjustment	-	-	-	-	-	-	-	(423)	-	-	(423)	(19,843)	(20,266)
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	-	-	-	-	-	26,084	-	-	-	-	26,084	(26,084)	-
Total Unrealized Transactions in Income Statement	1,550,000	1,554,617	1,335,007	137,097	1,911,857	36,068	2,132	(5,507)	144,120	1,394,132	8,059,523	1,347,157	9,406,680
Net Profit for the Period	-	-	-	-	-	-	-	-	-	679,796	679,796	90,787	770,583
Dividends Paid	-	-	-	-	-	-	-	-	-	(341,000)	(341,000)	(4,697)	(345,697)
Increase in Minority Shareholders' Equity	-	-	-	-	-	-	-	-	-	-	-	486,149	486,149
Balance as at July 31, 2008	1,550,000	1,554,617	1,335,007	137,097	1,911,857	36,068	2,132	(5,507)	144,120	1,732,928	8,398,319	1,919,396	10,317,715

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 nine-month periods ended July 31, 2009 and 2008

Consolidated Financial Statements

(Unit : Thousand Baht)

	Issued and Paid-up Share Capital	Premium on Share Capital	Revaluation Surplus on Assets-Parent Company	Revaluation Surplus on Assets-Subsidiary Companies	Surplus from Internal Restructuring of Entities under Common Control	Surplus from Changes in Shareholding Ratio in Subsidiary Companies	Unrealized Gain (Loss) on Available-for-Sale Securities	Accumulated Result of Foreign Currency Translation Adjustment	Retained Earnings		Total Shareholder's Equity of the Parent Company	Minority Shareholders' Equity	TOTAL
									Appropriated Legal Reserve	Unappropriated			
Balance as at November 1, 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 Incresed(Decresed) during the Period (Net)	-	-	(12,759)	40,864	(18,494)	(9,311)	-	-	-	-	300	159,685	159,985
Depreciation Revaluation Surplus on Assets	-	-	(64,362)	(7,312)	(128,997)	(1,402)	-	-	-	-	(202,073)	(32,579)	(234,652)
Unrealized Gain on Available-for-Sale Securities	-	-	-	-	-	-	1,124	-	-	-	1,124	167	1,291
Accumulated Result of Translation Adjustment	-	-	-	-	-	-	-	11,405	-	-	11,405	(7,516)	3,889
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	-	-	-	-	-	11,856	-	-	-	-	11,856	(11,856)	-
Total Unrealized Transactions in Income Statement	1,550,000	1,554,617	1,219,760	168,615	1,695,386	39,138	2,102	9,732	162,620	1,894,158	8,296,128	2,091,507	10,387,635
Net Profit for the Period	-	-	-	-	-	-	-	-	-	850,607	850,607	38,276	888,883
Dividends Paid	-	-	-	-	-	-	-	-	-	(341,000)	(341,000)	(1,015)	(342,015)
Balance as at July 31, 2009	1,550,000	1,554,617	1,219,760	168,615	1,695,386	39,138	2,102	9,732	162,620	2,403,765	8,805,735	2,128,768	10,934,503
Balance as at November 1, 2007	1,550,000	1,554,617	1,403,784	140,273	2,049,173	12,277	3,253	(5,084)	144,120	1,394,132	8,246,545	1,417,448	9,663,993
Revaluation Surplus on Assets Increased(Decreased) during the Period (Net)	-	-	(3,017)	120	(2,199)	-	-	-	-	-	(5,096)	(365)	(5,461)
Depreciation Revaluation Surplus on Assets	-	-	(65,760)	(3,296)	(135,117)	(2,293)	-	-	-	-	(206,466)	(23,337)	(229,803)
Unrealized Loss on Available-for-Sale Securities	-	-	-	-	-	-	(1,121)	-	-	-	(1,121)	(662)	(1,783)
Accumulated Result of Translation Adjustment	-	-	-	-	-	-	-	(423)	-	-	(423)	(19,843)	(20,266)
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	-	-	-	-	-	26,084	-	-	-	-	26,084	(26,084)	-
Total Unrealized Transactions in Income Statement	1,550,000	1,554,617	1,335,007	137,097	1,911,857	36,068	2,132	(5,507)	144,120	1,394,132	8,059,523	1,347,157	9,406,680
Net Profit for the Period	-	-	-	-	-	-	-	-	-	679,796	679,796	90,787	770,583
Dividends Paid	-	-	-	-	-	-	-	-	-	(341,000)	(341,000)	(4,697)	(345,697)
Increase in Minority Shareholders' Equity	-	-	-	-	-	-	-	-	-	-	-	486,149	486,149
Balance as at July 31, 2008	1,550,000	1,554,617	1,335,007	137,097	1,911,857	36,068	2,132	(5,507)	144,120	1,732,928	8,398,319	1,919,396	10,317,715

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 nine-month periods ended July 31, 2009 and 2008

Separate Financial Statements

(Unit : Thousand Baht)

	Issued and Paid-up Share Capital	Premium on Share Capital	Revaluation Surplus on Assets-Parent Compamy	Unrealized Gain (Loss) on Available-for-Sale Securities	Retained Earnings		Total
					Appropriated Legal Reserve	Unappropriated	
Balance as at November 1, 2008	1,550,000	1,554,617	1,296,881	1,725	162,620	403,472	4,969,315
Revaluation Surplus on Assets Decreased during the Period (Net)	-	-	(12,759)	-	-	-	(12,759)
Depreciation Revaluation Surplus on Assets	-	-	(64,362)	-	-	-	(64,362)
Unrealized Gain on Available-for-Sale Securities	-	-	-	1,073	-	-	1,073
Total Unrealized Transactions in Income Statement	1,550,000	1,554,617	1,219,760	2,798	162,620	403,472	4,893,267
Net Profit for the Period	-	-	-	-	-	309,477	309,477
Dividends Paid	-	-	-	-	-	(341,000)	(341,000)
Balance as at July 31, 2009	1,550,000	1,554,617	1,219,760	2,798	162,620	371,949	4,861,744
Balance as at November 1, 2007	1,550,000	1,554,617	1,403,785	3,750	144,120	394,905	5,051,177
Revaluation Surplus on Assets Decreased during the Period (Net)	-	-	(3,018)	-	-	-	(3,018)
Depreciation Revaluation Surplus on Assets	-	-	(65,760)	-	-	-	(65,760)
Unrealized Loss on Available-for-Sale Securities	-	-	-	(913)	-	-	(913)
Total Unrealized Transactions in Income Statement	1,550,000	1,554,617	1,335,007	2,837	144,120	394,905	4,981,486
Net Profit for the Period	-	-	-	-	-	225,409	225,409
Dividends Paid	-	-	-	-	-	(341,000)	(341,000)
Balance as at July 31, 2008	1,550,000	1,554,617	1,335,007	2,837	144,120	279,314	4,865,895

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 nine-month periods ended July 31, 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	1,222,612	1,020,390	409,941	278,027
Reconciliation of Net Profit with Cash Received (Payment) from Operation :-				
Dividends Income	(97)	(97)	(3,309)	(43,400)
Doubtful Accounts-Trade Accounts Receivable and Farmer Accounts Receivable (Reversal)	8,514	(1,619)	-	-
Loss from Dilapidated Inventories and Written Down the Value of Inventories (Reversal)	-	(7,975)	-	-
Participating Profit from Investments under Equity Method	(3,289)	(8,814)	-	-
Amortization of Premium on Bond	71	60	51	49
(Gain) Loss from Damaged Cane and adjustment Written Down in Cane Plantation Cost	184,805	13,113	(19,400)	127
Depreciation	276,325	250,260	109,650	94,995
Gain from Written-off and Disposal of Fixed Assets	(13,833)	(9,395)	(3,078)	(7,116)
Loss from Impairment of Fixed Assets (Reversal)	3,112	(203)	-	-
Loss from Impairment of Investments in Subsidiary and Associated Companies (Reversal)	-	-	20,429	(377)
Gain from Sale of Investments	(135,258)	-	(58,144)	-
Unrealized (Gain) Loss on Exchange Rate	(261)	4,427	(368)	236
Interest Expenses	183,816	155,190	123,597	102,403
Financial Cost	1,594	997	1,594	997
Profit from Operation before Changes in Operating Assets and Liabilities	1,728,111	1,416,334	580,963	425,941
Operating Assets (Increase) Decrease				
Trade Accounts and Notes Receivable	135,987	(181,633)	156,866	(19,463)
Trade Accounts and Notes Receivable-Subsidary and Related Companies	599	(2,226)	(1,097)	(114,809)
Farmer Accounts Receivable	15,567	(3,858)	-	-
Inventories	(1,580,049)	(1,606,827)	(478,148)	(777,857)
Real Estate Development Cost	8,345	(4,973)	-	-
Machine Maintenance Supplies	10,865	(72,644)	5,470	(1,773)
Other Accounts Receivable-Cane Value	391,354	2,128	226,347	(1,807)
Other Current Assets	(75,381)	(38,193)	1,147	2,414
Deferred Cane Plantation Cost	(304,932)	(121,847)	4,509	7,215
Other Non-Current Assets	(6,808)	(10,328)	-	-
Operating Liabilities Increase (Decrease)				
Trade Accounts and Notes Payable-Cane Purchase	(55,065)	204,637	(14,824)	78,700
Trade Accounts and Notes Payable	42,339	(153,159)	(9,768)	(124,938)
Trade Accounts and Notes Payable-Subsidiary and Related Companies	-	1,208	4,433	94,428
Advance Received from Customers for Goods	(22,584)	90,498	22,136	(12,346)
Accrued Fee Payable to Cane and Sugar Fund	(2,509)	184,240	(2,245)	75,106
Accrued Stabilization Function Payment	53,755	22,822	29,181	11,337
Accrued Manufacturing Expenses	663,604	300,860	244,283	181,054
Other Accrued Expenses	(12,855)	8,452	(4,337)	1,922
Other Accounts Payable	(6,263)	176,879	8,594	125,291

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 nine-month periods ended July 31, 2009 and 2008

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
Operating Liabilities Increase (Decrease) (Continued)				
Other Current Liabilities	31,823	17,706	5,721	1,845
Other Non-Current Liabilities	(8,571)	(1,620)	(616)	1,527
Cash Received (Used) from Operating Activities	1,007,332	228,456	778,615	(46,213)
Interest Paid	(229,350)	(148,847)	(133,487)	(77,966)
Corporate Income Tax Paid	(348,125)	(308,419)	(135,407)	(42,885)
Net Cash Received (Used) from Operating Activities	429,857	(228,810)	509,721	(167,064)
CASH FLOW FROM INVESTING ACTIVITIES				
Decrease in Short-Term Investments	-	351	-	-
(Increase)Decrease in Short-Term Loans due from Subsidiary and Related Companies	(168,289)	(157,227)	(397,000)	45,000
(Increase)Decrease in Short-Term Loans due from Farmers	40,754	130,960	(24,668)	23,824
(Increase)Decrease in Loans for Cane Growing Promotion	24,051	18,870	(10,892)	-
Cash Payment for Long-Term Loans to Related Individual	(163,394)	-	-	-
Cash Purchase of Investments in Subsidiary Companies	-	-	(517,380)	(1,166,622)
Cash Received for Sale of Investments in Subsidiary Companies	-	-	272,553	-
Cash Purchase of Other Long-Term Investments	(6,462)	(18,341)	-	(9,841)
Cash Received for Sale of Other Long-Term Investments	208,226	-	110,173	-
Cash Received for Redeem of Other Long-Term Investments	5,100	-	-	-
Cash Received from Dividend from Subsidiary Companies	-	-	108,611	187,203
Cash Received from Dividend from Other Companies	97	97	97	97
Purchases of Property, Plant and Equipment	(2,212,886)	(1,578,107)	(124,559)	(152,664)
Cash Received from Sales of Property, Plant and Equipment	32,849	12,472	12,924	9,856
Purchase of Land not used in Operation	(31,040)	-	-	-
(Increase)Decrease in Obligated Fixed Deposits	200	1,762	-	(238)
Net Cash Used from Investing Activities	(2,270,794)	(1,589,163)	(570,141)	(1,063,385)
CASH FLOW FROM FINANCING ACTIVITIES				
Increase in Bank Overdrafts and Short-Term Loans due to Financial Institutions	320,861	817,258	74,640	60,975
Increase(Decrease) in Other Short-Term Loans	(1,247,596)	215,802	(1,247,596)	215,802
Cash Received from Short-Term Loan due to Outside Person	38,000	-	-	-
Decrease in Short-Term Loans due to Subsidiary Companies	-	-	(271,000)	(91,500)
Cash Payment for Payable for Assets Purchased	(250,926)	(44,364)	(83,844)	(48,236)
Cash Received from Debentures	1,776,236	1,494,980	1,776,236	1,494,980
Cash Received from Long-Term Loans	1,948,380	133,507	500,000	-
Repayment of Long-Term Loans	(335,000)	(704,000)	-	(84,000)
Cash Payment Dividends for Parent Company's Shareholders	(341,000)	(341,000)	(341,000)	(341,000)
Cash Payment Dividends for Minority Shareholders	(1,015)	(4,697)	-	-
Cash Received from Minority Shareholders	151,787	325,793	-	-
Net Cash Received from Financing Activities	2,059,727	1,893,279	407,436	1,207,021
Increase(Decrease) in Accumulated Result of Foreign Currency Translation Adjustment	3,889	(20,266)	-	-
Cash and Cash Equivalents Increase(Decrease)-Net	222,679	55,040	347,016	(23,428)
Cash and Cash Equivalents at the Beginning of the Period	507,380	290,496	18,062	32,268
Cash and Cash Equivalents at the End of the Period	730,059	345,536	365,078	8,840

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 nine-month periods ended July 31, 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	1,291	(1,783)	1,073	(913)
- Depreciation in capital surplus from assets revaluation	234,652	229,803	64,362	65,760
- Increase revaluation surplus on assets	196,695	286	-	-
- Capital surplus from assets revaluation written-off and net from accumulated depreciation	(36,710)	(5,747)	(12,759)	(3,018)
- Investment in a subsidiary company but not yet paid	-	-	-	131,875
- Transfer of other long-term investment to investment in subsidiary companies	-	-	-	210
- Transfer of land development cost and depreciation to deferred cane plantation cost	82,972	41,111	1,889	1,998
- Purchases of fixed assets but not yet paid for	442,018	167,270	3,247	38,637
- Receipt of debt repayment in assets	-	26,375	-	-
- Minority shareholder's increase investment in a subsidiary company but no payment yet for share subscription	-	160,356	-	-
- Transfer of land not used in operation to property, plant and equipment	-	323	-	
- Subsidiary companies recorded interest expense as cost of assets	37,553	525	-	-
- Transferred a part of Minority Shareholders' Equity to Surplus from Changes in Shareholding ratio in Subsidiary Companies	11,856	26,084	-	-
- Transfer of part of estate development cost to property, plant and equipment	-	763	-	-
- Received dividend from a subsidiary company	-	-	2,858	-
2. Cash and Cash Equivalent Items as follows :-				
- Cash	8,287	13,373	1,763	1,030
- Saving account	161,259	214,616	7,145	4,065
- Current deposit	300,382	117,527	100,087	3,745
- Fixed deposit with the maturity not exceeding 3 months	20	20	-	-
- Notes receivable	10,148	-	6,120	-
- Short-term investment	99,963	-	99,963	-
- Investment in debt securities	150,000	-	150,000	-
Total	730,059	345,536	365,078	8,840

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

NOTES TO FINANCIAL STATEMENTS

July 31, 2009 and 2008 (Unaudited/Limited Review Only)

and October 31, 2008 (Audited)

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1. General Information

KHON KAEN SUGAR INDUSTRY PUBLIC COMPANY LIMITED (the Company) 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 limited public company 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, Sriayudahya 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 and presented in condensed form as specified by Thai Accounting Standard No. 34 (Revised 2007) on "Interim Financial Reporting" (Formerly No. 41). However, the Company has presented items in the balance sheets and 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. 1 (Revised 2007) on "Presentation of Financial Statements" (Formerly No. 35) and disclosed information in accordance with the pronouncement of The Office of the Securities and Exchange Commission and regulation of the Stock Exchange of Thailand.

These financial statements have been prepared under the original cost basis except disclosed otherwise in the accounting policies.

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 emphasize on providing the information on the new activities, events and situations so that the information presented is not redundant with the information already presented. As the significant accounting policies for the interim financial statements are identical with those used for the financial statements for the year ended October 31, 2008 these interim financial statements should be read in conjunction with the latest annual financial statement for the year 2008.

2.3 Announcement of new accounting standards

A) Accounting standards to be effective in the current accounting period

The Federation of Accounting Professions has issued its announcements No. 9/2007, No. 38/2007 and No. 62/2007 about accounting standards for implementing as follows :-

FAP's Announcement No.	Dated	Withdrawn Accounting Standards Nos.	Accounting Standards / Financial Reporting Standards newly issued or replaced the withdrawn one*
9/2007	2/5/2007	- No. 25 Cash Flow Statements	- Accounting Standard No. 7 (Revised 2007) on Cash Flow Statement (Formerly No. 25)
		- No. 33 Borrowing Costs	- Accounting Standard No. 23 (Revised 2007) on Borrowing Costs (Formerly No. 33)
		- No. 49 Construction Contracts	- Accounting Standard No. 11 (Revised 2007) on Construction Contracts (Formerly No. 49)
38/2007	11/10/2007	- No. 35 Presentation of Financial Statements	- Accounting Standard No. 1 (Revised 2007) on Presentation of Financial Statements (Formerly No. 35)
		- No. 39 Accounting Policies, Changes in Accounting Estimates and Errors	- Accounting Standard No. 8 (Revised 2007) on Accounting Policies, Changes in Accounting Estimates and Errors (Formerly No. 39)
		- No. 41 Interim Financial Reporting	- Accounting Standard No. 34 (Revised 2007) on Interim Financial Reporting (Formerly No. 41)
62/2007	7/12/2007	- No. 7 Accounting for Hire-Purchase Contracts Hire-Purchase - No. 29 Accounting for Long-Term Rental Contracts	- Accounting Standard No. 17 (Revised 2007) on Leasing-Leassor (Formerly No. 29)
		- No. 31 Inventories	- Accounting Standard No. 2 (Revised 2007) on Inventories (Formerly No. 31)
		- No.43 Business Combinations	- Financial Reporting Standard No. 3 (Revised 2007) on Business Combinations (Formerly No. 43)
		- No.14 Accounting for Research and Development Interpretation of accounting standards being used at present No.4 on impairment of assets requires expenditure used at development level and already developed activities should be recorded as asset.	- Accounting Standard No. 38 on Intangible Assets

The said accounting standards would be applied to the financial statements for the accounting period that begin on or after January 1, 2008 onward. The Company has commenced to used statements the mentioned accounting standards in the current accounting period which have no significant effects on the consolidated and the separate financial statements.

B) Accounting standards not yet effective in the current accounting period

The Federation of Accounting Professions has issued its announcements No. 86/2008 and No. 16/2009 on accounting standards, which indicates that the accounting framework and some accounting standards have been versions of withdrawn and they would be replaced by new ones. The Federation also has announced the implementation of accounting framework, accounting standards, financial reporting standards and accounting guidelines as follows :-

FAP's Announcement No.	Dated	Withdrawn Accounting Framework and Accouting Standards Nos.	Accounting Framework / Accounting Standards / Financial Reporting Standard newly issued or replaced the withdrawn one*	Effective on or after 1 January of the year
86/2008	12/11/2008	- No. 36 on Impairment of Assets	- Accounting Standard No. 36 (Revised 2007) on Impairment of Assets (Formerly No. 36)	2009
		- No. 54 on Discontinued Operations	- Financial Reporting Standard No. 5 (Revised 2007) on Non-Current Asset Held for Sale and Discontinued Operations (Formerly No.54)	2009
16/2009	21/5/2009	- Accounting Framework	- Accounting Framework (Revised 2007)	Prospectively
		- No. 47 on Related Party Disclosures	- Accounting Standard No. 24 (Revised 2007) on Related Party Disclosures	2011
			- Accounting Standard No. 20 on Accounting for Government Grants and Disclosure of Government Assistance	2012
			- Accounting Standard No.40 on Investment Property	2011
			- Accounting Guideline on Accounting for Leasing Right	Prospectively
			- Accounting Guideline on Business Combinations of Entities under Common Control	2009

The management of the Company has evaluated and thought the said accounting standards would not have significant effects on the financial statements for the year that the said accounting standards are effective.

* Note : Coding numbers of accounting standards have been corrected pursuant to the Federation of Accounting Professions announcement No 12/2009 dated May 15, 2009 on Arrangement for Coding Numbers of Thai Accounting Standards to be identical to International Accounting Standards.

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 prepared by translating from the statutory financial statements in Thai version in order to meet requirement of domestic reporting purpose.

2.5 In the consolidated financial statements for the year ended 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 Operation was reclassified to Property, Pant and Equipment at amount of Baht 12.89 million in order to be compatible with that for the nine-month period ended on July 31, 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 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 detailed in notes to financial statements No.35.4, resulting in the following effects on the financial statements for the nine-month periods ended July 31, 2008, which were shown comparatively :-

1) Effect on the income statements

(Unit : Million Baht)

Accounting Items	Change	Consolidated Financial Statements	Separate Financial Statements
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 : the ending balance of retained earnings in the consolidated and separate financial statements decreased by Baht 28.13 million and Baht 23.96 million respectively.

2.7 In the separate financial statements for the three-month and nine-month periods ended July 31, 2008, there was an adjustment to decrease the amount of Baht 62.26 million and Baht 88.43 million respectively, 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 subsidiary companies ("subsidiaries") and have been prepared under the same basis as the consolidated financial statements for the year ended October 31, 2008. The group companies are listed as follows :-

Company Name	Percentage of Shareholding 2009	Percentage of Shareholding 2008	Country of Incorporation	Kind of Business
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

Company Name	Percentage of Shareholding 2009	Percentage of Shareholding 2008	Country of Incorporation	Kind of Business
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., LTD. (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 companies in this group participate in controlling power, 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 Companies and Individual

The Company and its subsidiary companies hold 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 : Million Baht)

Type of Transaction/Company Name	Relationship	Consolidated Financial Statements As at July 31, 2009	Consolidated Financial Statements As at October 31, 2008	Separate Financial Statements As at July 31, 2009	Separate Financial Statements As at October 31, 2008
- Trade Accounts and Notes Receivable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	-	8.68
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	13.15	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	-	3.37
Prachaup Industry Co., Ltd.	Related	2.06	0.94	-	-
Other Related Companies		0.19	1.91	-	-
Total		2.25	2.85	13.15	12.05

(Unit : Million Baht)

Type of Transaction/Company Name	Relationship	Consolidated Financial Statements As at July 31, 2009	Consolidated Financial Statements As at October 31, 2008	Separate Financial Statements As at July 31, 2009	Separate Financial Statements As at October 31, 2008
- Other Accounts Receivable					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	2.84	1.93
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	32.51	32.90
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	-	3.03
Other Subsidiary Companies		-	-	0.22	0.72
Other Related Companies		0.30	0.08	-	0.08
Total		0.30	0.08	35.57	38.66
- Accrued Dividend Receivable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	-	108.26
- Accrued Incomes					
Other Related Companies		0.27	0.11	-	-
- Short-Term Loans due from					
Tamaka Sugar Industry Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	180.00	252.00
Repayment in the period		-	-	(100.00)	(252.00)
Ending balance		-	-	80.00	-
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	357.00	80.00
Repayment in the period		-	-	(40.00)	(80.00)
Ending balance		-	-	317.00	-
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	34.00
Increase in the period		-	-	37.00	180.00
Repayment in the period		-	-	(37.00)	(214.00)
Ending balance		-	-	-	-
K.S.L. Real Estate Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	13.60
Repayment in the period		-	-	-	(13.60)
Ending balance		-	-	-	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	68.00
Repayment in the period		-	-	-	(68.00)
Ending balance		-	-	-	-
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	100.00
Repayment in the period		-	-	-	(100.00)
Ending balance		-	-	-	-
Prachaup Industry Co., Ltd.	Related				
Beginning balance		78.60	95.58	-	-
Increase in the period		354.00	1,222.91	-	-
Repayment in the period		(185.71)	(1,239.89)	-	-
Ending balance		246.89	78.60	-	-
Total		246.89	78.60	397.00	-

(Unit : Million Baht)

Type of Transaction/Company Name	Relationship	Consolidated Financial Statements As at		Separate Financial Statements As at	
		July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
- Loans due from Related Individual	Shareholder of a Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		163.39	-	-	-
Ending balance		163.39	-	-	-
Less Current Portion of Loans due from Related Individual		(32.68)	-	-	-
Long-Term Loans due from Related Individual		130.71	-	-	-

As at July 31, 2009 and October 31, 2008, loans due from subsidiary and related companies were loans in the form of promissory notes and payable on demand, bearing interest rates at 5.25-5.75% 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 July 31, 2009, 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 in 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 :Million Baht)

Type of Transaction/Company Name	Relationship	Consolidated Financial Statements As at		Separate Financial Statements As at	
		July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
- Value of Assets Purchased					
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	2.54
Other Related Companies		-	1.54	-	-
Total		-	1.54	-	2.54
- Value of Assets Sold					
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	12.61
Other Related Companies		-	1.60	-	1.60
Total		-	1.60	-	14.21
- Trade Accounts and Notes Payable					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	19.01	14.99
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	12.20	1.99
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	-	9.80
Total		-	-	31.21	26.78

(Unit :Million Baht)

Type of Transaction/Company Name	Relationship	Consolidated Financial Statements As at July 31, 2009	Consolidated Financial Statements As at October 31, 2008	Separate Financial Statements As at July 31, 2009	Separate Financial Statements As at October 31, 2008
- Other Accounts Payable					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	0.14	4.04
Other Subsidiary Companies		-	-	1.22	-
Other Related Companies		2.00	3.14	0.80	2.62
Other Related Juristic Persons		0.68	0.68	0.68	0.68
Total		2.68	3.82	2.84	7.34
- Accrued Expenses					
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	22.73	17.80
Other Subsidiary Companies		-	-	0.46	0.05
Other Related Companies		0.77	1.24	-	1.15
Other Related Juristic Persons		0.13	0.01	0.03	-
Total		0.90	1.25	23.22	19.00
- Advance Received for Goods, Rental and Guarantee Deposits					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	13.45	0.09
Thai Fermentation Industry Co., Ltd.	Related	18.10	46.11	-	8.75
Other Subsidiary Companies		-	-	0.50	0.47
Other Related Companies		0.78	1.04	0.78	1.04
Total		18.88	47.15	14.73	10.35
- Short-Term Loans due to					
Tamaka Sugar Industry Co., Ltd.	Subsidiary				
Beginning balance		-	-	20.00	-
Increase in the period		-	-	131.00	238.00
Repayment in the period		-	-	(151.00)	(218.00)
Ending balance		-	-	-	20.00
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	135.00	43.00
Increase in the period		-	-	68.00	225.00
Repayment in the period		-	-	(203.00)	(133.00)
Ending balance		-	-	-	135.00
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	-	30.00
Repayment in the period		-	-	-	(30.00)
Ending balance		-	-	-	-
Khon Kaen Alcohol Co., Ltd.	Subsidiary				
Beginning balance		-	-	105.00	-
Increase in the period		-	-	152.50	144.00
Repayment in the period		-	-	(257.50)	(39.00)
Ending balance		-	-	-	105.00

(Unit : Million Baht)

Type of Transaction/Company Name	Relationship	Consolidated Financial Statements As at July 31, 2009	Consolidated Financial Statements As at October 31, 2008	Separate Financial Statements As at July 31, 2009	Separate Financial Statements As at October 31, 2008
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary				
Beginning balance		-	-	19.00	48.50
Increase in the period		-	-	541.00	93.00
Repayment in the period		-	-	(560.00)	(122.50)
Ending balance		-	-	-	19.00
KSL. Agro Co., Ltd.	Subsidiary				
Beginning balance		-	-	-	-
Increase in the period		-	-	8.00	-
Ending balance		-	-	8.00	-
Total		-	-	8.00	279.00

As at July 31, 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 0.65-1.90% per annum and 4.00-4.25% per annum respectively.

4.2 Inter-Revenues and Expenses as follows :-

(Unit : Million Baht)

Type of Transaction/Company Name	Relationship	Consolidated Financial Statements For The Nine-Month Periods Ended July 31, 2009	Consolidated Financial Statements For The Nine-Month Periods Ended July 31, 2008	Separate Financial Statements For The Nine-Month Periods Ended July 31, 2009	Separate Financial Statements For The Nine-Month Periods Ended July 31, 2008
- Sales and Services					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	45.92	58.82
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	0.11	36.24
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	12.35	25.91
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	168.27	226.83
Thai Fermentation Industry Co., Ltd.	Related	20.58	92.12	1.03	26.09
Prachaup Industry Co., Ltd.	Related	6.48	10.16	-	-
Other Subsidiary Companies		-	-	0.02	0.02
Other Related Companies		2.19	0.16	0.09	0.06
Total		29.25	102.44	227.79	373.97
- Purchases					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	250.45	377.74
New Krung Thai Sugar Factory Co., Ltd.	Subsidiary	-	-	113.57	291.14
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	4.38	57.04
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	6.56	7.00
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	93.00	101.97
Thai Fermentation Industry Co., Ltd.	Related	2.81	2.11	0.86	0.67
Other Related Companies		1.10	-	1.09	-
Total		3.91	2.11	469.91	835.56

(Unit : Million Baht)

Type of Transaction/Company Name	Relationship	Consolidated Financial Statements		Separate Financial Statements	
		For The Nine-Month Periods Ended July 31,			
		2009	2008	2009	2008
- Other Incomes					
Khon Kaen Alcohol Co., Ltd.	Subsidiary	-	-	24.08	25.81
Khon Kaen Sugar Power Plant Co., Ltd.	Subsidiary	-	-	5.40	7.23
Koh Kong Plantation Co., Ltd.	Subsidiary	-	-	0.04	9.36
Thai Fermentation Industry Co., Ltd.	Related	0.07	2.17	0.04	0.05
Other Subsidiary Companies		-	-	1.55	2.18
Other Related Companies		2.23	2.82	2.02	2.74
Total		2.30	4.99	33.13	47.37
- Other Expenses					
Thai Sugar Terminal Public Co., Ltd.	Subsidiary	-	-	4.77	4.85
K.S.L. Export Trading Co., Ltd.	Subsidiary	-	-	3.49	3.12
TS Warehouse Co., Ltd.	Subsidiary	-	-	2.56	2.18
K.S.L. IT Center Co., Ltd.	Related	5.58	5.53	1.53	1.82
Kerry Siam Seaport Co., Ltd.	Related	6.73	7.61	6.71	5.58
KSL Tower Juristic Person Office	Juristic Person	7.15	6.31	6.30	6.31
Other Subsidiary Companies		-	-	0.06	0.10
Other Related Companies		1.22	1.27	0.13	0.15
Total		20.68	20.72	25.55	24.11
- Interest Incomes					
Tamaka Sugar Industry Co., Ltd.	Subsidiary	-	-	0.12	2.39
New Kwang Soon Lee Sugar Factory Co., Ltd.	Subsidiary	-	-	0.05	2.68
Other Subsidiary Companies		-	-	0.17	1.14
Total		-	-	0.34	6.21
- Interest Expenses					
Other Subsidiary Companies		-	-	3.31	1.33
Total		-	-	3.31	1.33

Policy of Inter-Price Setting

- The inter-borrowing and return of sugar transactions within the group companies will end up by purchase and sale transaction in the last quarter of the year by fixing 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 agreed upon which are higher than costs.
- 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.
- Income from land lease and buildings in construction, of which term is 2 months to 3 years and charged according to those mutually agreed.
- Inter-service incomes, other incomes and expenses are charged according to the normal price charged to general clients.
- Fees for goods custody are charged according to the volume of the goods and the custody 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 Companies and Individual

Consisted of :-

Company Name	Relationship	Connection
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.

*This company is not considered to be a related company, since in the second quarter of 2009 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 Capital (Million Baht) 2009	2008	Percentage of Shareholding % 2009	% 2008	Consolidated Financial Statements As at July 31, 2009	October 31, 2008
Investments in Marketable Equity 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
Less Unrealized Loss on Revaluation of Securities Available for Sales						(2,944)	(2,982)
Investments in Marketable Equity Securities Available for Sales-Net						1,371	1,333

6. Trade Accounts and Notes Receivable-Net

Consisted of :-

(Unit : Thousand Baht)

	Consolidated Financial Statements As at July 31, 2009	October 31, 2008	Separate Financial Statements As at July 31, 2009	October 31, 2008
Accounts Receivable-Local				
Not yet Due	380,366	343,975	95,788	85,837
Overdue Not Over 3 Months	60,543	93,583	-	-
Overdue Over 3 Months but Not Over 6 Months	6,546	1,008	-	-
Overdue Over 6 Months but Not Over 9 Months	3,058	2,154	-	-
Overdue Over 9 Months but Not Over 12 Months	3,110	-	-	-
Total	453,623	440,720	95,788	85,837
Accounts Receivable-Foreign				
Not yet Due	65,831	228,710	17,606	175,080
Overdue Not Over 3 Months	4,500	-	418	-
Total	70,331	228,710	18,024	175,080
Total Trade Accounts Receivable	523,954	669,430	113,812	260,917
Notes Receivable	41,349	31,737	-	9,726
Total Trade Accounts and Notes Receivable	565,303	701,167	113,812	270,643
Less Allowance for Doubtful Debts	(12,104)	(1,977)	-	-
Net	553,199	699,190	113,812	270,643

7. Trade Accounts Receivable-Subsidiary and Related Companies

Consisted of :-

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	As at		As at	
	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
Trade Accounts Receivable				
Not yet Due	1,976	2,846	13,150	12,053
Not Over 3 Months	271	-	-	-
Total	2,247	2,846	13,150	12,053

8. Farmer Accounts Receivable-Net

Consisted of :-

(Unit : Thousand Baht)

	Consolidated Financial Statements	
	As at	
	July 31, 2009	October 31, 2008
Cane Accounts Receivable		
Before Season 2004 / 2005	46,468	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	11,107	19,248
Season 2008 / 2009	2,579	-
Total	80,830	93,241
Fuel Oil, Fertilizer and Other Service Charge Accounts Receivable	4,270	7,426
Total	85,100	100,667
Less Allowance for Doubtful Debts	(69,512)	(71,125)
Net	15,588	29,542

9. Short-Term Loans due from Farmers

As at July 31, 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 221.63 million and Baht 268.77 million respectively, and in the separate financial statements at Baht 54.15 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)

	Consolidated Financial Statements		Separate Financial Statements	
	As at		As at	
	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
Refined Sugar	1,187,651	450,436	443,088	227,904
White Sugar	865,100	402,519	595,792	291,665
Raw Sugar	524,660	272,255	157,421	219,411
Raw Sugar in Process	6,146	-	6,146	-
Molasses for Sale	228,123	18,289	37,078	9,273
Molasses in Process	650	-	650	-
Molasses for Production of Alcohol	34,749	-	-	-
Alcohol and Fertilizer in Process	25,293	49,724	-	-
Alcohol and Fertilizer	49,731	31,933	-	-
Finished Wheat Flour	11,458	5,899	-	-
Work in Process-Wheat Flour	12,972	17,152	-	-
Raw Materials-Wheat Flour	284,137	504,187	-	-
Other Inventories	67,259	4,570	-	-
Factory Supplies	171,665	132,581	41,344	55,118
Total	3,469,594	1,889,545	1,281,519	803,371
Less Allowance for Dilapidated Goods and Factory Supplies	(613)	(613)	-	-
Net	3,468,981	1,888,932	1,281,519	803,371

11. Real Estate Development Cost

Consisted of :-

(Unit : Thousand Baht)

	Consolidated Financial Statements As at	
	July 31, 2009	October 31, 2008
Real Estate during Construction		
Land	-	6,970
Other Land Related Expenses	-	2,032
Utilities System	-	3,559
Other Project Related Expenses	-	267
Work in Progress	-	12,116
Real Estate Ready for Sale		
Allocated Land Ready for Sale	17,112	17,112
Commercial Units	7,949	-
Residential Units	8,650	-
Total	33,711	42,056

As at July 31, 2009 and October 31, 2008, in the consolidated financial statements, two subsidiary companies have entered into 55 and 33 contracts respectively, of sale and purchase commercial units for the contractual value of Baht 52.38 million and Baht 31.50 million respectively, equivalent to 88.77% and 43.68% of the total project value.

As at July 31, 2009 and October 31, 2008, in the consolidated financial statements, part of real estate development cost at Baht 17.11 million, 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)

	Consolidated Financial Statements As at		Separate Financial Statements As at	
	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
Other Accounts Receivable-Cane Value	571,555	571,555	309,797	309,797
Less 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 production 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 production season 2006/2007 with the amount the sugar-cane factories due to the Fund, the Company and its subsidiaries thus set-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 July 31, 2009			As at October 31, 2008		
					Investment			Investment		
Company Name	Paid-Up Share Capital		Percentage of Shareholding		Cost Method	Equity Method	Dividend	Cost Method	Equity Method	Dividend
	2009	2008	2009	2008						
	(Thousand Baht)		(%)							
Associated Company										
Champion Fermentation Co., Ltd.	200,000	200,000	32.50	32.50	73,800	50,723	-	73,800	47,434	-
Total					73,800	50,723	-	73,800	47,434	-

(Unit : Thousand Baht)

Company Name	Paid-Up Share Capital (Thousand Baht)		Percentage of Shareholding (%)		Separate Financial Statements Investment Cost Method As at		Dividend For The Nine–Month Periods Ended on July 31,	
	2009	2008	2009	2008	July 31, 2009	October 31, 2008	2009	2008
Subsidiary and Associated Companies								
Thai Sugar Terminal Public Co., Ltd.	132,000	120,000	23.82	23.82	81,967	79,109	3,176	-
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.	800,000	660,000	100.00	100.00	799,972	659,972	-	-
Khon Kaen Alcohol Co., Ltd.	430,000	317,500	100.00	100.00	429,986	317,486	-	-
KSL. Agro Co., Ltd.	270,000	175,000	100.00	100.00	270,000	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	4.11	4.11	2,061	2,061	-	-
T S G Properties Co., Ltd.	72,500	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	36	-
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					4,077,610	4,004,204	3,212	43,303
Plus Advance Payment for Share Subscription- Savannakhet Sugar Corporation					169,880	-	-	-
Total					4,247,490	4,004,204	3,212	43,303
Less Allowance for Impairment of Investments					(98,399)	(77,970)	-	-
Net					4,149,091	3,926,234	3,212	43,303

In the second and third quarters of 2009, the Company made additional investment in ordinary shares for the capital increase of KSL. Agro Co., Ltd. for value of Baht 85.00 million and Baht 10.00 million respectively, maintaining the same shareholding proportion as previously held.

In the third quarter of 2009, the Company made additional investment in ordinary shares for the capital increase of Khon Kaen Sugar Power Plant Co., Ltd. for value of Baht 140.00 million, maintaining the same shareholding proportion as previously held.

In the third quarter of 2009, the Company made additional investment in ordinary shares for the capital increase of Savannakhet Sugar Corporation for value of Baht 169.88 million in accordance to proportion of shareholding the said subsidiary was in process of registration of capital increase.

In the third quarter of 2009, the Company received ordinary share divided from Thai Sugar Terminal Public Co., Ltd. for the number of 2.86 million shares at par value of Baht 1.00 per share totaling Baht 2.86 million in accordance to proportion of shareholdings the said subsidiary had registered the increased capital with Minority of Commerce on May 19, 2009.

In the second quarter of 2009, the Company made additional investment in ordinary shares for the capital increase of Khon Kaen Alcohol Co., Ltd. for value of Baht 112.50 million, 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 such increase was registered with the Ministry of Commerce on April 1, 2009 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 July 31, 2009 and October 31, 2008, there were in the related financial statements the total assets of Baht 4,159.10 million and Baht 3,403.62 million respectively, and for the three-month and nine-month periods ended on July 31, 2009, the total revenue was Baht 0.16 million and Baht 44.48 million respectively, and the total net loss was Baht 78.98 million and Baht 285.97 million respectively, (for the three-month and nine-month periods ended on July 31, 2008 : the total revenue Baht 24.81 million and Baht 32.00 million respectively, and the total net profit was Baht 8.50 million, and the total net loss was Baht 10.07 million respectively).

The financial statements of six local subsidiary companies, which were also consolidated, have been reviewed by other auditors. As at July 31, 2009 there were in the related financial statements the total assets of Baht 2,126.76 million and for the three-month and nine-month periods ended on July 31, 2009, the total revenue was Baht 323.11 million and Baht 1,124.20 million respectively, and the total net profit was Baht 28.51 million and Baht 144.40 million respectively.

As at July 31, 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 nine-month periods ended on July 31, 2009 and 2008, at Baht 3.29 million and Baht 8.81 million respectively, equal to 0.37% and 1.14% of consolidated net profit respectively.

14. Other Long-Term Investments-Net

Consisted of :-

(Unit : Thousand Baht)

Company Name	Kind of Business	Paid-Up Share Capital (Thousand Baht)		Percentage of Shareholding % Consolidated Financial Statements		Percentage of Shareholding % Separate Financial Statements		Consolidated Financial Statements As at		Separate Financial Statements As at	
		2009	2008	2009	2008	2009	2008	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 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
- Finansa Public Co., Ltd.								50	50	50	50
Add Unrealized Gain on Available-for-Sale Securities								2,821	1,568	2,798	1,725
Fair Value of Available-for-Sale Securities Investments								7,999	6,746	3,976	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 Information Service	109	109	8.00	8.00	2.00	2.00	9	9	2	2
- 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								15,256	13,921	6,857	6,857
Less Accumulated Amortized Allowance								(374)	(330)	(310)	(259)
Amortized Cost								14,882	13,591	6,547	6,598
Total Other Long-Term Investments-Net								23,677	94,101	10,848	57,456

As at July 31, 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 14.70 million and Baht 13.41 million respectively, and in the separate financial statements Baht 6.37 million and Baht 6.42 million respectively.

In first quarter of 2009, the Company and subsidiary companies sold their entire investment in Kerry Siam Seaport Co., Ltd. at Baht 28.50 per share as in the consolidated financial statements and separate financial statements presenting the sale value of Baht 208.23 million and Baht 110.17 million respectively and profit from such sale of Baht 135.27 million and Baht 62.54 million respectively.

15. Deferred Cane Plantation Cost-Net

Movement of deferred cane plantation cost for the nine-month period ended July 31, 2009 are as follows :-

(Unit : Thousand Baht)

	Consolidated Financial Statements	Separate Financial Statements
Beginning Book Value-Net	402,248	23,343
Additional Cost during the Period		
- Cost of Cane Plantation	404,135	46,855
- Transfer form Value of Land Development and Depreciation	82,972	1,889
Accumulated Cost of Cane Planted	889,355	72,087
Amortized Written-Off Cane Cost	(260,717)	(31,964)
Ending Book Value	628,638	40,123
Loss from Damaged Cane	(23,291)	-
Ending Book Value-Net	605,347	40,123

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 July 31, 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 0.10 million and Baht 3.83 million respectively and another part in amount of Baht 555.92 million and Baht 366.46 million respectively, belong to two subsidiary companies who perform cane plantation on leased land as follows:-

- The first subsidiary company for the amounts of Baht 147.47 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 for the amounts of Baht 408.45 million and Baht 263.89 million respectively, perform cane plantation on the majority of the land area is 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)

	Consolidated Financial Statements		Separate Financial Statements	
	As at		As at	
	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
Cane Growing Promotion Loans	90,467	114,518	10,892	-
Less Current Portion of				
Cane Growing Promotion Loans	(14,143)	(28,600)	(3,960)	-
Total	76,324	85,918	6,932	-
Less Allowance for Doubtful Debts	(5,916)	(5,916)	-	-
Net	70,408	80,002	6,932	-

As at July 31, 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 6.85-7.25 per annum and payable every three months. Ownership rights on purchased agricultural machines very used as collaterals.

As at July 31, 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 nine-month periods ended July 31, 2009 are as follows :-

(Unit : Thousand Baht)

	Consolidated Financial Statements	Separate Financial Statements
Beginning Book Value-Net	11,311,276	2,979,900
Purchase Assets	2,692,457	127,806
Increase Revaluation Surplus on Assets	196,695	-
Allowance for Impairment on Assets	(3,112)	-
Transfer in	1,002,772	250,851
Sale/Amortization	(128,532)	(77,206)
Amortization of Capital Surplus from Asset Revaluation	(55,225)	(20,611)
Transfer out	(1,002,772)	(250,851)
Depreciation	(359,297)	(111,539)
Depreciation-Surplus from Revaluation of Assets	(234,652)	(64,362)
Accumulated Depreciation-Sale/Amortization	109,516	67,360
Accumulated Depreciation-Amortization of Capital Surplus from Asset Revaluation	18,515	7,852
Ending Book Value-Net	13,547,641	2,909,200

As at July 31, 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 918.54 million and Baht 1,000.64 million respectively, and in the separate financial statements at amount of Baht 97.73 million and Baht 98.11 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 nine-month periods ended July 31, 2009 and for the year ended October 31, 2008, in the consolidated financial statements of Baht 37.55 million and Baht 3.43 million respectively, are included as the cost of asset.

As at July 31, 2009 and October 31, 2008, in the consolidated financial statements, assets, buildings and work under construction of three and two subsidiary companies at book value of Baht 771.65 million and Baht 165.93 million respectively, have been in process of construction and installation on leased land from other subsidiary companies.

As at July 31, 2009 and October 31, 2008, buildings and machinery at book value of subsidiary companies for the amounts of Baht 732.94 million and Baht 765.08 million respectively, were made on land leased from the Company of the buildings at the book value of Baht 73.61 million and Baht 72.59 million respectively, as mentioned in the note to the financial statements no. 4.2.

As at July 31, 2009 and October 31, 2008, in the consolidated financial statements, assets in the book value of Baht 1,992.21 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 July 31, 2009 and October 31, 2008, in the consolidated financial statements, assets in cost amount of Baht 495.91 million and Baht 424.98 million respectively, and in the separate financial statements, of Baht 239.33 million and Baht 220.58 million respectively, were fully depreciated but still in use.

On November 14, 2008, 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 valuated 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 nine-month period ended July 31, 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 :-

	New Rate	Previous Rate
- 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 nine-month periods ended July 31, 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 July 31, 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 271.36 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 77.12 million and Baht 106.90 million respectively.

If the Company and subsidiary companies choose to account for depreciation for capital surplus through the income statements, the net profit for the nine-month periods ended July 31, 2009 and 2008 in the consolidated financial statements will be shown at less amount of Baht 271.36 million and Baht 235.55 million respectively, and earning per share decreased by Baht 0.18 per share and Baht 0.15 per share respectively, and in the separate financial statements will be shown at less amount of Baht 77.12 million and Baht 68.78 million respectively, and earnings per share decreased by Baht 0.05 per share and Baht 0.04 per share respectively.

19. Land not used in Operation-Net

Consisted of :-

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	As at		As at	
	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
Land not used in Operation	325,165	294,125	98,282	98,282
Less Accumulated Allowance for Impairment	(1,507)	(1,507)	-	-
Net	323,658	292,618	98,282	98,282

As at July 31, 2009 and October 31, 2008, in the consolidated and the separate financial statements, the Company owned land not used in operation at book value of Baht 38.00 million, the same amount in both periods, which were used as securities for credit facilities obtained from commercial banks, both for short and long-term credits. as mentioned in the notes to financial statements nos. 20 and 27.

As at July 31, 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 196.52 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)

	Consolidated Financial Statements		Separate Financial Statements	
	As at		As at	
	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
Bank Overdrafts	13,210	360	-	360
Loans due to Financial Institutions	750,875	244,874	145,000	70,000
Trust Receipts	201,230	567,510	-	-
Packing Credit	246,892	78,602	-	-
Total	1,212,207	891,346	145,000	70,360

As at July 31, 2009 and October 31, 2008, in the consolidated and the separate financial statements, bank overdrafts carried interest rates at 6.125% per annum and 7.10-8.25% per annum respectively.

As at July 31, 2009 and October 31, 2008, in the consolidated financial statements, loans due to financial institutions at Baht 282.87 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 LIBOR+2.00% 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 1.93-3.25% per annum and 3.30-4.35% per annum respectively.

As at July 31, 2009 and October 31, 2008, in the consolidated financial statements trust receipts payable carried interest rates at 2.25-2.30% 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 statements 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 credit 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 July 31, 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 July 31, 2009 and October 31, 2008, at amounts of Baht 53.23 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 in the second quarter 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 July 31, 2009 and October 31, 2008 at amounts of Baht 193.66 million and Baht 18.69 million respectively, carried the interest rate at 5.25% 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)

	Consolidated Financial Statements/ Separate Financial Statements As at	
	July 31, 2009	October 31, 2008
Par Value	350,000	1,600,000
Less Prepaid Interest	(1,257)	(3,661)
Net	348,743	1,596,339

As at July 31, 2009 and October 31, 2008, the Company issued unsecured short-term bills of exchange due in 1-9 months with the discount rates at approximately 2.50-3.60% per annum and 3.88-4.14% per annum respectively.

22. Trade Accounts and Notes Payable-Cane Purchase

As at July 31, 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 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 nine-month period ended on July 31, 2009 from estimation made by the management of the Company and subsidiary companies at cane price of Baht 1,005.56-1,069.89 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 for the years ended October 31, 2008 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 third quarter of 2009, the Office of Cane and Sugar Board has announced the final cane price for the production season 2007/2008 as published in the Royal Gazette dated August 21, 2009, but the announced final cane price is lower than the estimate price made by the managements of the Company and subsidiaries companies. The Company and subsidiary companies thus adjusted the final price of cane for the production season 2007/2008 to Baht 756.95-784.54 per cane ton with the average sweetness level at 10.97-12.43 c.c.s.

23. Short-Term Loans due to Outside Person

As at July 31, 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. Estimated 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 labor and other of production cost which is expected to occur and then divided by estimated quantity of production expected to produce in each production 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 production 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 production season.

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

25. Accrued Fee Payable to Cane and Sugar Fund

As at July 31, 2009 and October 31, 2008, in the consolidated financial statements, the majority of Baht 44.58 million and Baht 46.40 million respectively, and the separate financial statements of Baht 20.13 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. The Company and subsidiary companies have recognized such fees as selling and administrative expenses for the nine-month periods ended July 31, 2009 and 2008, in the consolidated financial statements at amounts of Baht 482.16 million and Baht 171.09 million respectively, and in the separate financial statements at amounts of Baht 256.61 million and Baht 75.49 million respectively.

26. Debentures-Net

As at July 31, 2009 and October 31, 2008, the Company issued four sets of Thai Baht currency debentures which are holder specified, non-subordinated and unsecured bonds at par value of Baht 1,000 per unit, as approved by the minutes of the Company's board of directors meeting No.3/2552 held on June 26, 2009 for one set by the minutes of the Company's board of executive directors' meetings No.11/2551 held on November 28, 2008 for one set and No.1/2550 held on February 27, 2007 for two sets with the following details :-

(Unit : Thousand Baht)

Consolidated Financial Statements/Separate Financial Statements

As at July 31, 2009

Bond Set No.	Symbol	Term	Maturity Date	Interest Per Annum	Issue Number of Units	Total Value	Amortized Bond Issuance Expense	Net	Fair Value
1	KSL10NA	3 years	November 20, 2010	4.94	1,000,000	1,000,000	1,461	998,539	1,009,756
2	KSL12NA	5 years	November 20, 2012	5.44	500,000	500,000	1,112	498,888	507,456
3	KSL11NA	3 years	November 18, 2011	5.40	780,000	780,000	1,645	778,355	799,774
4	KSL127A	3 years	July 24, 2012	4.50	1,000,000	1,000,000	1,610	998,390	999,864
	Total				3,280,000	3,280,000	5,828	3,274,172	3,316,850

(Unit : Thousand Baht)

Consolidated Financial Statements/Separate Financial Statements

As at October 31, 2008

Bond Set No.	Symbol	Term	Maturity Date	Interest Per Annum	Issue Number of Units	Total Value	Amortized Bond Issuance Expense	Net	Fair Value
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 to 3 : 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 to 3 : 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 Statements As at		Separate Financial Statements As at	
	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
Loans due to Commercial Banks	2,745,127	1,131,747	500,000	-
Less Current Portion of Long-Term Loans	(237,000)	(102,250)	(168,000)	-
Net	2,508,127	1,029,497	332,000	-

Movements of long-term loans for the nine-month periods ended July 31, 2009 and 2008 are as follows :-

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	For the Nine-Month Periods Ended July 31,			
	2009	2008	2009	2008
Beginning Book Value Balance	1,131,747	1,319,054	-	116,000
Increase in the Period	1,948,380	133,507	500,000	-
Repayment in the Period	(335,000)	(704,000)	-	(84,000)
Ending Book Value Balance	2,745,127	748,561	500,000	32,000

In the consolidated and separate financial statements as at July 31, 2009 and October 31, 2008, the Company and its subsidiary companies obtained loans from commercial banks with the first to sixth and tenth credit lines carried the same interest rates at FIX 12 M+2.25% to MLR-1.75% 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:-

(Unit : Million Baht)

Limit Line	Consolidated Financial Statement As at July 31, 2009	Consolidated Financial Statement As at October 31, 2008	Separate Financial Statements As at July 31, 2009	Term of Payment
1	-	100.00	-	- Repayment of principal at every six-months period for the total of 10 installment, first installment is on July 2007. 1st-9th installment at Baht 20.00 million, 10th installment the remaining balance of principal has to be repaid, the whole amount was fully repaid, but no prepayment fee in paid. - Due payment of interest at end of every month.
2	-	80.00	-	- Repayment of principal at every six-month period for the total of 12 installments at Baht 5.00-30.00 million per installment, commencing from May 2009, the whole amount was fully repaid, but no prepayment fee in paid. - Due payment of interest at end of every three months.
3	160.00	200.00	-	- Repayment of principal at every six-month period for the total of 10 installments at Baht 20.00 million each commencing the first installment in December 2008. - Due payment of interest at end of every month.
4	40.00	60.00	-	- Repayment of principal at every six-month period for the total 8 installments at Baht 10.00 million each commencing the first installment in January 2008. - Due payment of interest at end of every month.
5	30.00	45.00	-	- Repayment of principal at every at every three-month period for the total of 20 installments at Baht 2.25 million each commencing the first installment on September 2009. - Due payment of interest at end of every month.

(Unit : Million Baht)

Limit Line	Consolidated Financial Statement As at July 31, 2009	Consolidated Financial Statement As at October 31, 2008	Separate Financial Statements As at July 31, 2009	Term of Payment
6	725.00	297.00	-	- Repayment of principal at every six-month period for the total of 10 installments at Baht 37.50-92.50 million each commencing the first installment in April 2009. - Due payment of interest at end of every month.
7	170.20	174.87	-	- Repayment of principal at every six-month period for the total of 10 installments at USD 0.50 million and the grace period of two years, the first installment commences in March 2011. - Due payment of interest at end of every three months.
8	170.20	174.87	-	- Repayment of principal at every six-month period for the total of 10 installment at USD 0.50 million and the grace period of two years, the first installment commences in March 2011. - Due payment of interest at end of every three months.
9	949.73	-	-	- Repayment of principal at every six-month period for the total of 10 installment at USD 3.00 million and the grace period of two years, the first installment commences in June 2011. - Due payment of interest at end of every three months.
10	500.00	-	500.00	- Repayment of principal at every six-month period for the total of 6 installment, start first period payment January 2010. 1st-5th installment at Baht 84.00 million each, 6th installment repayment of Baht 80.00 million - Due payment of interest at end of every month.
	2,745.13	1,131.74	500.00	

The above long-term loans were secured by the mortgage of land together with constructions, machines and equipments, leasing rights on land for factory building of subsidiary companies as specified in notes to financial statements no. 18 and land not used in operation in notes to financial statements no. 19. The Company and a subsidiary company, shareholder and related person in the subsidiary company pledged their own guarantees and standby letter of credit issued by a foreign bank to a related company was also offered.

In addition, the Company and subsidiary companies have to abide to some financial conditions eg. maintenance of debt-to-equity ratio, proportion holding of shares in subsidiary companies, Debt Service Coverage Ratio (DSCR), restriction on additional long-term debt creation and restriction on dividend payment.

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 July 31, 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 trenched 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 155.00 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 it 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 July 31, 2009, in the consolidated financial statements, debt to equity ratio is 1.12 : 1.00 and the separate financial statements, debt to equity ratio is 1.01 : 1.00.

30. Surplus from Internal Restructuring of Entities under Common Control

In the consolidated financial statements, movement of surplus from internal restructure of entities under common control for the nine-month period ended on July 31, 2009 is as follows :-

(Unit : Thousand Baht)

	Revaluation Surplus on Assets-Subsidiary Companies	Discount from Internal Restructure of Entities under Common Control	Net
Beginning Balance	2,106,920	(264,043)	1,842,877
Decrease in the Period	(147,491)	-	(147,491)
Ending Balance	1,959,429	(264,043)	1,695,386

31. Dividend Paid and Legal Reserve

Consisted of :-

Dividend / Legal Reserve	Approved by	Dividend Paid (Unit : Million Baht)	Dividend Paid (Unit : Baht per Share)	Payment Date	Appropriated Legal Reserve (Unit : Million Baht)
- Announcement of dividend payment and authorization of appropriation of legal reserve from operating result for the year 2008	Annual general meeting of shareholders No.1/2552 held on February 27, 2009.	341.00	0.22	March 27, 2009	18.50
- Announcement of dividend payment and authorization of appropriation of legal reserve from operating result for the year 2007	Annual general meeting of shareholders No.1/2551 held on February 28, 2008.	341.00	0.22	March 27, 2008	23.00

32. Natures of Expense

The significant natures of expense are :-

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	For the Nine-Month Periods Ended July 31,			
	2009	2008	2009	2008
Salaries, Wages and Other Benefits to Employees	654,694	610,774	208,349	209,638
Depreciation	276,325	250,260	109,650	94,995
Fuel Costs	177,396	171,032	128,111	108,129
Fee Payable to Cane and Sugar Cane	557,233	255,053	295,675	110,147
Maintenance Expenses	289,137	285,191	169,952	153,548
Transportation Expenses	240,070	340,588	135,518	162,984
Raw Material and Supplies Used	6,363,245	6,014,106	2,359,479	2,365,947
Purchased Finished Goods	302,631	116,279	718,904	1,070,652
Changes in Finished Goods and Work In Process	(1,698,326)	(1,379,214)	(491,922)	(758,311)
Operating Expenses	560,354	457,518	104,009	168,780
Interest Expenses	183,816	155,190	123,597	102,403
Other Financial Expenses	8,473	8,342	1,912	997
Total	7,915,048	7,285,119	3,863,234	3,789,909

33. Disclosure of Sectoral Business Operations

Consolidated Financial Statements

For the Nine-Month Periods Ended on July 31, 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	3,271	-	-	3,953	-	-	674	303	435	407	143	128	908	739	61	40	(995)	(1,770)	4,497	3,800
Net Sales and Service-Foreign	4,434	-	-	3,897	-	-	-	313	-	-	-	-	-	-	55	4	(196)	-	4,293	4,214
Total	7,705	-	-	7,850	-	-	674	616	435	407	143	128	908	739	116	44	(1,191)	(1,770)	8,790	8,014
Profit from Operation	2,086	-	18	1,580	12	20	180	136	184	130	203	135	126	101	82	94	(62)	(44)	2,817	2,164
Selling Expenses																			(246)	(308)
Administrative Expenses																			(589)	(407)
Fee Payable to Cane and Sugar Fund																			(557)	(255)
Directors' Remuneration																			(10)	(9)
Financial Cost																			(192)	(164)
Corporate Income Tax																			(334)	(250)
Net Profit																			889	771
Less Net Profit of Minority Shareholders																			(38)	(91)
Net Profit of Khon Kaen Sugar Industry Public Company Limited																			851	680
As at July 31, 2009 and 2008																				
Inventories-Net	2,850	33	95	2,730	1	20	83	11	-	-	-	-	372	334	36	83	-	-	3,469	3,179
Property, Plant and Equipment-Net	7,268	884	1,331	6,300	356	1,049	439	320	1,325	905	1,231	1,021	487	439	686	213	(103)	(23)	13,548	10,580
Central Assets	2,505	175	535	2,754	139	687	135	129	154	106	79	202	133	103	1,000	600	(916)	(1,039)	3,800	3,681
Total Assets	12,623	1,092	1,961	11,784	496	1,756	657	460	1,479	1,011	1,310	1,223	992	876	1,722	896	(1,019)	(1,062)	20,817	17,440

34. Obligations and Contingent Liabilities

As at July 31, 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 3,184.20 million and Baht 2,122.68 million respectively and as in the separate financial statements for the amount of Baht 1,806.98 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)

	Consolidated Financial Statements		Separate Financial Statements	
	As at		As at	
	July 31, 2009	October 31, 2008	July 31, 2009	October 31, 2008
For the production season 2008/2009	-	333.75	-	30.63
For the production season 2009/2010	313.87	12.82	49.07	12.82

34.3 A subsidiary company made an 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 July 31, 2009 and October 31, 2008, in the consolidated and separate financial statements have obligations and contingent liabilities as follows :-

(Unit : Million)

		Consolidated Financial Statements					
		As at					
		July 31, 2009			October 31, 2008		
		Total Credit Line			Total Credit Line		
	Currency	Total Credit Line	Utilized	Remaining	Total Credit Line	Utilized	Remaining
Letter of Guarantees (not specified the limit line)	Baht	-	68.31	-	-	65.26	-
Notes Acceptance	Baht	30.00	-	30.00	30.00	-	30.00
Letter of Credit	Baht	2,144.26	303.41	1,840.85	1,424.50	652.96	771.54
Letter of Credit (not specified the limit line)	USD	-	7.70	-	-	-	-
Letter of Credit	USD	27.17	16.06	11.11	26.92	2.72	24.20
Letter of Credit	EUR	1.25	1.25	-	-	-	-
Bank Overdraft and Short-Term Loans	Baht	8,246.00	793.55	7,452.45	13,926.91	148.96	13,777.95
Short-Term Loans	USD	23.00	8.31	14.69	23.00	5.00	18.00

(Unit : Million)

		Consolidated Financial Statements					
		As at					
		July 31, 2009			October 31, 2008		
		Total Credit Line			Total Credit Line		
	Currency	Total Credit Line	Utilized	Remaining	Total Credit Line	Utilized	Remaining
Forward Exchange Contract	Baht	2,393.00	46.16	2,346.84	1,193.00	-	1,193.00
Forward Exchange Contract	USD	152.93	10.33	142.60	145.20	13.22	131.98
Forward Exchange Contract (not specified the limit line)	USD	-	6.94	-	-	-	-
Forward Exchange Contract	YEN	752.00	150.00	602.00	-	-	-
Long-Term Loans	Baht	2,400.00	155.00	2,245.00	1,000.00	447.00	553.00
Long-Term Loans	USD	40.00	37.90	2.10	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	-	11,134.28	-	-	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	-	-	-	-
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	YEN	-	752.00	-	-	-	-

(Unit : Million)

		Separate Financial Statements					
		As at					
		July 31, 2009			October 31, 2008		
		Total Credit Line			Total Credit Line		
	Currency	Total Credit Line	Utilized	Remaining	Total Credit Line	Utilized	Remaining
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	3,058.00	145.00	2,913.00	4,908.00	70.36	4,837.64
Short-Term Loans	USD	3.00	-	3.00	3.00	-	3.00
Forward Exchange Contract	Baht	333.00	-	333.00	333.00	-	333.00
Forward Exchange Contract	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	-	9,114.28	-	-	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	-	-	-	-
Contract to Guarantee of Debt Repayment of Subsidiary Company for all Liabilities to be Occurred	YEN	-	752.00	-	-	-	-

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 July 31, 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)

		Consolidated Financial Statements As at			
		July 31, 2009		October 31, 2008	
	Currency	Contractual Amount	Outstanding Contractual Obligation	Contractual Amount	Outstanding Contractual Obligation
Construction and Subcontract Agreements	Baht	1,075.70	399.65	637.65	97.88
	USD	5.18	0.46	6.61	2.80
	KHR	-	-	475.25	283.29
Machine and Equipment Purchase Agreements	Baht	370.69	251.85	250.65	157.58
	USD	27.71	12.71	27.66	17.58
	YEN	3,202.00	3,202.00	3,191.67	3,191.25
	EURO	1.67	1.25	-	-
Machine Disposal Agreements	Baht	-	-	48.68	2.89
Machine Transportation Agreements	Baht	-	-	29.40	25.57
Land Development Agreements	USD	11.25	4.67	11.25	6.58

(Unit : Million)

		Separate Financial Statements As at July 31, 2009	
	Currency	Contractual Amount	Outstanding Contractual Obligation
Construction and Subcontract Agreements	Baht	29.50	1.48

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

34.6 As at July 31, 2009, two subsidiary companies entered into agreements to improvement and repair service machinery and equipment which the payment depends on the percentage of work completed. The contractual agreements is Baht 40.00 million and the remaining obligations under the agreements is Baht 17.60 million.

34.7 As at July 31, 2009, two subsidiary companies entered into inter-consult agreements of which the contractual agreements is Baht 1.20 million, the remaining contractual obligation is Baht 0.90 million.

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 July 31, 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. In the third quarter of 2009, the subsidiary company has already utilized the area of 11,173.25 hectares.

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 July 31, 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 July 31, 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 recorded the above transaction in the financial statements because the actual liability depends on the fixing of the said compensation.

36. Financial Instruments

As at July 31, 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 Statements As at July 31, 2009				
	Fixed Interest Rate			Floating	
	Within 1 year	More than 1 year to 5 years	More than 5 year	Interest Rate	Total
Financial Assets					
Bank Deposits	-	-	-	461,641	461,641
Fixed Deposits	5,597	-	-	-	5,597
Short-Term Investment	99,963	-	-	-	99,963
Investment in debt securities	-	-	-	150,000	150,000
Cane Growing Promotion Loan	14,143	70,408	-	-	84,551
Short-Term Loans due from Related Companies	-	-	-	246,891	246,891
Loans due from Related Individuals	32,679	130,715	-	-	163,394
Short-Term Loans due from Farmers	221,627	-	-	-	221,627
Other Long-Term Investment	6,547	12,358	-	-	18,905
Total	380,556	213,481	-	858,532	1,452,569
Financial Liabilities					
Short-Term Loans due to Financial Institutions	-	-	-	1,212,207	1,212,207
Other Short-Term Loans	348,743	-	-	-	348,743
Short-Term Loan due to Outside Person	38,000	-	-	-	38,000
Debentures	-	3,274,172	-	-	3,274,172
Long-Term Loans	-	-	-	2,745,127	2,745,127
Total	386,743	3,274,172	-	3,957,334	7,618,249

(Unit : Thousand Baht)

	Consolidated Financial Statements As at October 31, 2008			
	Fixed Interest Rate		Floating	
	Within 1 year	More than 1 year to 5 years	Interest Rate	Total
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

(Unit : Thousand Baht)

	Consolidated Financial Statements As at October 31, 2008			
	Fixed Interest Rate		Floating	
	Within 1 year	More than 1 year to 5 years	Interest Rate	Total
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 July 31, 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)

	Consolidated Financial Statements As at				Separate Financial Statements As at			
	July 31, 2009		October 31, 2008		July 31, 2009		October 31, 2008	
Currencies	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
USD	16.90	50.00	21.55	11.86	-	0.50	5.03	-
YEN	0.53	-	1,107.75	203.26	0.53	-	-	-
RIEL	23.54	1,167.47	-	-	-	-	-	-

As at July 31, 2009 and October 31, 2008, in the consolidated and the separate financial statements, the Company and two subsidiary companies 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 Company and two subsidiary companies 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)

	Currencies	Consolidated Financial Statements As at July 31, 2009	Consolidated Financial Statements As at October 31, 2008	Separate Financial Statement As at July 31, 2009	Separate Financial Statement As at October 31, 2008
Contracted Amount	USD	11.66	13.22	-	6.01
Resulted Amount Earned under Contract	Baht	411.35	444.50	-	209.48
Fair Value	Baht	398.90	465.18	-	211.47
Contract Amount	YEN	150.00	-	-	-
Resulted Amount Earned under Contract	Baht	52.42	-	-	-
Fair Value	Baht	52.20	-	-	-

Risk from Fluctuation of Sugar Price

The Company and its subsidiary companies risk from fluctuation of sugar price which face has occurred from fluctuation of future sugar price in the market. This kind of risk will affect the operating results of and cash flows of the Company and its subsidiary companies. However, the Company group manage such risk by utilizing forward sale contracts of sugar. As at July 31, 2009, the following details of sugar forward sale contracts with commercial banks are disclosed :-

	Currencies	(Unit : Million)
Contracted Amount	USD	49.70
Fair Value	USD	45.26

The fair value of sugar forward sale contracts is determined by the Sugar No.11-NYBOT and White Sugar-Euronext.liffe price.

37. Comparative Data of Balance Sheets as at July 31, 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 July 31, 2009 and 2008 as follows :-

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalent Items	730,059	345,536	365,078	8,840
Short-Term Investments-Net	1,371	1,713	-	-
Trade Accounts and Notes Receivable-Net	553,199	611,931	113,812	156,561
Trade Accounts Receivable-Subsidiary and Related Companies	2,247	4,125	13,150	114,818
Farmer Accounts Receivable-Net	15,588	35,472	-	-
Current Portion of Cane Growing Promotion Loans	14,143	18,718	3,960	-
Current Portion of Loans due from Related Individuals	32,679	-	-	-
Short-Term Loans due and Related Companies	246,891	252,808	397,000	2,600
Short-Term Loans due from Farmers	278,074	267,740	110,502	62,129
Inventories-Net	3,468,981	3,179,163	1,281,519	1,596,868
Real Estate Development Cost	33,711	47,815	-	-
Machine Maintenance Supplies	223,583	291,724	98,835	101,760
Other Accounts Receivable-Cane Value-Net	3,347	394,701	1,436	227,783
Share Subscriptions Receivable-Subsidiary Company's Shareholders	-	160,356	-	-
Other Current Assets	171,084	152,380	53,675	49,083
TOTAL CURRENT ASSETS	5,774,957	5,764,182	2,438,967	2,320,442
NON-CURRENT ASSETS				
Investments in Subsidiary and Associated Companies-Net	50,723	58,490	4,149,091	3,762,612
Other Long-Term Investment-Net	23,677	95,034	10,848	58,584
Deferred Cane Plantation Cost-Net	605,347	306,093	40,123	17,401
Cane Growing Promotion Loans-Net	70,408	91,902	6,932	-
Long-Term Loans due from Related Individuals	130,715	-	-	-
Other Accounts Receivable Compensation for Sugar Production and Distribution	244,953	244,953	132,770	132,770
Property, Plant and Equipment-Net	13,547,641	10,580,347	2,909,200	2,956,945
Land not used in Operation-Net	323,658	277,429	98,282	98,282
Obligated Fixed Deposits	5,577	5,777	5,577	5,577
Other Non-Current Assets	39,691	15,898	148	151
TOTAL NON-CURRENT ASSETS	15,042,390	11,675,923	7,352,971	7,032,322
TOTAL ASSETS	20,817,347	17,440,105	9,791,938	9,352,764

Unaudited

Limited Review Only

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Bank Overdrafts and Short Term Loans due to Financial Institutions	1,212,207	1,464,479	145,000	360,975
Other Short-Term Loans-Net	348,743	1,741,271	348,743	1,741,271
Trade Accounts and Notes Payable-Cane Purchase	235,682	204,637	100,707	78,700
Trade Accounts and Notes Payable	124,487	107,146	15,046	25,380
Trade Accounts and Notes Payable-Subsidiary and Related Companies	-	-	31,209	141,406
Current Portion of Long-Term Loans	237,000	243,124	168,000	32,000
Short-Term Loans due to Subsidiary Companies	-	-	8,000	-
Short-Term Loans due to Outside Person	38,000	-	-	-
Accrued Corporate Income Tax	128,637	96,576	2,800	11,600
Advance Received from Customers for Goods	79,456	165,854	30,784	30,207
Estimate of Accrued Manufacturing Expenses	663,604	300,860	244,283	181,054
Accrued Fee Payable to Cane and Sugar Fund	51,220	193,858	23,106	79,233
Accrued Stabilization Function Payment	84,588	22,822	44,367	11,337
Other Accrued Expenses	89,984	58,088	62,027	41,809
Accounts Payable-Assets	492,848	198,331	3,475	38,637
Other Accounts Payable	189,896	209,490	70,547	192,753
Other Current Liabilities	107,817	88,469	15,792	13,229
TOTAL CURRENT LIABILITIES	4,084,169	5,095,005	1,313,886	2,979,591
NON-CURRENT LIABILITIES				
Debentures-Net	3,274,172	1,495,977	3,274,172	1,495,977
Long-Term Loans-Net from Current Portion	2,508,127	505,437	332,000	-
Other Non-Current Liabilities	16,376	25,971	10,136	11,301
TOTAL NON-CURRENT LIABILITIES	5,798,675	2,027,385	3,616,308	1,507,278
TOTAL LIABILITIES	9,882,844	7,122,390	4,930,194	4,486,869

Unaudited

Limited Review Only

(Unit : Thousand Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	2009	2008	2009	2008
SHAREHOLDERS' EQUITY				
Share Capital				
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	1,219,760	1,335,007	1,219,760	1,335,007
Revaluation Surplus on Assets-Subsidiary Companies	168,615	137,097	-	-
Surplus from Internal Restructure of Entities under Common Control	1,695,386	1,911,857	-	-
Surplus from Changes in Shareholding Ratio in Subsidiary Companies	39,138	36,068	-	-
Unrealized Gain on Available-for-Sale Securities	2,102	2,132	2,798	2,837
Accumulated Result of Foreign Currency Translation Adjustment	9,732	(5,507)	-	-
Retained Earnings				
Appropriated				
Legal Reserve	162,620	144,120	162,620	144,120
Unappropriated	2,403,765	1,732,928	371,949	279,314
TOTAL SHAREHOLDERS' EQUITY OF PARENT COMPANY	8,805,735	8,398,319	4,861,744	4,865,895
Minority Shareholders' Equity	2,128,768	1,919,396	-	-
TOTAL SHAREHOLDERS' EQUITY	10,934,503	10,317,715	4,861,744	4,865,895
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	20,817,347	17,440,105	9,791,938	9,352,764

Unaudited

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38. Approval of Financial Statements

These financial statements have been approved for issuance by the Company's audit committee on September 9, 2009.