

AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Buriram Sugar Public Company Limited

I have reviewed the interim consolidated financial information of Buriram Sugar Public Company Limited and its subsidiaries, and the interim separate financial information of Buriram Sugar Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 September 2018, and the related consolidated and separate statements of comprehensive income for the three-month and nine-month period then ended, changes in equity, and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information bases on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

Sa-nga Chokenitisawat

Certified Public Accountant (Thailand) No. 11251

Bangkok

13 November 2018

BURIRAM SUGAR PUBLIC COMPANY LIMITED

**INTERIM CONSOLIDATED AND
SEPARATE FINANCIAL INFORMATION
(UNAUDITED)**

30 SEPTEMBER 2018

Buriram Sugar Public Company Limited
Statements of Financial Position
As at 30 September 2018

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 30 September 2018 Baht	Audited 31 December 2017 Baht	Unaudited 30 September 2018 Baht	Audited 31 December 2017 Baht
Assets					
Current assets					
Cash and cash equivalents		195,052,511	229,068,711	23,204,986	18,193,199
Trade and other receivables, net	5, 21	253,675,199	255,555,054	84,939,384	313,054,963
Accrued income - Office of the Cane and Sugar Fund	6	403,406,629	-	-	-
Farmer receivables, net	7, 21	797,818,263	868,428,756	-	-
Inventories, net	8	1,490,508,955	1,060,772,238	-	-
Current portion of long-term borrowings to subsidiaries	21 (c)	-	-	28,000,000	120,000,000
Current portion of long-term borrowings to farmer receivables	11, 21 (d)	51,186,076	224,921,212	-	-
Other current assets		41,307,439	16,752,433	3,921,946	5,001,824
Total current assets		3,232,955,072	2,655,498,404	140,066,316	456,249,986
Non-current assets					
Other long-term investments, net		2,138,859	2,136,915	731,085	729,140
Investment in an associate	9	1,210,854,120	1,227,127,544	1,194,706,818	1,194,706,818
Investment in subsidiaries	10	-	-	1,450,476,300	1,445,476,600
Long-term borrowings to subsidiaries, net	21 (c)	-	-	2,313,895,761	2,259,654,765
Long-term borrowings to farmer receivables, net	11	293,299,687	308,242,107	-	-
Property, plant and equipment, net	12	5,068,267,699	4,810,700,305	29,003,872	23,154,842
Intangible assets, net	12	26,741,576	26,231,454	11,955,411	11,046,137
Deferred tax assets, net		176,147,673	194,433,310	13,511,913	20,008,746
Other non-current assets		21,205,889	8,368,062	516,200	499,811
Total non-current assets		6,798,655,503	6,577,239,697	5,014,797,360	4,955,276,859
Total assets		10,031,610,575	9,232,738,101	5,154,863,676	5,411,526,845

Director _____

Date _____

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

Buriram Sugar Public Company Limited
Statements of Financial Position
As at 30 September 2018

		Consolidated		Separate	
		financial information		financial information	
	Notes	Unaudited 30 September 2018 Baht	Audited 31 December 2017 Baht	Unaudited 30 September 2018 Baht	Audited 31 December 2017 Baht
Liabilities and equity					
Current liabilities					
Trade and other payables	13, 21	267,806,722	716,121,941	146,535,300	44,705,951
Short-term borrowings from financial institutions, related party and others	14	2,754,399,037	1,136,304,878	1,000,000	90,688,878
Current portion of long-term borrowings from financial institutions and other	14	384,042,155	450,385,877	-	-
Current portion of long-term borrowings from an associate	14	208,265,296	172,589,789	-	-
Current portion of long-term borrowings from a subsidiary	14	-	-	198,000,000	198,000,000
Current portion of hire-purchase liabilities	14	11,626,869	10,872,088	2,288,039	1,611,748
Current portion of employee benefit obligations		6,727,067	7,721,815	2,391,585	2,399,177
Income tax payable		8,435,994	30,889,265	-	-
Other current liabilities		10,625,437	24,530,790	971,756	6,429,546
Total current liabilities		3,651,928,577	2,549,416,443	351,186,680	343,835,300
Non-current liabilities					
Long-term borrowings from financial institutions and other, net	14	682,095,346	805,266,914	-	-
Long-term borrowings from an associate, net	14	3,220,797,392	3,356,799,640	-	-
Long-term borrowings from a subsidiary, net	14	-	-	2,548,119,162	2,548,119,162
Hire-purchase liabilities, net	14	13,029,069	14,433,900	6,431,236	5,350,331
Employee benefit obligations, net		37,525,181	34,285,227	13,132,971	11,996,787
Total non-current liabilities		3,953,446,988	4,210,785,681	2,567,683,369	2,565,466,280
Total liabilities		7,605,375,565	6,760,202,124	2,918,870,049	2,909,301,580

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

Buriram Sugar Public Company Limited
Statements of Financial Position
As at 30 September 2018

	Notes	Consolidated financial information		Separate financial information			
		Unaudited 30 September 2018 Baht	Audited 31 December 2017 Baht	Unaudited 30 September 2018 Baht	Audited 31 December 2017 Baht		
Liabilities and equity (Cont'd)							
Equity							
Share capital							
Authorised share capital							
		812,099,845 ordinary shares at par value of Baht 1 each (31 December 2017: 812,100,000 ordinary shares at par value of Baht 1 each)	15	<u>812,099,845</u>	<u>812,100,000</u>	<u>812,099,845</u>	<u>812,100,000</u>
Issued and paid-up share capital							
		812,099,845 ordinary shares fully paid-up of Baht 1 each (31 December 2017: 812,099,845 ordinary shares fully paid-up of Baht 1 each)		812,099,845	812,099,845	812,099,845	812,099,845
		Premium on ordinary shares		954,665,813	954,665,813	954,665,813	954,665,813
Retained earnings							
Appropriated							
		- Legal reserve	17	51,760,392	51,760,392	51,760,392	51,760,392
		Unappropriated		606,199,131	652,547,941	417,337,826	683,571,019
		Other components of equity		129,751	128,196	129,751	128,196
		Equity attributable to owners of the parent		<u>2,424,854,932</u>	<u>2,471,202,187</u>	<u>2,235,993,627</u>	<u>2,502,225,265</u>
		Non-controlling interests		<u>1,380,078</u>	<u>1,333,790</u>	<u>-</u>	<u>-</u>
		Total equity		<u>2,426,235,010</u>	<u>2,472,535,977</u>	<u>2,235,993,627</u>	<u>2,502,225,265</u>
		Total liabilities and equity		<u>10,031,610,575</u>	<u>9,232,738,101</u>	<u>5,154,863,676</u>	<u>5,411,526,845</u>

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

Buriram Sugar Public Company Limited
Statements of Comprehensive Income (Unaudited)
For the three-month period ended 30 September 2018

	Notes	Consolidated		Separate	
		financial information		financial information	
		2018	2017	2018	2017
		Baht	Baht	Baht	Baht
Revenues from sales and services		831,336,338	980,636,066	-	-
Cost of sales and services		(753,439,810)	(926,746,520)	-	-
Gross profit		77,896,528	53,889,546	-	-
Other income	18	27,698,419	52,552,548	92,881,915	61,841,698
Gain (loss) on foreign exchange rate		907,195	(9,529,016)	-	-
Selling expenses		(22,284,170)	(21,462,941)	-	-
Administrative expenses		(111,191,260)	(96,758,381)	(38,315,069)	(34,087,508)
Finance costs		(96,595,971)	(84,647,047)	(45,455,194)	(38,686,320)
Share of profit from an associate		17,102,988	13,933,683	-	-
Profit (loss) before income tax		(106,466,271)	(92,021,608)	9,111,652	(10,932,130)
Income tax	19	15,644,131	10,451,803	69,943	65,138
Profit (loss) for the period		(90,822,140)	(81,569,805)	9,181,595	(10,866,992)
Other comprehensive income (expense):					
Items that will be reclassified subsequently to profit or loss					
Change in value of available-for-sale investments		72,675	51,594	72,675	51,594
Income tax relating to change in value of available-for-sale investments		(14,534)	(10,319)	(14,534)	(10,319)
Other comprehensive income for the period, net of tax		58,141	41,275	58,141	41,275
Total comprehensive income (expense) for the period		(90,763,999)	(81,528,530)	9,239,736	(10,825,717)
Profit (loss) attributable to:					
Owners of the parent		(90,584,140)	(81,577,430)	9,181,595	(10,866,992)
Non-controlling interests		(238,000)	7,625	-	-
		(90,822,140)	(81,569,805)	9,181,595	(10,866,992)
Total comprehensive income (expense) attributable to:					
Owners of the parent		(90,525,999)	(81,536,155)	9,239,736	(10,825,717)
Non-controlling interests		(238,000)	7,625	-	-
		(90,763,999)	(81,528,530)	9,239,736	(10,825,717)
Earnings (loss) per share					
Basic earnings (loss) per share	20	(0.112)	(0.100)	0.011	(0.013)

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

Buriram Sugar Public Company Limited
Statements of Comprehensive Income (Unaudited)
For the nine-month period ended 30 September 2018

	Notes	Consolidated		Separate	
		financial information		financial information	
		2018	2017	2018	2017
		Baht	Baht	Baht	Baht
Revenues from sales and services		4,295,445,655	5,103,294,977	-	-
Cost of sales and services		(3,369,517,299)	(3,896,791,560)	-	-
Gross profit		925,928,356	1,206,503,417	-	-
Other income	18	80,305,143	119,639,986	234,171,036	168,838,960
Gain (loss) on foreign exchange rate		27,372,058	3,353,335	(10,914)	9,759
Selling expenses		(257,570,966)	(177,740,550)	-	-
Administrative expenses		(311,241,687)	(269,013,510)	(115,331,178)	(102,577,991)
Finance costs		(295,928,415)	(190,187,072)	(134,937,088)	(70,855,655)
Share of profit from an associate	9	56,600,080	13,933,683	-	-
Profit (loss) before income tax		225,464,569	706,489,289	(16,108,144)	(4,584,927)
Income tax	19	(28,138,787)	(124,389,327)	(6,496,445)	(971,326)
Profit (loss) for the period		197,325,782	582,099,962	(22,604,589)	(5,556,253)
Other comprehensive income (expense):					
Items that will be reclassified subsequently to profit or loss					
Change in value of available-for-sale investments					
		1,943	75,045	1,943	75,045
Income tax relating to change in value of available-for-sale investments					
		(388)	(15,009)	(388)	(15,009)
Other comprehensive income for the period, net of tax		1,555	60,036	1,555	60,036
Total comprehensive income (expense) for the period		197,327,337	582,159,998	(22,603,034)	(5,496,217)
Profit (loss) attributable to:					
Owners of the parent		197,279,794	581,469,087	(22,604,589)	(5,556,253)
Non-controlling interests		45,988	630,875	-	-
		197,325,782	582,099,962	(22,604,589)	(5,556,253)
Total comprehensive income (expense) attributable to:					
Owners of the parent		197,281,349	581,529,123	(22,603,034)	(5,496,217)
Non-controlling interests		45,988	630,875	-	-
		197,327,337	582,159,998	(22,603,034)	(5,496,217)
Earnings (loss) per share					
Basic earnings (loss) per share	20	0.243	0.717	(0.028)	(0.007)

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

Buriram Sugar Public Company Limited
Statement of Changes in Equity (Unaudited)
For the nine-month period ended 30 September 2018

Consolidated financial information									
	Notes	Retained earnings			Other components of equity		Total owners of the parent	Non-controlling interests	Total
		Issued and paid-up share capital	Premium on ordinary shares	Appropriated - Legal reserve	Unappropriated	Fair value reserve of available-for-sale investments			
		Baht	Baht	Baht	Baht	Baht			
Opening balance as at 1 January 2017		676,750,000	954,665,813	39,680,867	420,828,757	15,251	2,091,940,688	830,767	2,092,771,455
Stock dividends	16	135,349,845	-	-	(135,349,845)	-	-	-	-
Dividends paid	16	-	-	-	(136,853,832)	-	(136,853,832)	-	(136,853,832)
Total comprehensive income for the period		-	-	-	581,469,087	60,036	581,529,123	630,875	582,159,998
Closing balance as at 30 September 2017		<u>812,099,845</u>	<u>954,665,813</u>	<u>39,680,867</u>	<u>730,094,167</u>	<u>75,287</u>	<u>2,536,615,979</u>	<u>1,461,642</u>	<u>2,538,077,621</u>
Opening balance as at 1 January 2018		812,099,845	954,665,813	51,760,392	652,547,941	128,196	2,471,202,187	1,333,790	2,472,535,977
Dividends paid	16	-	-	-	(243,628,604)	-	(243,628,604)	-	(243,628,604)
Increased in non-controlling interest		-	-	-	-	-	-	300	300
Total comprehensive income for the period		-	-	-	197,279,794	1,555	197,281,349	45,988	197,327,337
Closing balance as at 30 September 2018		<u>812,099,845</u>	<u>954,665,813</u>	<u>51,760,392</u>	<u>606,199,131</u>	<u>129,751</u>	<u>2,424,854,932</u>	<u>1,380,078</u>	<u>2,426,235,010</u>

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

Buriram Sugar Public Company Limited
Statement of Changes in Equity (Unaudited)
For the nine-month period ended 30 September 2018

	Separate financial information						
	Notes	Issued and paid-up share capital Baht	Premium on ordinary shares Baht	Retained earnings		Other components of equity	Total Baht
						Fair value reserve of available-for-sale investments Baht	
				Appropriated - Legal reserve Baht	Unappropriated Baht		
Opening balance as at 1 January 2017		676,750,000	954,665,813	39,680,867	729,478,458	15,251	2,400,590,389
Stock dividends	16	135,349,845	-	-	(135,349,845)	-	-
Dividends paid	16	-	-	-	(136,853,832)	-	(136,853,832)
Total comprehensive income (expense) for the period		-	-	-	(5,556,253)	60,036	(5,496,217)
Closing balance as at 30 September 2017		<u>812,099,845</u>	<u>954,665,813</u>	<u>39,680,867</u>	<u>451,718,528</u>	<u>75,287</u>	<u>2,258,240,340</u>
Opening balance as at 1 January 2018		812,099,845	954,665,813	51,760,392	683,571,019	128,196	2,502,225,265
Dividends paid	16	-	-	-	(243,628,604)	-	(243,628,604)
Total comprehensive income (expense) for the period		-	-	-	(22,604,589)	1,555	(22,603,034)
Closing balance as at 30 September 2018		<u>812,099,845</u>	<u>954,665,813</u>	<u>51,760,392</u>	<u>417,337,826</u>	<u>129,751</u>	<u>2,235,993,627</u>

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

Buriram Sugar Public Company Limited
Statements of Cash Flows (Unaudited)
For the nine-month period ended 30 September 2018

	Notes	Consolidated		Separate	
		financial information		financial information	
		2018	2017	2018	2017
		Baht	Baht	Baht	Baht
Cash flows from operating activities					
Profit (loss) before income tax		225,464,569	706,489,289	(16,108,144)	(4,584,927)
Adjustments to reconcile profit (loss) before					
income tax to net cash provided by operations:					
- Depreciation and amortisation	12	214,136,249	191,479,283	2,330,405	1,732,453
- Interest income	18	(63,279,665)	(73,980,714)	(110,175,932)	(118,150,818)
- Dividends income	18	(204,680)	(153,510)	(72,873,504)	-
- (Reversal) of allowance for doubtful accounts	5, 7	(2,900,357)	(11,124,958)	(1,358,182)	(5,536,539)
- Allowance for declining in value					
of inventories (reversal)	8	60,974,333	(295,645)	-	-
- (Gain) loss on disposals of property, plant and equipment		(1,581,442)	282,315	(469,293)	590
- Loss on write-off of property, plant and equipment		7,043,924	10,163,645	-	-
- Finance costs		295,928,415	190,187,072	134,937,088	70,855,655
- Share of (profit) from an associate		(56,600,080)	(13,933,683)	-	-
- Employee benefit expenses		3,849,742	2,846,489	1,237,162	977,057
Cash flows before changes in					
operating assets and liabilities		682,831,008	1,001,959,583	(62,480,400)	(54,706,529)
Changes in operating assets and liabilities					
- Trade and other receivables		2,512,359	15,790,950	47,978,484	371,243
- Accrued income - Office of the Cane and Sugar Fund	6	(403,406,629)	-	-	-
- Farmer receivables		72,878,346	(11,029,628)	1,358,182	5,536,539
- Inventories		(490,711,050)	(58,846,943)	-	-
- Other current assets		(8,246,946)	16,491,782	1,079,878	751,192
- Other non-current assets		(12,837,827)	10,560,880	(16,389)	134,900
- Trade and other payables		(420,997,990)	(280,754,994)	11,912,283	24,560,940
- Other current liabilities		(13,905,353)	2,523,494	(5,457,790)	(1,624,037)
- Employee benefit paid		(1,604,536)	(6,627,597)	(108,570)	(2,798,189)
- Other non-current liabilities		-	(856,000)	-	-
Cash (used in) generated from operating activities		(593,488,618)	689,211,527	(5,734,322)	(27,773,941)
- Income tax paid		(48,614,869)	(53,347,852)	-	(1,096,992)
- Interest paid		(323,098,114)	(134,969,510)	(45,052,744)	(53,622,919)
Net cash (used in) generated from operating activities		(965,201,601)	500,894,165	(50,787,066)	(82,493,852)

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

Buriram Sugar Public Company Limited
Statements of Cash Flows (Unaudited)
For the nine-month period ended 30 September 2018

	Notes	Consolidated		Separate	
		financial information		financial information	
		2018	2017	2018	2017
		Baht	Baht	Baht	Baht
Cash flows from investing activities					
Interest received		63,279,665	73,980,714	70,305,188	103,043,800
Dividends received		73,078,184	153,510	292,881,343	-
Purchase of investment in an associate		-	(1,120,032,078)	-	(1,120,032,078)
Purchase of investment in a subsidiary	10	-	-	(4,999,700)	-
Proceeds from long-term borrowings to subsidiaries		-	-	234,759,004	1,304,711,640
Proceeds from long-term borrowings to farmer receivables	11	221,398,075	82,619,765	-	-
Payments on long-term borrowings to subsidiaries		-	-	(197,000,000)	(1,975,671,710)
Payments on long-term borrowings to farmer receivables	11	(32,720,519)	(190,238,400)	-	-
Proceeds from disposals of property, plant and equipment		2,700,935	1,916,358	1,588,785	467
Purchases of property, plant and equipment and intangible assets		(465,543,342)	(273,270,197)	(7,003,599)	(2,748,236)
Capitalised borrowing costs to property, plant and equipment		(5,653,015)	(1,947,343)	-	-
Net cash (used in) generated from investing activities		(143,460,017)	(1,426,817,671)	390,531,021	(1,690,696,117)
Cash flows from financing activities					
Increased (decreased) in short-term borrowings from financial institutions, related party and others	14	1,618,094,159	(1,357,269,672)	(89,688,878)	(764,097,672)
Proceeds from long-term borrowings from financial institutions and other	14	-	289,000,000	-	-
Repayments on long-term borrowings from financial institutions and other	14	(189,515,290)	(923,998,110)	-	-
Proceeds from long-term borrowings from an associate	14	-	3,539,747,643	-	-
Repayments on long-term borrowings from an associate	14	(100,326,741)	-	-	-
Proceeds from long-term borrowings from a subsidiary	14	-	-	-	2,746,119,162
Repayments on hire-purchase liabilities		(9,830,875)	(8,008,740)	(1,447,406)	(251,082)
Proceeds from issue of ordinary shares from non-controlling interests		300	-	-	-
Dividends paid		(243,776,135)	(136,640,665)	(243,595,884)	(136,640,665)
Net cash generated from (used in) financing activities		1,074,645,418	1,402,830,456	(334,732,168)	1,845,129,743
Net (decrease) increase in cash and cash equivalents		(34,016,200)	476,906,950	5,011,787	71,939,774
Opening balance		229,068,711	85,346,019	18,193,199	4,491,384
Closing balance		195,052,511	562,252,969	23,204,986	76,431,158
Non-cash transactions					
Purchases of property, plant and equipment under hire-purchase liabilities		9,180,825	6,000,123	3,204,602	2,870,053
Stock dividends	16	-	135,349,845	-	135,349,845

The notes to the interim financial information on pages 11 to 29 are an integral part of this financial information.

1 General information

Buriram Sugar Public Company Limited (the Company) is a public limited company which is listed on the Stock Exchange of Thailand, incorporated and resident in Thailand. The address of the Company's registered offices are as follows:

Head office: Located at No. 237 moo 2, Tambol Hin Lek Fai, Amphur Kumueug, Buriram 31190.

Branch: Located at No. 128/77-78, 7th floor, Phayathai Plaza Building, Tungphayathai Ratchathewee Bangkok 10400.

For reporting purposes, the Company and its subsidiaries are referred to as "the Group".

The principal business operations of the Group are summarised as follows:

- 1) Manufacturing and distribution of sugar and molasses
- 2) Trading agricultural products
- 3) Power plant for electricity generation power and steam for sale
- 4) Other businesses

This interim consolidated and separate interim financial information have been approved by the Board of Directors on 13 November 2018.

This interim consolidated and separate interim financial information has been reviewed, not audited.

2 Accounting policies

2.1 Basis for preparation

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information (statement of financial position, statement of comprehensive income, statement of changes in equity and cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. The notes to the financial information are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2017.

An English language version of the interim consolidated and separate financial information has been prepared from the interim financial information that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2017.

Costs that are incurred evenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit loss.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards and related interpretations

2.2.1 Revised accounting standards and financial reporting standards are effective for annual periods beginning on or after 1 January 2018 which have significant change and are relevant to the Group are as follows:

TAS 7 (revised 2017)	Statement of cash Flows
TAS 12 (revised 2017)	Income taxes
TFRS 12 (revised 2017)	Disclosure of interests in other entities

The management has assessed and considered that the above revised standards do not have significant impact to the Group.

2.2.2 New financial reporting standards which have been announced but not yet effective.

- a) TFRS 15 Revenue from contracts with customers is effective for annual periods beginning on or after 1 January 2019 which is relevant to the Group. The Group has not yet adopted this standard.

TFRS 15 provide the requirements of the recognition of revenue. This standard will supersede the following standards:

TAS 11 (revised 2017)	Construction contracts
TAS 18 (revised 2017)	Revenue
TFRIC 13 (revised 2017)	Customer loyalty programmes
TFRIC 15 (revised 2017)	Agreements for the construction of real estate
TFRIC 18 (revised 2017)	Transfers of assets from customers
TSIC 31 (revised 2017)	Revenue - barter transactions involving advertising services

The new standard is based on the principle that

- revenue is recognised when control of a good or service transfers to a customer - so the notion of control replaces the existing notion of risks and rewards.
- an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

An entity recognises revenue in accordance with that core principle by applying the following steps:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

Entities will have a choice to apply this standard retrospectively in accordance with TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors, subject to the expedients or retrospectively with the cumulative effect recognised as an adjustment to the opening balance of retained earnings of the annual reporting period that includes the date of initial application with additional disclosures. The Group will first apply this standard for annual reporting periods beginning on or after 1 January 2019. Management is currently assessing the impact from initial application of this standard in detail.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards and related interpretations (Cont'd)

2.2.2 New financial reporting standards which have been announced but not yet effective. (Cont'd)

- b) The group of financial reporting standards relating to financial instruments are effective for annual periods beginning on or after 1 January 2020 which are relevant to the Group. The Group has not yet adopted those standards.

The Group of financial instruments reporting standards consist of the following standards:

TAS 32	Financial instruments: Presentation
TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments
TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

The above new standards will supersede the following standards:

TAS 101	Bad and Doubtful Debts
TAS 103	Disclosures in the Financial Statements of Bank and Similar Financial Institutions
TAS 104	Accounting for Troubled Debt Restructuring
TAS 105	Accounting for Investment in Debts and Equity securities
TAS 106	Accounting for Investment Companies
TAS 107	Financial Instruments: Disclosure and Presentation

TAS 32 Financial Instruments: Presentation, provides the requirements for the presentation financial instruments as liabilities or equity and for offsetting financial assets and financial liabilities. It applies to the classification of financial instruments, from the perspective of the issuer, into financial assets, financial liabilities and equity instruments; the classification of related interest, dividends, losses and gains; and the circumstances in which financial assets and financial liabilities should be offset.

TFRS 7 Financial Instruments: Disclosures, provides the requirements for the disclosure that are intended to enable users to evaluate the significance of financial instruments for an entity's financial position and performance, and to understand the nature and extent of risks arising from those financial instruments to which the entity is exposed during the period and at the end of the reporting period, and how the entity manages those risks.

TFRS 9 Financial Instruments, establishes principles for the classification, measurement and derecognition of financial assets and financial liabilities, impairment requirement and hedge accounting as follow:

- Classification and measurement:
 - The classification and measurement of debt instrument financial assets has three classification categories, which are amortised cost, fair value through profit or loss and fair value through other comprehensive income. Classification of debt assets will be driven by the entity's business model for managing the financial assets and contractual cash flows characteristics of the financial assets.
 - Equity instrument financial assets shall be measured at fair value through profit or loss. An entity can make an irrevocable election to recognise the fair value change in other comprehensive income without subsequent recycling to profit or loss.
 - Financial liabilities are classified and measured at amortised cost. An entity can choose to measure a liability at fair value through profit or loss when the conditions are met.
 - Derivatives are classified and measured at fair value through profit or loss.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards and related interpretations (Cont'd)

2.2.2 New financial reporting standards which have been announced but not yet effective. (Cont'd)

- b) The group of financial reporting standards relating to financial instruments are effective for annual periods beginning on or after 1 January 2020 which are relevant to the Group. The Group has not yet adopted those standards. (Cont'd)
- The impairment requirements relating to the accounting for an entity's expected credit losses on its financial assets measured at amortised cost, investments in debt instruments measured at fair value through other comprehensive income, lease receivables, loan commitments and financial guarantee contracts. It is no longer necessary for a credit event to have occurred before credit losses are recognised. The entity always accounts for expected credit losses which involves a three stage approach. The stage dictates how the entity measures impairment losses and applies the effective interest rate method. Except for trade receivables and contractual assets which apply in TFRS 15 and are no significant financial components and lease receivables, they are permitted to measure by simplified approach for credit impaired consideration.
 - The objective of hedge accounting is to represent, in the financial statements, the effect of an entity's risk management activities that use financial instruments to manage exposures arising from particular risks that could affect profit or loss (or other comprehensive income, in the case of investments in equity instruments for which an entity has elected to present changes in fair value in other comprehensive income). This approach aims to convey the context of hedging instruments for which hedge accounting is applied in order to allow insight into their purpose and effect.

TFRIC 16 Hedges of a Net Investment in a Foreign Operation, clarifies the accounting treatment in respect of net investment hedging, provides guidance on identifying the foreign currency risks that qualify as a hedged risk. Clarifying that hedging instruments that are hedges of a net investment in a foreign operation may be held anywhere in the group not only by the parent. This includes the guidance on how an entity should determine the amount to be reclassified from equity to profit or loss for both the hedging instrument and the hedged item.

TFRIC 19 Extinguishing financial liabilities with equity instruments, provides the requirements for accounting treatment when the entity issues equity instruments to a creditor to extinguish all or part of a financial liability. The equity instruments issued shall be measured at fair value. The entity shall remove a financial liability (or part of a financial liability) from its statement of financial position when it is extinguished in accordance with TFRS 9. The difference between the carrying amount of the financial liability (or part of a financial liability) extinguished and the fair value of equity instruments issued shall be recognised in profit or loss.

The Group's management is currently assessing the impact of initial adoption of these standards.

3 Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements and separate financial statements for the year ended 31 December 2017.

4 Operating segments

Reporting segment is referred from internal report of the Group which is reviewed by Chief Operating Decision Maker (CODM). CODM is Chief Executive Officer who makes decisions about resource allocation and assesses the segment performance.

Chief Operating Decision Maker considers the reporting segment as below:

1. Manufacturing and distribution of sugar and molasses
2. Trading agricultural products
3. Power plant for electricity generation power and steam for sale
4. Other businesses

Chief Operating Decision Maker considers performance of reporting segments from profit from operating segments.

Unallocated costs mainly represent corporate expenses.

Geographic information

As at 30 September 2018, the Group's revenue from sales external customers approximately 54.44% is mostly the export sales. Revenue attributed to foreign countries are mainly from countries in Asia Pacific. In addition, most non-current assets of the Group are located in Thailand.

Major customers

The Group has no revenue from sales transactions with a single external customer that amounts to 10% or more of the Group's revenue. Therefore, the Group does not present the information about major customers.

Buriram Sugar Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 September 2018

4 Operating segments (Cont'd)

Operating segments of the Group are as follows:

For the three-month periods ended 30 September 2018 and 2017

	Sugar and Molasses business		Trading agriculture products		Electricity and stream generation and distribution		Others		Total		Eliminated entries		Consolidated financial information	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Unit: Million Baht													
Revenue from sales and services														
- Local	213	289	73	30	160	140	13	13	459	472	(63)	(32)	396	440
- Overseas	435	541	-	-	-	-	-	-	435	541	-	-	435	541
Total	648	830	73	30	160	140	13	13	894	1,013	(63)	(32)	831	981
Profit (loss) from operating segments	(13)	29	3	(6)	63	(74)	(7)	(4)	46	(55)	32	109	78	54
Other income													29	43
Selling and administrative expenses													(134)	(118)
Finance costs													(97)	(85)
Share of profit from an associate													17	14
Income tax													16	10
(Loss) for the periods													(91)	(82)

For the nine-month periods ended 30 September 2018 and 2017

	Sugar and Molasses business		Trading agriculture products		Electricity and stream generation and distribution		Others		Total		Eliminated entries		Consolidated financial information	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Unit: Million Baht													
Revenue from sales and services														
- Local	1,160	1,354	676	625	796	650	227	167	2,859	2,796	(902)	(708)	1,957	2,088
- Overseas	2,338	3,015	-	-	-	-	-	-	2,338	3,015	-	-	2,338	3,015
Total	3,498	4,369	676	625	796	650	227	167	5,197	5,811	(902)	(708)	4,295	5,103
Profit from operating segments	341	754	92	82	348	206	26	14	807	1,056	119	151	926	1,207
Other income													108	123
Selling and administrative expenses													(569)	(448)
Finance costs													(296)	(190)
Share of profit from an associate													56	14
Income tax													(28)	(124)
Profit for the periods													197	582

Buriram Sugar Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 September 2018

4 Operating segments (Cont'd)

Operating segments of the Group are as follows: (Cont'd)

For the nine-month periods ended 30 September 2018 and 2017 (Cont'd)

Unit: Million Baht

	Sugar and Molasses business		Trading agriculture products		Electricity and steam generation and distribution		Others		Total		Eliminated entries		Consolidated financial information	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Inventories, net	1,400	933	89	126	7	9	-	-	1,496	1,068	(6)	(7)	1,490	1,061
Property, plant and equipment, net	3,106	2,933	104	109	1,613	1,671	260	113	5,083	4,826	(15)	(15)	5,068	4,811
Other assets, net	1,849	2,032	599	622	5,176	5,025	5,140	5,390	12,764	13,069	(9,290)	(9,708)	3,474	3,361
Total assets	6,355	5,898	792	857	6,796	6,705	5,400	5,503	19,343	18,963	(9,311)	(9,730)	10,032	9,233

Buriram Sugar Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 September 2018

5 Trade and other receivables, net

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
<u>Trade receivables - third parties, net</u>				
Current	75,463,387	48,648,870	-	-
Overdue:				
Up to 3 months	3,072,588	2,027,649	-	-
Over 3 months but less than 12 months	338,175	73,710	-	-
Over 12 months	19,105,942	19,738,447	8,250,423	8,250,423
	97,980,092	70,488,676	8,250,423	8,250,423
<u>Less</u> Allowance for doubtful accounts	(19,105,951)	(19,738,455)	(8,250,423)	(8,250,423)
	78,874,141	50,750,221	-	-
<u>Trade receivables - related parties</u>				
Current	21,710,830	27,099,100	-	-
Overdue: Up to 3 months	9,747,272	-	-	-
	31,458,102	27,099,100	-	-
<u>Other receivables</u>				
Accrued income - third parties	48,460,623	52,293,627	-	-
Accrued income - related parties	12,893,458	659,402	-	-
Other receivables - third parties	544,281	9,718,235	-	48,030
Other receivables - related parties	5,543,220	-	5,948,140	54,771,588
Advance payments	2,764,900	-	20,000	-
Prepaid expenses	73,136,474	115,034,469	1,488,584	615,590
Accrued interest income - related parties	-	-	66,983,080	27,112,336
Accrued dividends income - related parties	-	-	10,499,580	230,507,419
	143,342,956	177,705,733	84,939,384	313,054,963
Total trade and other receivables, net	253,675,199	255,555,054	84,939,384	313,054,963

6 Accrued income - Office of the Cane and Sugar Fund

Accrued income from Office of the Cane and Sugar Fund represents a compensation that the Group expects to be received from the Office of the Cane and Sugar Fund. Since in the production season 2017/2018, the management of the Group expects that the final sugar cane price will be lower than the initial sugar cane price, which in accordance with Section 56 of the Cane and Sugar Act B.E. 2527 stated that, in case that the final sugar cane price and the final return on production and distribution is lower than the initial sugar cane price and the initial return on production and distribution, the fund will pay the compensation equal to the difference to a factory. However, there is still uncertainty regarding the estimates of the final sugar cane price due to various future factors such as selling prices and exchange rates. As a result, the final sugar cane price that will be announced could differ from the estimated amount.

Buriram Sugar Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 September 2018

7 Farmer receivables, net

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Farmer receivables				
- Third parties	883,199,224	955,877,568	76,199,407	77,557,589
- Related parties	1,002,038	1,202,040	-	-
	884,201,262	957,079,608	76,199,407	77,557,589
<u>Less</u> Allowance for doubtful accounts	(86,382,999)	(88,650,852)	(76,199,407)	(77,557,589)
	<u>797,818,263</u>	<u>868,428,756</u>	<u>-</u>	<u>-</u>

Outstanding farmer receivables - third parties can be analysed as follows:

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Season 2018/2019	750,978,949	131,692,366	-	-
Season 2017/2018	11,519,572	649,603,488	-	-
Season 2016/2017	12,822,488	54,461,147	-	-
Season 2015/2016	15,566,997	21,059,584	-	-
Season 2014/2015	11,655,452	16,874,739	-	-
Before season 2014/2015	80,655,766	82,186,244	76,199,407	77,557,589
	883,199,224	955,877,568	76,199,407	77,557,589
<u>Less</u> Allowance for doubtful accounts	(86,382,999)	(88,650,852)	(76,199,407)	(77,557,589)
	<u>796,816,225</u>	<u>867,226,716</u>	<u>-</u>	<u>-</u>

Outstanding farmer receivables - related parties can be analysed as follows:

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Season 2018/2019	1,002,038	474,138	-	-
Season 2017/2018	-	727,902	-	-
	<u>1,002,038</u>	<u>1,202,040</u>	<u>-</u>	<u>-</u>

Buriram Sugar Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 September 2018

8 Inventories, net

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Raw materials	25,719,849	32,673,276	-	-
Finished goods	1,426,714,055	901,766,586	-	-
Merchandise inventories	52,448,037	84,049,651	-	-
Work in process	8,205,893	8,197,714	-	-
Factory supplies	44,159,995	39,849,552	-	-
	<u>1,557,247,829</u>	<u>1,066,536,779</u>	-	-
<u>Less</u> Allowance for declining in value of inventories				
Obsolescence and damaged inventories				
- Raw materials	(613,480)	(732,420)	-	-
- Merchandise inventories	-	(1,351,181)	-	-
- Work in process	(3,262,470)	(3,325,016)	-	-
- Factory supplies	(1,147,584)	(355,924)	-	-
Net realisable value lower than cost				
- Finished goods	(61,715,340)	-	-	-
	<u>(66,738,874)</u>	<u>(5,764,541)</u>	-	-
	<u>1,490,508,955</u>	<u>1,060,772,238</u>	-	-

As at 30 September 2018, the Group records allowance for net realisable value lower than cost amounting to Baht 61.72 million according to the significant decrease in raw sugar price of New York Market No.11. The estimate of net realisable value is based on net amount that the Group expects to realise from the sale of inventories in the ordinary course of business deducting by costs of completion and expenses necessary to be incurred to sell the inventories. Loss on write-down of inventories to net realisable value is recognised as an expense including in cost of sales in the interim information for the nine-month period ended 30 September 2018.

9 Investment in an associate

Nature of investment in an associate as at 30 September 2018:

Name of entity	Place of Business/ Country of incorporation	% of ownership interest (Direct)	Cost (Million Baht)	Nature of the relationship	Measurement method
Buriram Sugar Group Power Plant Infrastructure Fund	Thailand	33.05	1,195	Associate	Equity method

There are no contingent liabilities relating to the Group's interest in an associate.

The movement of investment in an associate for the nine-month period ended 30 September 2018 is as follow:

	Consolidated financial information Baht
Opening net book balance	1,227,127,544
Dividends received from an associate	(72,873,504)
Share of profit from an associate	56,600,080
Closing net book balance	<u>1,210,854,120</u>

Buriram Sugar Group Power Plant Infrastructure Fund

As at 30 September 2018, Buriram Sugar Public Company Limited subscribed for totalling 115,672,228 units in Buriram Sugar Group Power Plant Infrastructure Fund ("the Fund") totalling Baht 1,210,854,120 which is equivalent to 33.05% of the number of units in public issuance.

Buriram Sugar Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 September 2018

10 Investment in subsidiaries

The movement of investment in subsidiaries as at the statements of financial position date is as follow:

For the nine-month period ended 30 September 2018	Separate financial information Baht
Beginning balance	1,445,476,600
Acquisition	4,999,700
Ending balance	<u>1,450,476,300</u>

The details of investment in subsidiaries which are located in Thailand as presented in the separate financial information are as follows:

Name	Issued and paid-up share capital		% Ownership interest		Cost method		Dividends income	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017
	Million Baht	Million Baht	Percentage	Percentage	Million Baht	Million Baht	Million Baht	Million Baht
Buriram Sugar Factory Co., Ltd.	1,050	1,050	99.90	99.90	1,049	1,049	-	189
Buriram Sugarcane Research and Development Co., Ltd.	71	71	99.99	99.99	70	70	-	-
Buriram Power Plus Co., Ltd.	160	160	99.99	99.99	160	160	-	-
Chamni Sugar Factory Co., Ltd.	5	5	99.99	99.99	5	5	-	-
Key Brand Fertilizer Co., Ltd.	15	15	99.99	99.99	15	15	-	10
Buriram Sugar Capital Co., Ltd.	10	10	99.99	99.99	10	10	-	-
Sugarcane Ecoware Co., Ltd.	5	-	99.99	-	5	-	-	-
Buriram Energy Co., Ltd. and a subsidiary	136	136	99.99	99.99	136	136	-	31
- Buriram Power Co., Ltd.	170	170	99.99	99.99	-	-	-	-
Total investment in subsidiaries					<u>1,450</u>	<u>1,445</u>	<u>-</u>	<u>230</u>

Sugarcane Ecoware Co., Ltd.

On 16 January 2018, Sugarcane Ecoware Co., Ltd. was registered with the Ministry of Commerce with authorised share capital totalling Baht 5,000,000 divided into 50,000 ordinary shares at par value of Baht 100 per share, which had fully paid-up amount. The Company acquired ordinary shares of Sugarcane Ecoware Co., Ltd. for 99.99% of ownership interest totalling Baht 4,999,700.

11 Long-term borrowings to farmer receivables, net

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
- Current portion of long-term borrowings to farmer receivables	51,186,076	224,921,212	-	-
- Long-term borrowings to farmer receivables, net	293,299,687	308,242,107	-	-
	<u>344,485,763</u>	<u>533,163,319</u>	<u>-</u>	<u>-</u>

The movements of long-term borrowings to farmer receivables are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Opening balance	533,163,319	378,797,201	-	-
Additions	32,720,519	282,400,440	-	-
Repayments received	(221,398,075)	(128,034,322)	-	-
Ending balance	<u>344,485,763</u>	<u>533,163,319</u>	<u>-</u>	<u>-</u>

12 Property, plant and equipment and intangible assets, net

	Consolidated financial information		Separate financial information	
	Property, Plant and equipment Baht	Intangible assets Baht	Property, Plant and equipment Baht	Intangible assets Baht
For the nine-month period ended 30 September 2018				
Opening net book amount	4,810,700,305	26,231,454	23,154,842	11,046,137
Additions	477,834,807	2,542,375	9,111,078	1,097,123
Disposals, net	(1,119,493)	-	(1,119,492)	-
Write-off, net	(7,043,924)	-	-	-
Depreciation/Amortisation	(212,103,996)	(2,032,253)	(2,142,556)	(187,849)
Closing net book amount	<u>5,068,267,699</u>	<u>26,741,576</u>	<u>29,003,872</u>	<u>11,955,411</u>

As at 30 September 2018, the Group has property, plant, and equipment at the net book value of Baht 1,747.86 million (31 December 2017: Baht 1,812.05 million) to pledged as collaterals for long-term borrowings from financial institutions (Note no. 14).

13 Trade and other payables

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Trade payables - third parties	88,995,349	331,795,937	-	-
Other payables - third parties	75,849,878	105,425,640	3,132,556	3,405,340
Other payables - related parties	1,319,034	310,282	222,735	244,406
Advance received for goods and services - third parties	701,730	148,201,218	-	-
Accrued interest expenses - third parties	4,715,741	4,356,140	-	-
Accrued interest expenses - related parties	21,827,637	49,356,937	129,688,329	39,803,985
Accrued expenses - third parties	66,269,301	72,606,499	11,079,180	1,252,220
Accrued expenses - related parties	8,128,052	4,069,288	2,412,500	-
	<u>267,806,722</u>	<u>716,121,941</u>	<u>146,535,300</u>	<u>44,705,951</u>

14 Borrowings

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Current				
Short-term borrowings from financial institutions	2,167,800,000	1,131,740,878	-	89,940,878
Short-term borrowings from related party (Note no. 21(e))	508,678,890	-	-	-
Short-term borrowings from others	77,920,147	4,564,000	1,000,000	748,000
Current portion of long-term borrowings:				
- Financial institutions	381,606,695	448,001,141	-	-
- An associate (Note no. 21(f))	208,265,296	172,589,789	-	-
- A Subsidiary (Note no. 21(g))	-	-	198,000,000	198,000,000
- Other	2,435,460	2,384,736	-	-
- Hire-purchase liabilities	11,626,869	10,872,088	2,288,039	1,611,748
Total current borrowings	<u>3,358,333,357</u>	<u>1,770,152,632</u>	<u>201,288,039</u>	<u>290,300,626</u>

14 Borrowings (Cont'd)

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Non-current				
Long-term borrowings from financial institutions, net	677,062,984	797,799,091	-	-
Long-term borrowings from an associate, net (Note no. 21(f))	3,220,797,392	3,356,799,640	-	-
Long-term borrowings from a subsidiary, net (Note no. 21(g))	-	-	2,548,119,162	2,548,119,162
Long-term borrowings from other, net	5,032,362	7,467,823	-	-
Hire-purchases liabilities, net	13,029,069	14,433,900	6,431,236	5,350,331
Total non-current borrowings	<u>3,915,921,807</u>	<u>4,176,500,454</u>	<u>2,554,550,398</u>	<u>2,553,469,493</u>
Total borrowings	<u>7,274,255,164</u>	<u>5,946,653,086</u>	<u>2,755,838,437</u>	<u>2,843,770,119</u>

As at 30 September 2018 and 31 December 2017, all borrowings are in Thai Baht currency.

As at 30 September 2018, long-term borrowings from financial institutions were secured by pledge of property, plant and equipment at net book value of Baht 1,747.86 million (31 December 2017: Baht 1,812.05 million) (Note no. 12).

The movements of long-term borrowings (excluded hire-purchase liabilities) for the nine-month period ended 30 September 2018 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening balance	4,785,042,220	2,746,119,162
Repayments	(289,842,031)	-
Closing balance	<u>4,495,200,189</u>	<u>2,746,119,162</u>

As at 30 September 2018, the Group had financial credit limit of long-term borrowings from local financial institutions totalling Baht 1,860.20 million, which have been fully drawn down.

15 Share capital

	Number of authorised shares	Issued and paid-up		
		Number of ordinary shares	Ordinary share Baht	Premium on share capital Baht
As at 1 January 2018	812,100,000	812,099,845	812,099,845	954,665,813
Decrease in authorised share capital	(155)	-	-	-
As at 30 September 2018	<u>812,099,845</u>	<u>812,099,845</u>	<u>812,099,845</u>	<u>954,665,813</u>

At the Annual General Meeting of Shareholders for 2018 held on 25 April 2018, shareholders passed a resolution to approve decrease in the authorised share capital from amount of Baht 812,100,000 to Baht 812,099,845 by decreasing the remaining 155 ordinary shares at par value of Baht 1 per share totalling Baht 155 from the allocation of the additional common stock to facilitate the stock dividends payment on 24 May 2017. The Company had registered its change in share capital with the Ministry of Commerce on 4 May 2018.

As at 30 September 2018, the total authorised ordinary shares is 812,099,845 shares (31 December 2017: 812,100,000 shares) at par value of Baht 1 per share (31 December 2017: par value of Baht 1 per share).

16 Dividends

At the Annual General Meeting of Shareholders for 2017 held on 24 April 2017, shareholders approved the dividend payment for the operation of 2016 in terms of cash and stock dividend at Baht 0.2222222222 per share as follows:

- a) Cash dividend at Baht 0.0222222222 per share totalling Baht 15,038,889 and,
- b) Stock dividend of 5 existed ordinary shares for 1 dividend stock which is equivalent to the dividend payment at Baht 0.20 per share totalling 135,350,000 ordinary shares issuance with a par value of Baht 1 per share. In case that any shareholders holds the indivisible share remaining after such allocation, the dividend will be paid by cash in the amount of Baht 0.20 per share.

The dividends were paid to the shareholders on 24 May 2017. The details of actual dividend payment are as follows:

- a) Cash dividend totalling Baht 15,038,930
- b) Stock dividend totalling 135,349,845 ordinary shares issuance with a par value of Baht 1 per share

At the Board of Directors' Meeting No.7/2017 held on 10 August 2017, the directors approved to pay interim dividends as results of operations for the period from 1 January 2017 to 30 June 2017 at Baht 0.15 per share for 812,099,845 ordinary shares, totalling Baht 121,814,901.75. The dividends were paid on 8 September 2017.

At the Annual General Meeting of Shareholders for 2018 held on 25 April 2018, shareholders approved the dividends payment for the operation of 2017 at Baht 0.30 per share for 812,099,845 ordinary shares, totalling Baht 243,629,954. The dividends were paid to the shareholders on 24 May 2018.

17 Legal reserve

Under the Public Limited Company Act., B.E. 2535, the Company is required to set aside as a legal reserve at least 5% of its net profit after accumulated deficit brought forward (if any) until the reserve is not less than 10% of the registered capital. The legal reserve is non-distributable.

18 Other income

	Consolidated financial information		Separate financial information	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
For the three-month periods ended 30 September				
Interest income	19,536,075	24,440,206	36,776,179	44,827,484
Other services income	-	-	16,666,800	16,666,800
Reversal of allowance for doubtful accounts	220,235	1,700,368	-	116,818
Dividends received	-	-	39,328,557	-
Compensation for insurance claim	-	22,111,807	-	-
Compensation for breach of sale contract	5,002,093	-	-	-
Others	2,940,016	4,300,167	110,379	230,596
	<u>27,698,419</u>	<u>52,552,548</u>	<u>92,881,915</u>	<u>61,841,698</u>
For the nine-month periods ended 30 September				
Interest income	63,279,665	73,980,714	110,175,932	118,150,818
Other services income	-	-	50,000,400	50,000,400
Reversal of allowance for doubtful accounts	802,705	3,308,170	104,000	138,885
Dividends received	204,680	153,510	72,873,504	-
Compensation for insurance claim	-	30,509,670	-	-
Gain on disposals of property, plant and equipment	1,581,442	-	469,293	-
Compensation for breach of sale contract	5,050,065	296,700	-	-
Others	9,386,586	11,391,222	547,907	548,857
	<u>80,305,143</u>	<u>119,639,986</u>	<u>234,171,036</u>	<u>168,838,960</u>

19 Income taxes

The interim income tax expenses for the period ended 30 September 2018 and 2017 are accrued based on management's estimate using the same tax rate as applied to the annual income tax expense calculation. The estimated average annual tax rate used is 20%.

20 Earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing the net profit (loss) attributable to shareholders of the parent company by the weighted average number of ordinary shares in issue during the period.

21 Related party transactions

As at 30 September 2018, the Company is controlled by Buriram Capital Co., Ltd., which owns 50% of the Company's issued shares.

The following material transactions were carried out with related parties:

a) Business transactions with related parties

For the three-month periods ended 30 September	Consolidated financial information		Separate financial information	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
Transactions with : Associate				
Dividends income	-	-	39,328,557	-
Interest expenses	66,354,623	46,649,425	-	-
Transactions with : Subsidiaries				
Interest income	-	-	36,585,286	44,937,702
Other income	-	-	16,677,745	16,677,685
Administrative expenses	-	-	546,182	460,868
Interest expenses	-	-	45,337,299	25,098,490
Transactions with : Other related parties				
Revenues from sales and services	435,423,999	541,745,606	-	-
Other income	5,753,259	453,554	-	-
Cost of sales and services	30,093	30,093	-	-
Selling expenses	2,360,084	4,291,929	-	-
For the nine-month periods ended 30 September	Consolidated financial information		Separate financial information	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
Transactions with : Associate				
Dividends income	-	-	72,873,504	-
Interest expenses	201,554,727	46,649,425	-	-
Transactions with : Subsidiaries				
Interest income	-	-	109,440,902	117,942,281
Other income	-	-	50,033,235	50,033,175
Administrative expenses	-	-	1,830,407	1,639,198
Interest expenses	-	-	134,533,506	25,098,490
Transactions with : Other related parties				
Revenues from sales and services	2,341,406,294	3,017,758,536	-	-
Other income	6,203,105	933,531	-	90,616
Cost of sales and services	3,832,030	1,843,998	-	-
Selling expenses	58,173,590	98,943,218	-	-

21 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

b) Outstanding balances arising from sales/purchases of goods/services

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Trade accounts receivables :				
Other related parties	31,458,102	27,099,100	-	-
Others receivables, accrued interest income and accrued income:				
Subsidiaries	-	-	72,931,220	81,883,924
Other related parties	18,436,678	659,402	-	-
	<u>18,436,678</u>	<u>659,402</u>	<u>72,931,220</u>	<u>81,883,924</u>
Farmer receivables :				
Other related parties	1,002,038	1,202,040	-	-
Accrued dividends income :				
Subsidiaries	-	-	10,499,580	230,507,419
Other payables, accrued interest expenses and accrued expenses:				
Subsidiaries	-	-	129,911,064	40,042,403
Associate	21,827,637	49,356,937	-	-
Other related parties	9,447,086	4,379,570	2,412,500	5,988
	<u>31,274,723</u>	<u>53,736,507</u>	<u>132,323,564</u>	<u>40,048,391</u>

c) Long-term borrowings to subsidiaries

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
- Current portion of long-term borrowings	-	-	28,000,000	120,000,000
- Long-term borrowings, net	-	-	2,313,895,761	2,259,654,765
	<u>-</u>	<u>-</u>	<u>2,341,895,761</u>	<u>2,379,654,765</u>

21 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

d) Long-term borrowings to farmer receivables

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Current portion of long-term borrowings	-	490,395	-	-

e) Short-term borrowings from a related party (Note no. 14)

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Short-term borrowings from a related party	508,678,890	-	-	-

f) Long-term borrowings from an associate (Note no. 14)

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
- Current portion of long-term borrowings	208,265,296	172,589,789	-	-
- Long-term borrowings, net	3,220,797,392	3,356,799,640	-	-
	<u>3,429,062,688</u>	<u>3,529,389,429</u>	<u>-</u>	<u>-</u>

g) Long-term borrowings from subsidiaries (Note no. 14)

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
- Current portion of long-term borrowings	-	-	198,000,000	198,000,000
- Long-term borrowings, net	-	-	2,548,119,162	2,548,119,162
	<u>-</u>	<u>-</u>	<u>2,746,119,162</u>	<u>2,746,119,162</u>

21 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

h) Directors' and management's remuneration

	Consolidated financial information		Separate financial information	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
For the three-month periods ended 30 September				
Short-term benefits	9,896,291	9,506,945	4,804,377	4,244,244
Post-retirement benefits	258,005	179,523	119,245	83,106
	<u>10,154,296</u>	<u>9,686,468</u>	<u>4,923,622</u>	<u>4,327,350</u>
	Consolidated financial information		Separate financial information	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
For the nine-month periods ended 30 September				
Short-term benefits	30,014,850	29,638,431	14,537,613	13,977,480
Post-retirement benefits	774,015	538,568	357,735	249,317
	<u>30,788,865</u>	<u>30,176,999</u>	<u>14,895,348</u>	<u>14,226,797</u>

Director's and management's remuneration represents salaries, meeting fees and other benefits.

i) Foreign currency forward contracts

As at 30 September 2018, a subsidiary has entered into foreign currency forward contract through The Thai Sugar Trading Corporation Limited which is a related party, contract value amounting to USD 14.58 million (31 December 2017: USD 1.60 million).

22 Commitments and contingent liabilities

(a) Capital commitments

Capital expenditure contracted for at the statements of financial position date but not recognised in the interim financial information are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Property, plant and equipment	624,253,906	73,763,165	882,286	-
Intangible assets	2,899,649	1,892,515	2,899,649	1,892,515
	<u>627,153,555</u>	<u>75,655,680</u>	<u>3,781,935</u>	<u>1,892,515</u>

22 Commitments and contingent liabilities (Cont'd)

(b) Operating commitments

The non-cancellable services agreements with external parties. The future minimum payments are as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2018 Baht	31 December 2017 Baht	30 September 2018 Baht	31 December 2017 Baht
Within 1 year	28,167,371	21,388,720	3,686,765	4,072,560
Later than 1 year but not later than 5 years	70,985,870	66,210,767	2,155,870	2,361,600
Later than 5 years	-	11,474,167	-	-
	<u>99,153,241</u>	<u>99,073,654</u>	<u>5,842,635</u>	<u>6,434,160</u>

(c) Sales commitments

As at 30 September 2018, a subsidiary had commitments relating to the sales agreements, but not yet delivered quantity unit of metric tons 20,543 (31 December 2017: metric tons 181,981) with price range between at rate of Baht 8,163 to Baht 9,165 per metric ton (31 December 2017: price range between at rate of Baht 12,388 to Baht 19,388 per metric ton) and still has no pricing for quantity unit of metric tons 35,600 (31 December 2017: metric tons 156,500) which the price will be referred on raw sugar price of New York Market No. 11 or white sugar price of London Market No. 5 in the period in which it was delivered.

(d) Commitments under Electricity sale/purchase agreements

On 20 September 2016 Buriram Energy Co., Ltd., a subsidiary, amended its PEA electricity sales and purchase agreement to the FiT sales calculation method. The agreement was first signed on 11 May 2012 for a five-year term, renewable for another five years. For the amended agreement, the term is the remaining 12 years and five months, and the FiT calculation was retroactively applied to 11 March 2016.

Buriram Power Co., Ltd, a subsidiary company has entered into electricity sale/purchase agreement with the Provincial Electricity Authority (PEA) with a term of 20 years from 7 April 2015. Under the terms of the agreements, the subsidiary and PEA must comply with specified conditions.

(e) Bank guarantees

As at 30 September 2018, the Group had outstanding letters of guarantee of Baht 6.20 million issued by local financial institutions as collaterals of Provincial Electricity Authority for electrical usage (31 December 2017: Baht 6.20 million).