

## **AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION**

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

I have reviewed the accompanying consolidated and company statements of financial position as at 31 March 2015, the related consolidated and company statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, and condensed notes to interim financial information of Buriram Sugar Public Company Limited and its subsidiaries, and of Buriram Sugar Public Company Limited, respectively. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based 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 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 interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Prasit Yuengsrikul  
Certified Public Accountant (Thailand) No. 4174  
PricewaterhouseCoopers ABAS Ltd.

Bangkok  
12 May 2015

**BURIRAM SUGAR PUBLIC COMPANY LIMITED**

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

**31 MARCH 2015**

**Buriram Sugar Public Company Limited**  
**Statement of Financial Position**  
**As at 31 March 2015**

		<b>Consolidated</b>		<b>Company</b>	
		<b>Unaudited</b>	<b>Audited</b>	<b>Unaudited</b>	<b>Audited</b>
		<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
		<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>Notes</b>		<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	6	259,401,993	348,532,521	7,609,929	223,683,992
Trade and other receivables - net	7	324,720,713	302,873,569	306,749,431	255,203,318
Farmer receivables - net	8	599,221,943	770,792,360	13,168,358	15,641,446
Inventories - net	9	1,178,171,742	610,541,403	-	-
Other current assets	10	73,425,356	73,368,417	16,722,246	17,261,650
<b>Total current assets</b>		<b>2,434,941,747</b>	<b>2,106,108,270</b>	<b>344,249,964</b>	<b>511,790,406</b>
<b>Non-current assets</b>					
Available for sale investment		570,520	570,520	570,520	570,520
General investments		1,409,950	1,409,950	2,175	2,175
Investment in subsidiaries	11	-	-	1,270,478,100	1,270,478,100
Long-term borrowings to related parties	21	-	-	2,572,561,056	2,183,190,318
Property, plant and equipment - net	12	3,201,884,842	3,051,997,385	21,320,972	22,238,783
Intangible assets		12,067,323	12,008,156	-	-
Deferred tax assets - net		205,997,087	211,382,601	12,203,457	12,145,179
Other non-current assets		2,177,047	2,192,630	-	-
<b>Total non-current assets</b>		<b>3,424,106,769</b>	<b>3,279,561,242</b>	<b>3,877,136,280</b>	<b>3,488,625,075</b>
<b>Total assets</b>		<b>5,859,048,516</b>	<b>5,385,669,512</b>	<b>4,221,386,244</b>	<b>4,000,415,481</b>

Director \_\_\_\_\_

Date \_\_\_\_\_

The condensed notes to the financial information on pages 10 to 24 are an integral part of this financial information.

**Buriram Sugar Public Company Limited**  
**Statement of Financial Position**  
**As at 31 March 2015**

	Notes	Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
		31 March	31 December	31 March	31 December
		2015	2014	2015	2014
		Baht	Baht	Baht	Baht
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Bank overdrafts	14	20,156,805	34,435,771	-	-
Trade and other payables	13, 21	926,172,134	488,659,795	248,480,695	243,334,327
Short-term borrowings from financial institutions	14	1,926,437,026	2,174,930,649	1,465,000,000	1,270,000,000
Current portion of long-term borrowings from financial institutions	14	177,988,746	159,878,070	-	-
Current portion of finance lease liabilities	14	11,629,790	10,150,845	-	10,656
Income tax payable		27,831,167	4,308,534	4,301,607	366,326
Other current liabilities	15	27,280,657	31,489,127	6,400,202	6,694,068
<b>Total current liabilities</b>		<b>3,117,496,325</b>	<b>2,903,852,791</b>	<b>1,724,182,504</b>	<b>1,520,405,377</b>
<b>Non-current liabilities</b>					
Long-term borrowings from financial institutions	14	567,708,101	452,901,495	-	-
Finance lease liabilities	14	12,949,674	9,673,567	-	-
Employee benefits obligation		31,679,535	30,837,042	12,039,988	11,748,599
<b>Total non-current liabilities</b>		<b>612,337,310</b>	<b>493,412,104</b>	<b>12,039,988</b>	<b>11,748,599</b>
<b>Total liabilities</b>		<b>3,729,833,635</b>	<b>3,397,264,895</b>	<b>1,736,222,492</b>	<b>1,532,153,976</b>

The condensed notes to the financial information on pages 10 to 24 are an integral part of this financial information.

**Buriram Sugar Public Company Limited**  
**Statement of Financial Position**  
**As at 31 March 2015**

	<b>Notes</b>	<b>Consolidated</b>		<b>Company</b>	
		<b>Unaudited</b>	<b>Audited</b>	<b>Unaudited</b>	<b>Audited</b>
		<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
		<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
		<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Liabilities and shareholders' equity (Cont'd)</b>					
<b>Shareholders' equity</b>					
Share capital					
Authorised share capital					
676,750,000 ordinary shares at par value					
of Baht 1 each					
		<u>676,750,000</u>	<u>676,750,000</u>	<u>676,750,000</u>	<u>676,750,000</u>
Issued and paid-up share capital					
676,750,000 ordinary shares fully paid-up					
of Baht 1 each					
	16	676,750,000	676,750,000	676,750,000	676,750,000
Premium on ordinary shares					
		954,665,813	954,665,813	954,665,813	954,665,813
Fair value reserve					
		(347,456)	(347,456)	(347,456)	(347,456)
Retained earnings					
Appropriated					
- Legal reserve					
	17	18,938,614	18,096,416	10,281,848	9,439,650
Unappropriated					
		<u>478,738,334</u>	<u>338,971,884</u>	<u>843,813,547</u>	<u>827,753,498</u>
		2,128,745,305	1,988,136,657	2,485,163,752	2,468,261,505
Non-controlling interests					
		<u>469,576</u>	<u>267,960</u>	<u>-</u>	<u>-</u>
<b>Total shareholders' equity</b>					
		<u>2,129,214,881</u>	<u>1,988,404,617</u>	<u>2,485,163,752</u>	<u>2,468,261,505</u>
<b>Total liabilities and shareholders' equity</b>					
		<u>5,859,048,516</u>	<u>5,385,669,512</u>	<u>4,221,386,244</u>	<u>4,000,415,481</u>

The condensed notes to the financial information on pages 10 to 24 are an integral part of this financial information.

**Buriram Sugar Public Company Limited**  
**Statement of Comprehensive Income**  
**For the three-month period ended 31 March 2015**

	<b>Notes</b>	<b>Consolidated</b>		<b>Company</b>	
		<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
		<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
		<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Revenues from sales and services		1,387,910,019	999,724,188	-	-
Cost of sales and services		(1,035,051,283)	(741,980,406)	-	-
<b>Gross profit</b>		<b>352,858,736</b>	<b>257,743,782</b>	<b>-</b>	<b>-</b>
Other income	18	28,387,189	7,796,278	69,068,432	37,845,948
Gain (loss) on foreign exchange rate		3,044,791	(1,990,690)	-	-
Selling expenses		(88,162,010)	(63,516,364)	-	-
Administrative expenses		(86,841,498)	(64,540,350)	(31,782,574)	(25,505,870)
Other expenses		(5,589,461)	(1,267,917)	(726,163)	(277,261)
Financial costs		(32,640,225)	(28,882,991)	(15,407,390)	(6,263,112)
<b>Profit before corporate income tax expense</b>		<b>171,057,522</b>	<b>105,341,748</b>	<b>21,152,305</b>	<b>5,799,705</b>
Income tax expense	19	(30,247,758)	(19,690,109)	(4,250,058)	(1,410,687)
<b>Total comprehensive income for the period</b>		<b>140,809,764</b>	<b>85,651,639</b>	<b>16,902,247</b>	<b>4,389,018</b>
<b>Profit attributable to:</b>					
Owners of the parent		140,608,648	85,551,519	16,902,247	4,389,018
Non-controlling interests		201,116	100,120	-	-
		<b>140,809,764</b>	<b>85,651,639</b>	<b>16,902,247</b>	<b>4,389,018</b>
<b>Basis earnings per share (Baht)</b>	20				
Net profit for the period		0.21	0.17	0.02	0.01

The condensed notes to the financial information on pages 10 to 24 are an integral part of this financial information.

**Buriram Sugar Public Company Limited**  
**Statement of Changes in Shareholders' Equity**  
**For the three-month period ended 31 March 2015**

	Consolidated (unaudited)							
	Issued and paid-up share capital Baht	Premium on ordinary shares Baht	Retained earnings		Other components	Total owners of the parent Baht	Non-controlling interests Baht	Total Baht
					of shareholders'			
			Appropriated		equity			
			Legal reserve	Unappropriated	Fair value reserve			
Opening balance as at 1 January 2015	676,750,000	954,665,813	18,096,416	338,971,884	(347,456)	1,988,136,657	267,960	1,988,404,617
Increase in non-controlling interests	-	-	-	-	-	-	500	500
Legal reserve	-	-	842,198	(842,198)	-	-	-	-
Total comprehensive income for the period	-	-	-	140,608,648	-	140,608,648	201,116	140,809,764
Closing balance as at 31 March 2015	676,750,000	954,665,813	18,938,614	478,738,334	(347,456)	2,128,745,305	469,576	2,129,214,881
Opening balance as at 1 January 2014	507,567,500	11,504,750	1,857,898	114,138,032	(417,976)	634,650,204	24,709	634,674,913
Total comprehensive income for the period	-	-	-	85,551,519	-	85,551,519	100,120	85,651,639
Closing balance as at 31 March 2014	507,567,500	11,504,750	1,857,898	199,689,551	(417,976)	720,201,723	124,829	720,326,552

The condensed notes to the financial information on pages 10 to 24 are an integral part of this financial information.

**Buriram Sugar Public Company Limited**  
**Statement of Changes in Shareholders' Equity**  
**For the three-month period ended 31 March 2015**

	Company					Total Baht
	Issued and paid-up share capital Baht	Premium on ordinary shares Baht	Retained earnings		Other components of shareholders' equity	
			Appropriated	Unappropriated Baht	Fair value reserve Baht	
			Legal reserve			
			Baht			
Opening balance as at 1 January 2015	676,750,000	954,665,813	9,439,650	827,753,498	(347,456)	2,468,261,505
Legal reserve	-	-	842,198	(842,198)	-	-
Total comprehensive income for the period	-	-	-	16,902,247	-	16,902,247
Closing balance as at 31 March 2015	676,750,000	954,665,813	10,281,848	843,813,547	(347,456)	2,485,163,752
Opening balance as at 1 January 2014	507,567,500	11,504,750	1,857,898	684,967,594	(417,976)	1,205,479,766
Total comprehensive income for the period	-	-	-	4,389,018	-	4,389,018
Closing balance as at 31 March 2014	507,567,500	11,504,750	1,857,898	689,356,612	(417,976)	1,209,868,784

The condensed notes to the financial information on pages 10 to 24 are an integral part of this financial information.



**Buriram Sugar Public Company Limited**  
**Statement of Cash Flows**  
**For the three-month period ended 31 March 2015**

		Consolidated		Company	
		Unaudited 2015 Baht	Unaudited 2014 Baht	Unaudited 2015 Baht	Unaudited 2014 Baht
Notes					
<b>Cash flows from operating activities</b>					
	Profit before corporate income tax for the period	171,057,522	105,341,748	21,152,305	5,799,705
	Adjustments to reconcile profit before corporate income tax to net cash provided by operations:				
	- Depreciation	12 33,283,644	23,083,086	833,793	1,190,631
	- Allowance for doubtful account and for decreasing in value	8, 9 (26,745,247)	1,158	(26,731,198)	-
	- Employee benefits obligation	842,493	1,253,002	291,389	423,289
	- Financial costs	32,640,225	28,882,991	15,407,390	6,263,112
	- Interest income	18 (973,269)	(1,499,379)	(41,766,742)	(8,860,851)
	- Loss on disposal of property, plant and equipment	12 371,156	264,613	371,156	264,613
	Cash flows before changes in operating assets and liabilities	210,476,524	157,327,219	(30,441,907)	5,080,499
	Operating assets and liabilities (increase) decrease				
	- Trade and other receivables	(21,847,144)	(364,363,499)	(21,161,466)	(23,336,589)
	- Farmer receivables	198,301,614	349,483,193	29,204,286	1,925,126
	- Inventories	(567,616,289)	(842,022,536)	-	-
	- Other current assets	(56,939)	3,472,904	539,404	5,440,980
	- Other non-current assets	15,583	879,480	-	879,481
	- Trade and other payables	428,722,596	970,637,054	5,146,368	3,607,219
	- Other current liabilities	(4,208,470)	(3,845,171)	(293,866)	(1,184,054)
	Cash generated from (used in) operating activities	243,787,475	271,568,644	(17,007,181)	(7,587,338)
	- Income tax paid	(1,339,611)	(9,000)	(373,055)	-
	- Interest paid	(23,850,482)	(20,417,446)	(15,407,390)	(7,097,492)
	Net cash generated from (used in) operating activities	218,597,382	251,142,198	(32,787,626)	(14,684,830)

The condensed notes to the financial information on pages 10 to 24 are an integral part of this financial information.

**Buriram Sugar Public Company Limited**  
**Statement of Cash Flows**  
**For the three-month period ended 31 March 2015**

		Consolidated		Company	
		Unaudited	Unaudited	Unaudited	Unaudited
		2015	2014	2015	2014
Note		Baht	Baht	Baht	Baht
<b>Cash flows from investing activities</b>					
Interest received		973,269	1,499,379	11,382,095	497,220
Changes in long-term borrowings to related parties		-	-	(389,370,738)	(160,090,000)
Purchases of property, plant and equipment		(176,260,779)	(255,717,553)	(287,138)	(468,223)
Net cash used in investing activities		(175,287,510)	(254,218,174)	(378,275,781)	(160,061,003)
<b>Cash flows from financing activities</b>					
Increase (decrease) in short-term borrowings					
from financial institutions	14	(262,772,589)	47,103,239	195,000,000	180,000,000
Proceeds from long-term borrowings					
from financial institutions	14	256,459,900	-	-	-
Repayments on long-term borrowing from					
financial institutions	14	(123,542,618)	(9,489,135)	-	-
Repayments on finance lease liabilities		(2,585,593)	(3,647,946)	(10,656)	(427,572)
Repayments on share payable		-	(999,400)	-	(999,400)
Proceeds from issue of ordinary shares		500	-	-	-
Net cash (used in) generated from					
financing activities		(132,440,400)	32,966,758	194,989,344	178,573,028
<b>Net increase (decrease) in cash and</b>					
<b>cash equivalents</b>		(89,130,528)	29,890,782	(216,074,063)	3,827,195
Opening balance		348,532,521	34,438,054	223,683,992	4,867,890
Closing balance		259,401,993	64,328,836	7,609,929	8,695,085

The condensed notes to the financial information on pages 10 to 24 are an integral part of this financial information.

## **1 General information**

Buriram Sugar Public Company Limited (the “Company”) is a company limited incorporated and resident in Thailand on 21 February 1964. The address of the Company’s registered office is as follows:

Head office : 237 moo 2, Tambol Hin Lek Fai, Amphur Kumueug, Buriram 31190.

The Branch : 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 consolidated and company interim financial information was approved by the Board of Directors on 12 May 2015.

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

## **2 Accounting policies**

### **2.1 Basis for preparation**

This consolidated and company interim financial information was prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial information (i.e., statement of financial position, comprehensive income, changes in equity and cash flows) are prepared in the full format as required by the Securities and Exchange Commission. The notes to the financial information are prepared in a condensed format according to Thai Accounting Standard 34 (revised 2012), “Interim Financial Reporting” and 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 2014.

An English version of the consolidated and company interim 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 2014.

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**

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2015. These standards are relevant to the group

#### **a) Financial reporting standards, which have a significant impact to the group:**

TAS 1 (revised 2014)	Presentation of financial statements
TAS 16 (revised 2014)	Property, plant and equipment
TAS 19 (revised 2014)	Employee benefits
TAS 27 (revised 2014)	Separate financial statements
TAS 28 (revised 2014)	Investments in associates and joint ventures
TAS 34 (revised 2014)	Interim financial reporting
TFRS 10	Consolidated financial statements
TFRS 11	Joint arrangements
TFRS 12	Disclosure of interests in other entities
TFRS 13	Fair value measurement
TFRIC 14 (revised 2014)	TAS 19 - The limit on a defined benefit asset, minimum funding requirements and their interaction
TFRIC 20 (revised 2014)	Stripping costs in the production phase of a surface mine

TAS 1 (revised 2014), the main change is that a requirement for entities to group items presented in 'other comprehensive income' (OCI) on the basis of whether they are potentially reclassifiable to profit or loss subsequently (reclassification adjustments). The amendments do not address which items are presented in OCI.

TAS 16 (revised 2014) indicates that spare part, stand-by equipment and servicing equipment are recognised as PPE when they meet the definition of PPE. Otherwise, such items are classified as inventory. This standard has no impact to the Group.

TAS 19 (revised 2014), the key changes are (a) actuarial gains and losses are renamed 'remeasurements' and will be recognised immediately in 'other comprehensive income' (OCI). Actuarial gains and losses will no longer be deferred using the corridor approach or recognised in profit or loss; and (b) past-service costs will be recognised in the period of a plan amendment; unvested benefits will no longer be spread over a future-service period. This standard has no impact to the Group.

TAS 27 (revised 2014) provide the requirements relating to separate financial statements.

TAS 28 (revised 2014) provide the requirements for investment in associates and joint ventures accounted by equity method.

TAS 34 (revised 2014), the key change is the disclosure requirements for operating segment. An entity shall disclose information of a measure of total assets and liabilities for a particular reportable segment if such amounts are regularly provided to the chief operating decision maker and if there has been a material change from the amount disclosed in the last annual financial statements for that reportable segment.

TFRS 10 has a single definition of control and supersedes the principles of control and consolidation included within the original TAS 27, 'Consolidated and separate financial statements'. The standard sets out the requirements for when an entity should prepare consolidated financial statements, defines the principles of control, explains how to apply the principles of control and explains the accounting requirements for preparing consolidated financial statements. The key principle in the new standard is that control exists, and consolidation is required, only if the investor possesses power over the investee, has exposure to variable returns from its involvement with the investee and has the ability to use its power over the investee to affect its returns. This standard has no impact to the Group.

## **2 Accounting policies (Cont'd)**

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

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2015. These standards are relevant to the group (Cont'd)

#### **a) Financial reporting standards, which have a significant impact to the group: (Cont'd)**

TFRS 11 defined that a joint arrangement is a contractual arrangement where at least two parties agree to share control over the activities of the arrangement. Unanimous consent toward decisions about relevant activities between the parties sharing control is a requirement in order to meet the definition of joint control. Joint arrangements can be joint operations or joint ventures. The classification is principle based and depends on the parties' exposure in relation to the arrangement. When the parties' exposure to the arrangement only extends to the net assets of the arrangement, the arrangement is a joint venture. Joint operations have rights to assets and obligations for liabilities. Joint operations account for their rights to assets and obligations for liabilities. Joint ventures account for their interest by using the equity method of accounting. This standard has no impact to the Group.

TFRS 12 require entities to disclose information that helps readers of financial statements to evaluate the nature of risks and financial effects associated with the entity's interests in subsidiaries, associates, joint arrangements and unconsolidated structured entities. This standard has no impact to the group.

TFRS 13 aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across TFRSs. This standard has no impact to the group, except for disclosures.

TFRIC 14 (Revised 2014), this interpretation applies to all post-employment defined benefits and other long-term employee benefits. For the purpose of this interpretation, minimum funding requirements are any requirements to fund a post-employment or other long-term benefit plan. This interpretation explains how the pension asset or liability may be affected by a statutory or contractual minimum funding requirement. This standard has no impact to the Group.

TFRIC 20 (Revised 2014), this interpretation sets out the accounting for overburden waste removal (stripping) costs in the production phase of a surface mine. This standard has no impact to the Group.

#### **b) Financial reporting standards with minor changes and do not have impact to the group are as follows:**

TAS 2 (revised 2014)	Inventories
TAS 7 (revised 2014)	Statement of cash flows
TAS 8 (revised 2014)	Accounting policies, changes in accounting estimates and errors
TAS 10 (revised 2014)	Events after the reporting period
TAS 11 (revised 2014)	Construction contracts
TAS 12 (revised 2014)	Income taxes
TAS 17 (revised 2014)	Leases
TAS 18 (revised 2014)	Revenue
TAS 20 (revised 2014)	Accounting for government grants & disclosure of government assistance
TAS 21 (revised 2014)	The effects of changes in foreign exchange rates
TAS 23 (revised 2014)	Borrowing costs
TAS 24 (revised 2014)	Related party disclosures
TAS 26 (revised 2014)	Accounting and reporting by retirement benefit plans

## **2 Accounting policies (Cont'd)**

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

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2015. These standards are relevant to the group (Cont'd)

#### **b) Financial reporting standards with minor changes and do not have impact to the group are as follows: (Cont'd)**

TAS 29 (revised 2014)	Financial reporting in hyperinflationary economies
TAS 33 (revised 2014)	Earnings per share
TAS 36 (revised 2014)	Impairment of assets
TAS 37 (revised 2014)	Provisions, contingent liabilities and contingent assets
TAS 38 (revised 2014)	Intangible assets
TAS 40 (revised 2014)	Investment property
TFRS 2 (revised 2014)	Share-based payment
TFRS 3 (revised 2014)	Business combinations
TFRS 5 (revised 2014)	Non-current asset held for sale and discontinued operations
TFRS 6 (revised 2014)	Exploration for and evaluation of mineral resources
TFRS 8 (revised 2014)	Operating segments
TSIC 10 (revised 2014)	Government assistance - No specific relation to operating activities
TSIC 15 (revised 2014)	Operating leases - Incentives
TSIC 25 (revised 2014)	Income taxes - changes in the tax status of an entity or its shareholders
TSIC 27 (revised 2014)	Evaluating the substance of transactions involving the legal form of a lease
TSIC 29 (revised 2014)	Service concession arrangements: Disclosures
TSIC 31 (revised 2014)	Revenue - barter transactions involving advertising services
TSIC 32 (revised 2014)	Intangible assets - Web site costs
TFRIC 1 (revised 2014)	Changes in existing decommissioning, restoration and similar liabilities
TFRIC 4 (revised 2014)	Determining whether an arrangement contains a lease
TFRIC 5 (revised 2014)	Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds
TFRIC 7 (revised 2014)	Applying the restatement approach under IAS29 Financial reporting in hyperinflationary economies
TFRIC 10 (revised 2014)	Interim financial reporting and impairment
TFRIC 12 (revised 2014)	Service concession arrangements
TFRIC 13 (revised 2014)	Customer loyalty programmes
TFRIC 15 (revised 2014)	Agreements for the construction of real estate
TFRIC 17 (revised 2014)	Distributions of non-cash assets to owners
TFRIC 18 (revised 2014)	Transfers of assets from customers

New financial reporting standard which is effective on 1 January 2016.

TFRS4 (revised 2014)	Insurance contracts
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TFRS 4 applies to all insurance contracts (including reinsurance contracts) that an entity issues and to reinsurance contracts that it holds. TFRS 4 is not relevant to the Group's operations.

### **3 New accounting policies**

#### **3.1 Consolidated**

##### **(a) Subsidiaries**

Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

The group applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The group recognises any non-controlling interest in the acquiree on an acquisition-by-acquisition basis, either at fair value or at the non-controlling interest's proportionate share of the recognised amounts of acquiree's identifiable net assets.

Acquisition-related costs are expensed as incurred.

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquiree is re-measured to fair value at the acquisition date; any gains or losses arising from such re-measurement are recognised in profit or loss.

Any contingent consideration to be transferred by the group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognised either in profit or loss or as a change to other comprehensive income. Contingent consideration that is classified as equity is not re-measured, and its subsequent settlement is accounted for within equity.

The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If this is less than the fair value of the net assets of the subsidiary acquired in the case of a bargain purchase, the difference is recognised directly in profit or loss.

Intercompany transactions, balances and unrealised gains or loss on transactions between Group companies are eliminated. Unrealised losses are also eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

### **4 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 for the year ended 31 December 2014.

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**5 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:-

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

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

Unallocated costs mainly represent corporate expenses.

Operating segments of the Group are as follows:

**Consolidated**

**For the interim period ended 31 March 2015 and 2014**

**(Unit : Million Baht)**

	<b>Sugar business</b>		<b>Trading agriculture products</b>		<b>Power plant</b>		<b>Others</b>		<b>Total</b>		<b>Eliminated entries</b>		<b>Consolidated</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
Revenue from sales and services														
- Local	354	392	209	167	139	55	71	80	773	694	(265)	(131)	508	563
- Overseas	880	437	-	-	-	-	-	-	880	437	-	-	880	437
Total	1,234	829	209	167	139	55	71	80	1,653	1,131	(265)	(131)	1,388	1,000
Gain (loss) from operating segments	224	216	24	19	114	31	59	2	421	268	(68)	(10)	353	258
Administrative and selling expenses													(149)	(123)
Finance costs													(33)	(29)
Income tax expense													(30)	(20)
Net profit for the periods													141	86
<b>As at 31 March 2015 and 31 December 2014</b>														
Inventories	1,030	483	158	136	5	4	-	-	1,193	623	(15)	(13)	1,178	610
Property, plant and equipments	1,990	1,942	120	116	1,068	469	21	522	3,199	3,049	3	3	3,202	3,052
Other assets	1,454	5,485	259	364	894	613	4,210	51	6,817	6,513	(5,334)	(4,790)	1,483	1,723
Total assets	4,474	7,910	537	616	1,967	1,086	4,231	573	11,209	10,185	(5,346)	(4,800)	5,863	5,385



**Buriram Sugar Public Company Limited**  
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**6 Cash and cash equivalents**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Cash on hand	380,260	416,494	70,000	70,000
Deposits held at call with banks	259,021,733	348,116,027	7,539,929	223,613,992
	<u>259,401,993</u>	<u>348,532,521</u>	<u>7,609,929</u>	<u>223,683,992</u>

**7 Trade and other receivables, net**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
<u>Trade receivables - third parties</u>				
Current	48,029,180	40,025,449	-	4,716
Overdue:				
Up to 3 months	16,509,504	8,289,685	6,240	-
Over 3 months less than 12 months	31,226	449,368	31,226	26,390
Over 12 months	9,212,023	8,889,873	8,250,423	8,250,423
	<u>73,781,933</u>	<u>57,654,375</u>	<u>8,287,889</u>	<u>8,281,529</u>
<u>Less</u> Allowance for doubtful accounts	<u>(8,250,423)</u>	<u>(8,250,423)</u>	<u>(8,250,423)</u>	<u>(8,250,423)</u>
Trade receivables - third parties, net	<u>65,531,510</u>	<u>49,403,952</u>	<u>37,466</u>	<u>31,106</u>
<u>Trade receivables - related parties</u>				
Current	322,311	10,293,402	9,738,650	28,734,529
Overdue:				
Up to 3 months	85,202,658	114,800,382	28,729,990	18,290,745
Over 3 months less than 12 months	64,961	419,751	51,483,462	1,335,360
Over 12 months	244,880	232,370	3,124,400	28,807,692
	<u>85,834,810</u>	<u>125,745,905</u>	<u>93,076,502</u>	<u>77,168,326</u>
Trade receivables - related parties, net				
<u>Other receivables</u>				
Advance payments	875,283	2,027,953	217,117	6,500
Prepaid expenses	56,132,428	113,674,882	16,176,652	11,131,834
Accrued interest income - related parties	-	-	56,191,959	25,807,312
Other receivables - third parties	9,375,002	12,020,877	-	-
Other receivables - related parties	-	-	-	8,505
Other receivables				
- Office of the Cane and Sugar Board	106,971,180	-	-	-
Accrued dividend income	-	-	141,049,735	141,049,735
	<u>173,354,393</u>	<u>127,723,712</u>	<u>213,635,463</u>	<u>178,003,886</u>
Total trade and other receivables, net	<u>324,720,713</u>	<u>302,873,569</u>	<u>306,749,431</u>	<u>255,203,318</u>

**Buriram Sugar Public Company Limited**  
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**8 Farmer receivables, net**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Farmer receivables	682,220,449	880,522,063	92,495,207	121,699,493
<u>Less</u> Allowance for doubtful accounts	(82,998,506)	(109,729,703)	(79,326,849)	(106,058,047)
	<u>599,221,943</u>	<u>770,792,360</u>	<u>13,168,358</u>	<u>15,641,446</u>

Outstanding farmer receivables can be analysed as follows:

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Season 2015/2016	386,258,192	44,460,648	-	-
Season 2014/2015	195,247,126	703,048,637	-	-
Season 2013/2014	5,114,132	6,868,096	-	-
Season 2012/2013	1,870,490	3,200,867	-	-
Season 2011/2012	1,235,302	1,244,322	-	-
Before season 2011/2012	92,495,207	121,699,493	92,495,207	121,699,493
	682,220,449	880,522,063	92,495,207	121,699,493
<u>Less</u> Allowance for doubtful accounts	(82,998,506)	(109,729,703)	(79,326,849)	(106,058,047)
	<u>599,221,943</u>	<u>770,792,360</u>	<u>13,168,358</u>	<u>15,641,446</u>

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

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Season 2015/2016	9,274,035	6,415,582	-	-
Season 2014/2015	6,939,611	13,032,400	-	-
Before season 2011/2012	-	413,932	-	413,932
	16,213,646	19,861,914	-	413,932
<u>Less</u> Allowance for doubtful accounts	-	-	-	-
	<u>16,213,646</u>	<u>19,861,914</u>	<u>-</u>	<u>413,932</u>

**9 Inventories, net**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Raw material	27,293,619	23,983,518		
Finished goods	1,004,833,555	460,402,429	-	-
Merchandise inventories	100,989,748	84,928,930	-	-
Work in process	5,615,821	10,849,811	-	-
Factory supplies	40,096,376	31,048,142	-	-
<u>Less</u> Allowance for decrease in value	(657,377)	(671,427)	-	-
	<u>1,178,171,742</u>	<u>610,541,403</u>	<u>-</u>	<u>-</u>

**Buriram Sugar Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
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**10 Other current assets**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Revenue Department receivables	44,877,272	44,816,032	620,496	1,196,267
Undued input VAT	24,162,518	22,814,964	15,788,316	15,747,947
Others	4,385,566	5,737,421	313,434	317,436
	<u>73,425,356</u>	<u>73,368,417</u>	<u>16,722,246</u>	<u>17,261,650</u>

**11 Investment in subsidiaries**

	<b>Company</b>
<b>For the three-month period ended 31 March 2015</b>	<b>Baht</b>
Beginning balance, net	1,270,478,100
Acquisitions	-
Disposals	-
Ending balance, net	<u>1,270,478,100</u>

Details of investment in subsidiaries as presented in the company financial statements are as follow:

<b>Company's name</b>	<b>Cost method</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
<b>Direct subsidiaries</b>		
Buriram Sugar Factory Co., Ltd.	1,049,000,000	1,049,000,000
Buriram Sugarcane Research and Development Co., Ltd	70,879,400	70,879,400
Buriram Energy Co., Ltd.	135,599,300	135,599,300
Key brand Fertilizer Co., Ltd.	14,999,400	14,999,400
Total investments in subsidiaries	<u>1,270,478,100</u>	<u>1,270,478,100</u>
<b>Indirect subsidiaries</b>		
Buriram Power Co., Ltd.	169,999,400	169,999,400
Buriram Power Plus Co., Ltd.	9,999,500	-
Total investments in subsidiaries	<u>179,998,900</u>	<u>169,999,400</u>

The investments in subsidiaries as at the interim statements of financial position date are as follows:

	<b>31 March 2015</b>		<b>31 December 2014</b>	
	<b>Country of incorporation</b>	<b>% Ownership interest</b>	<b>Country of incorporation</b>	<b>% Ownership interest</b>
<b>Direct subsidiaries</b>				
Buriram Sugar Factory Co., Ltd.	Thailand	99.90	Thailand	99.90
Buriram Sugarcane Research and Development Co., Ltd.	Thailand	99.99	Thailand	99.99
Buriram Energy Co., Ltd.	Thailand	99.99	Thailand	99.99
Key brand Fertilizer Co., Ltd.	Thailand	99.99	Thailand	99.99
<b>Indirect subsidiaries</b>				
Buriram Power Co., Ltd.	Thailand	99.99	Thailand	99.99
Buriram Power Plus Co., Ltd.	Thailand	99.99	-	-

**Buriram Sugar Public Company Limited**  
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**12 Property, plant and equipment, net**

	<b>Consolidated</b>	<b>Company</b>
<b>For the three-month period ended 31 March 2015</b>	<b>Baht</b>	<b>Baht</b>
Opening net book amount	3,051,997,385	22,238,783
Additions	183,542,257	287,138
Disposals, net	(371,156)	(371,156)
Depreciation charges	(33,283,644)	(833,793)
Closing net book amount	<u>3,201,884,842</u>	<u>21,320,972</u>

**13 Trade and other payables**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Trade payables - third parties	401,879,520	277,566,601	1,785,224	1,304,009
Trade payables - related parties	288,171,436	4,770,117	240,357,794	240,081,581
Accrued expenses - third parties	63,434,233	27,376,513	5,574,020	1,216,911
Accrued expenses - related parties	23,130,176	9,659,590	762,500	-
Advance received - third parties	76,880,858	144,545,281	-	-
Advance received - related parties	40,115,148	-	-	-
Other payables - third parties	32,560,763	22,563,216	1,157	-
Other payables - related parties	-	2,178,477	-	731,826
	<u>926,172,134</u>	<u>488,659,795</u>	<u>248,480,695</u>	<u>243,334,327</u>

**14 Borrowings**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Current</b>				
Bank overdrafts	20,156,805	34,435,771	-	-
Short-term borrowings:				
- Financial institutions	1,926,437,026	2,174,930,649	1,465,000,000	1,270,000,000
Current portion of long-term borrowings:				
- Financial institutions	177,988,746	159,878,070	-	-
- Finance lease	11,629,790	10,150,845	-	10,656
Total current borrowings	<u>2,136,212,367</u>	<u>2,379,395,335</u>	<u>1,465,000,000</u>	<u>1,270,010,656</u>
<b>Non-current portion</b>				
Long-term borrowings:				
- Financial institutions	567,708,101	452,901,495	-	-
- Finance lease	12,949,674	9,673,567	-	-
Total non-current portion of long-term borrowings	<u>580,657,775</u>	<u>462,575,062</u>	<u>-</u>	<u>-</u>
<b>Total borrowings</b>	<u>2,716,870,142</u>	<u>2,841,970,397</u>	<u>1,465,000,000</u>	<u>1,270,010,656</u>

**Buriram Sugar Public Company Limited**  
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**14 Borrowings (Cont'd)**

The movement of long-term borrowings (excluding finance lease liabilities) for the three-month period ended 31 March 2015 and for the year ended 31 December 2014 is as following:

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Opening balance	612,779,565	777,024,118	-	-
Additions	256,459,900	-	-	-
Repayment	(123,542,618)	(164,244,553)	-	-
Closing balance	<u>745,696,847</u>	<u>612,779,565</u>	<u>-</u>	<u>-</u>

**15 Other current liabilities**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Undued Output VAT	23,036,212	22,589,247	6,086,898	5,048,395
Revenue Department payables	-	668,255	-	-
Withholding tax payables	2,234,976	6,023,400	313,304	1,645,673
Others	2,009,469	2,208,225	-	-
	<u>27,280,657</u>	<u>31,489,127</u>	<u>6,400,202</u>	<u>6,694,068</u>

**16 Share capital**

	<b>Number of shares Shares</b>	<b>Par value Baht</b>	<b>Total Baht</b>
As at 31 December 2014	676,750,000	1	676,750,000
Issue of shares	-	-	-
As at 31 March 2015	<u>676,750,000</u>	<u>1</u>	<u>676,750,000</u>

As at 31 March 2015, the total number of authorised ordinary shares was 676,750,000 shares (31 December 2014: 676,750,000 shares) with a par value of Baht 1 per share (31 December 2014: Baht 1 per share). The issued and fully paid-up ordinary shares is 676,750,000 shares.

**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**

	<b>Consolidated</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Other service income	91,402	273,058	27,292,790	27,337,790
Bad debt recovery	-	93,386	-	93,386
Interest income	973,269	1,499,379	41,766,742	8,860,851
Others	27,322,518	5,930,455	8,900	1,553,921
	<u>28,387,189</u>	<u>7,796,278</u>	<u>69,068,432</u>	<u>37,845,948</u>

**19 Income tax**

	<b>Consolidated</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Current tax	24,862,245	9,565,266	4,308,335	1,495,345
Deferred tax	5,385,513	10,124,843	(58,277)	(84,658)
	<u>30,247,758</u>	<u>19,690,109</u>	<u>4,250,058</u>	<u>1,410,687</u>

**20 Basic earnings per share**

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

**21 Related party transactions**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The Company is controlled by Buriram Capital Co., Ltd., which owns 50% of the Company's issued shares.

**21 Related party transactions (Cont'd)**

The following transactions were carried out with related parties:

**a) Sales of goods and services**

For the three-month ended 31 March	Consolidated		Company	
	2015 Baht	2014 Baht	2015 Baht	2014 Baht
<b>Related parties : Subsidiaries</b> <i>(Eliminated from Consolidated financial statements)</i>				
Interest income	-	-	41,755,385	8,363,631
Other income	-	-	27,292,790	27,270,900
Administrative expenses	-	-	278,013	312,830
<b>Other related parties</b>				
Revenues from sales and services	881,157,008	439,701,100	-	-
Other income	60,000	45,000	-	45,000
Cost of sales and services	5,467,182	6,879,445	-	-
Selling expenses	38,544,009	27,767,279	-	-
Administrative expenses	188,316	87,740	-	-

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

	Consolidated		Company	
	31 March 2015 Baht	31 December 2014 Baht	31 March 2015 Baht	31 December 2014 Baht
Trade accounts receivables - related parties				
Subsidiaries	-	-	93,076,502	77,168,326
Other related parties	85,834,810	125,745,905	-	-
	<u>85,834,810</u>	<u>125,745,905</u>	<u>93,076,502</u>	<u>77,168,326</u>
Farmer receivables - related parties:				
Other related parties	<u>16,213,646</u>	<u>19,861,914</u>	<u>-</u>	<u>413,932</u>
Others receivables - related parties:				
Subsidiaries	<u>-</u>	<u>-</u>	<u>197,241,694</u>	<u>166,865,552</u>
Trade accounts payables - related parties				
Subsidiaries	-	-	240,251,584	240,081,581
Other related parties	<u>288,171,436</u>	<u>4,770,117</u>	<u>106,210</u>	<u>-</u>
	<u>288,171,436</u>	<u>4,770,117</u>	<u>240,357,794</u>	<u>240,081,581</u>
Other payables - related parties				
Subsidiaries	-	-	-	84,700
Other related parties	<u>63,245,324</u>	<u>11,838,067</u>	<u>762,500</u>	<u>647,126</u>
	<u>63,245,324</u>	<u>11,838,067</u>	<u>762,500</u>	<u>731,826</u>

**21 Related party transactions (Cont'd)**

**c) Borrowings to related parties**

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Long-term borrowings to subsidiaries	-	-	2,572,561,056	2,183,190,318

**d) Directors' and management's remuneration**

<b>For the three-month period ended 31 March</b>	<b>Consolidated</b>		<b>Company</b>	
	<b>2015 Baht</b>	<b>2014 Baht</b>	<b>2015 Baht</b>	<b>2014 Baht</b>
Short-term benefits	8,596,416	6,521,416	4,066,416	3,306,416
Post-retirement benefits	395,767	340,766	151,343	203,352
	<u>8,992,183</u>	<u>6,862,182</u>	<u>4,217,759</u>	<u>3,509,768</u>

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

**e) Forward contract**

As at 31 March 2015, the Company has entered into forward contract via. The Thai Sugar Trading Corp., Ltd. which is a related party contract value amounting to USD 5.59 million (31 December 2014 : USD 28.50 million).

**22 Financial instruments**

The Company possess risks regarding to the rates of the related goods' price changing and from non-performance of contractual obligations by counter parties. The Company will consider to using appropriate financial instruments when it considers necessary to manage such risks. However, the Company does not have any policy to hold or issue any financial instruments for speculation or for trading, except the following:

**a) Risk on fluctuation of sugar prices**

The cane and sugar industry in Thailand is under the benefit sharing system between the cane farmers and the sugar mill factories, the selling price of sugar under Quota B and the exchange rate of the actual sales made by Thailand Cane and Sugar Corporation (TCSC) have significant effect on cane price which is major cost of sugar production.

**b) Credit risk**

The Company has risk on credit regarding trade receivables, farmer receivable, loans to related parties and other receivables. However, the Company has many receivables and has conservative credit policy including allowance for doubtful accounts. It believes that the risk of default by receivables is low.

**c) Fair values of financial instruments**

Since the majority of the financial instruments of the Company and its subsidiaries are short-term in nature or bear floating interest rates, their fair value is not expected to be materially different from the amounts presented in the financial position.

A fair value is the amount for which an asset can be exchanged or a liability settled between knowledgeable, willing parties in an arm's length transaction. The fair value is determined by reference to the market price of the financial instrument or by using an appropriate valuation technique, depending on the nature of the instrument.



## **23 Commitments**

### **Capital commitments**

Capital expenditure contracted for at the statement of financial position date but not recognised in the financial is as follows:

	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>	<b>31 March 2015 Baht</b>	<b>31 December 2014 Baht</b>
Property, plant and equipment	<u>508,900,000</u>	<u>3,897,000</u>	<u>-</u>	<u>-</u>

### **Bank guarantees**

As at 31 March 2015, the Group has letters of with Provincial Electricity Authority amounting to Baht 3.6 million (31 December 2014: Baht 3.6 million).

### **Sales commitments**

As at 31 March 2015, the Group have commitments relating to the sales agreements but not yet delivered amounting to Baht 581 million (31 March 2014: Bath 1,535 million).

### **Electricity sale/purchase commitment**

The subsidiary company has entered into electricity sale/purchase agreement with the Electricity Generating Authority of Thailand (EGAT) with a term of 5 years, and extending for further 5 years from 11 May 2012. Under the terms of the electricity trading agreements, the subsidiary and EGAT must comply with specified conditions.

## **24 Events after the statement of financial position date**

### **Dividends**

At the Annual General Meeting of Shareholders for 2015 held on 22 April 2015, shareholders approved to pay dividends for the operation of 2014 at Baht 0.20 per share for 676,750,000 ordinary shares, totaling Baht 135,350,000. The dividend will be paid on 20 May 2015.

### **Electricity sale/purchase agreement**

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