

**GOLDEN AGRI-RESOURCES LTD**
**Third Quarter Financial Statement And Dividend Announcement**
**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),  
 HALF-YEAR AND FULL YEAR RESULTS**
**1(a) An income statement (for the group) together with a comparative statement for the  
 corresponding period of the immediately preceding financial year**
**UNAUDITED CONSOLIDATED INCOME STATEMENT  
 FOR THE PERIOD ENDED 30 SEPTEMBER 2007**

	Ytd Sept 2007 US\$'000	(Restated) Ytd Sept 2006 US\$'000	Change %	3rd Qtr 2007 US\$'000	(Restated) 3rd Qtr 2006 US\$'000	Change %
<b>Revenue</b>	1,215,476	826,159	47.1	533,712	291,218	83.3
Cost of sales	(793,944)	(616,876)	28.7	(350,177)	(221,115)	58.4
<b>Gross Profit</b>	<u>421,532</u>	<u>209,283</u>	101.4	<u>183,535</u>	<u>70,103</u>	161.8
Net gain from changes in fair value of biological assets	523,635	578,315	(9.5)	92,941	316,265	(70.6)
<b>Operating expenses</b>						
Selling expenses	(43,823)	(25,979)	68.7	(24,971)	(9,058)	175.7
General and administrative expenses	(59,304)	(49,836)	19.0	(21,851)	(18,065)	21.0
Total operating expenses	<u>(103,127)</u>	<u>(75,815)</u>	36.0	<u>(46,822)</u>	<u>(27,123)</u>	72.6
<b>Operating profit</b>	842,040	711,783	18.3	229,654	359,245	(36.1)
<b>Other income(expenses)</b>						
Financial income	5,668	3,905	45.1	1,996	1,087	83.6
Financial expenses	(28,917)	(26,304)	9.9	(9,501)	(9,054)	4.9
Share of results of associated companies, net	3,426	588	482.7	1,083	448	141.7
Foreign exchange (loss)gain	(3,569)	1,595	n.m.	(778)	2,519	n.m.
Other operating income, net	2,040	1,622	25.8	876	114	668.4
	<u>(21,352)</u>	<u>(18,594)</u>	14.8	<u>(6,324)</u>	<u>(4,886)</u>	29.4
<b>Exceptional items</b>						
Negative goodwill	72,041	-	n.m.	-	-	-
Gain(Loss) arising from changes in effective interests in subsidiaries	1,559	-	n.m.	(907)	-	n.m.
Impairment loss on:						
Inventory	-	(457)	(100.0)	-	(457)	(100.0)
Financial assets, net	-	(3,246)	(100.0)	-	(3,246)	(100.0)
(Loss)Gain on disposal of property, plant and equipment	-	(494)	(100.0)	-	50	(100.0)
	<u>73,600</u>	<u>(4,197)</u>	n.m.	<u>(907)</u>	<u>(3,653)</u>	(75.2)
<b>Profit before tax</b>	894,288	688,992	29.8	222,423	350,706	(36.6)
Tax	(239,509)	(190,053)	26.0	(69,633)	(102,507)	(32.1)
<b>Profit for the period</b>	<u>654,779</u>	<u>498,939</u>	31.2	<u>152,790</u>	<u>248,199</u>	(38.4)
<b>Attributable to:</b>						
Equity holders of the Company	590,965	433,072	36.5	143,699	220,097	(34.7)
Minority interests	63,814	65,867	(3.1)	9,091	28,102	(67.6)
	<u>654,779</u>	<u>498,939</u>	31.2	<u>152,790</u>	<u>248,199</u>	(38.4)

Note (1) n.m. – not meaningful

(2) Certain comparatives have been restated to account for the retrospective adjustments arising from the adoption of IAS 41, Agriculture.

## ADDITIONAL INFORMATION

### (A) Earnings before tax, minority interests, interest on borrowings, depreciation and amortisation, net gain from changes in fair value of biological assets, foreign exchange gain(loss), exceptional items and share of results of associated companies ("EBITDA")

	Ytd Sept 2007 <u>US\$'000</u>	(Restated) Ytd Sept 2006 <u>US\$'000</u>	Change %	3rd Qtr 2007 <u>US\$'000</u>	(Restated) 3rd Qtr 2006 <u>US\$'000</u>	Change %
<b>Earnings before tax, minority interests, interest on borrowings, depreciation and amortisation, net gain from changes in fair value of biological assets, foreign exchange gain(loss), exceptional item and share of results of associated companies ("EBITDA")</b>	363,571	171,157	112.4	152,739	54,448	180.5
Net gain from changes in fair value of biological assets	523,635	578,315	(9.5)	92,941	316,265	(70.6)
Interest on borrowings	(28,686)	(26,230)	9.4	(9,321)	(9,024)	3.3
Depreciation and amortisation	(37,689)	(32,236)	16.9	(13,334)	(10,297)	29.5
Foreign exchange (loss)gain	(3,569)	1,595	n.m.	(778)	2,519	n.m.
Exceptional items, net	73,600	(4,197)	n.m.	(907)	(3,653)	(75.2)
Profit before tax, minority interests, but after interest on borrowings, depreciation and amortisation, exchange gain(loss) and exceptional items	890,862	688,404	29.4	221,340	350,258	(36.8)
Share of results of associated companies, net	3,426	588	482.7	1,083	448	141.7
<b>Profit before tax</b>	<u>894,288</u>	<u>688,992</u>	29.8	<u>222,423</u>	<u>350,706</u>	(36.6)

Note: (1) n.m. – not meaningful

(2) Certain comparatives have been restated to account for the retrospective adjustments arising from the adoption of IAS 41, Agriculture

**1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year**

**UNAUDITED BALANCE SHEETS**

(Amounts in United States dollars)

	Group		Company	
	As at		As at	
	30/9/2007	31/12/2006	30/9/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Assets</b>				
Current Assets				
Cash and cash equivalents	159,406	130,388	1,622	1,428
Short-term investments	21,462	3,658	-	-
Trade receivables	86,528	45,510	-	-
Other receivables (note (a))	205,482	100,270	5,375	-
Inventories	274,435	144,174	-	-
	747,313	424,000	6,997	1,428
Non-Current Assets				
Long-term receivables (note (b))	121,709	139,381	-	45,000
Long-term investment	8,800	-	-	-
Subsidiary companies	-	-	1,700,968	1,167,698
Associated companies	20,454	17,866	-	-
Property, plant and equipment	810,460	711,992	-	-
Biological assets	2,350,877	1,616,502	-	-
Deferred income tax	11,797	23,352	-	-
Deferred charges	5,151	5,608	-	-
Brands and trademarks	2,322	2,562	-	-
Goodwill	88,941	44,099	-	-
	3,420,511	2,561,362	1,700,968	1,212,698
<b>Total Assets</b>	<b>4,167,824</b>	<b>2,985,362</b>	<b>1,707,965</b>	<b>1,214,126</b>

**UNAUDITED BALANCE SHEETS (cont'd)**

(Amounts in United States dollars)

	Group		Company	
	As at		As at	
	30/9/2007	31/12/2006	30/9/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Liabilities and Equity</b>				
Current Liabilities				
Short-term loans	203,608	186,760	-	3,500
Trade payables	121,317	114,067	-	-
Other payables (note(c))	54,317	41,122	35,044	31,853
Taxes payable	53,684	5,236	1,220	2
Obligations under finance leases	593	731	-	-
	433,519	347,916	36,264	35,355
Non-Current Liabilities				
Obligations under finance leases	177	640	-	-
Long-term borrowings	224,810	289,305	-	-
Deferred income tax	631,469	415,062	-	-
Long-term payables	11,182	11,143	-	-
	867,638	716,150	-	-
Total Liabilities	1,301,157	1,064,066	36,264	35,355
Equity attributable to equity holders of the Company				
Issued capital	249,397	216,867	249,397	216,867
Share premium	772,100	296,595	1,406,970	931,465
Other paid-in capital	184,318	184,318	-	-
Other reserve	1,095	188	-	-
Hedging reserve	(8,887)	-	-	-
Foreign currency translation reserve	5,525	1,942	-	-
Cumulative translation adjustments	(16,684)	(16,684)	-	-
Retained earnings	1,545,369	1,021,646	15,334	30,439
	2,732,233	1,704,872	1,671,701	1,178,771
Minority interests	134,434	216,424	-	-
Total equity	2,866,667	1,921,296	1,671,701	1,178,771
<b>Total Liabilities and Equity</b>	<b>4,167,824</b>	<b>2,985,362</b>	<b>1,707,965</b>	<b>1,214,126</b>

## UNAUDITED BALANCE SHEETS (Cont'd)

### Note:

#### (a) Other Receivables

	Group		Company	
	As at		As at	
	30/9/2007 US\$'000	31/12/2006 US\$'000	30/9/2007 US\$'000	31/12/2006 US\$'000
Prepaid expenses	17,175	4,539	417	-
Prepaid value added tax, net	39,713	21,689	-	-
Trading deposits	42,783	10,325	-	-
Others	73,420	50,223	-	-
	173,091	86,776	417	-
Related parties	32,391	13,494	4,958	-
	205,482	100,270	5,375	-

#### (b) Long-Term Receivables

	Group		Company	
	As at		As at	
	30/9/2007 US\$'000	31/12/2006 US\$'000	30/9/2007 US\$'000	31/12/2006 US\$'000
Associated company	5,966	5,651	-	-
Related party	-	13,584	-	-
	5,966	19,235	-	-
Loans receivable	13,502	57,803	-	45,000
Tax recoverable	48,179	32,840	-	-
Advances for plasma/KKPA program plantations, net	5,113	8,085	-	-
Advances for project and purchase of fixed assets	32,950	4,075	-	-
Land clearing	10,559	12,045	-	-
Advances for investments in land	3,068	2,553	-	-
Others	2,372	2,745	-	-
	121,709	139,381	-	45,000
	121,709	139,381	-	45,000

#### (c) Other Payables

	Group		Company	
	As at		As at	
	30/9/2007 US\$'000	31/12/2006 US\$'000	30/9/2007 US\$'000	31/12/2006 US\$'000
Advances from customers	12,336	10,351	-	-
Accrued expenses	9,621	9,222	430	356
Others	29,783	18,897	237	-
	51,740	38,470	667	356
Related parties	2,577	2,652	34,377	31,497
	54,317	41,122	35,044	31,853

## 1(b)(ii) Aggregate amount of group's borrowings and debt securities

	As at 30/9/2007 US\$'000			As at 31/12/2006 US\$'000		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Amount repayable in one year or less, or on demand	202,716	1,485	204,201	176,779	10,712	187,491
Amount repayable after one year	224,987	-	224,987	263,489	26,456	289,945
<b>Total</b>	<b>427,703</b>	<b>1,485</b>	<b>429,188</b>	<b>440,268</b>	<b>37,168</b>	<b>477,436</b>

### Details of any collateral

The secured loans are collateralised by certain short-term investments, inventories, trade receivables, biological assets and property, plant and equipment.

## 1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

### UNAUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2007

	Ytd Sept 2007 US\$'000	(Restated) Ytd Sept 2006 US\$'000	3rd Qtr 2007 US\$'000	(Restated) 3rd Qtr 2006 US\$'000
<b>Cash flows from operating activities</b>				
<b>Profit before tax</b>	<b>894,288</b>	<b>688,992</b>	<b>222,423</b>	<b>350,706</b>
Adjustments for:				
Net gain from changes in fair value of biological assets	(523,635)	(578,315)	(92,941)	(316,265)
Depreciation	36,681	31,944	12,688	10,161
Amortisation	1,008	292	646	136
Unrealised foreign exchange (gain)loss on short-term loans, long-term borrowings and receivables, net	(1,201)	1,996	126	664
Gain on conversion of project plasma plantations	-	(12)	-	(12)
Share of results of associated companies, net	(3,426)	(588)	(1,083)	(448)
(Gain)Loss on disposal of property, plant and equipment, net of write off	(324)	992	(342)	218
Allowance for impairment loss on trade receivables and trade receivables written off	169	-	-	-
Write-back of trade payables	(395)	-	(2)	-
Negative goodwill	(72,041)	-	-	-
Net (gain)loss arising from changes in effective interests in subsidiaries	(1,559)	-	907	-
Allowance for impairment loss(net of reversal) on :				
Inventories, net	-	323	-	323
Financial assets, net	-	3,246	-	3,246
Interest income	(5,668)	(3,905)	(1,996)	(1,087)
Interest expense	28,686	26,230	9,321	9,024
<b>Operating cash flow before working capital changes</b>	<b>352,583</b>	<b>171,195</b>	<b>149,747</b>	<b>56,666</b>

**UNAUDITED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE PERIOD ENDED 30 SEPTEMBER 2007 (Cont'd)**

	Ytd Sept 2007 <u>US\$'000</u>	(Restated) Ytd Sept 2006 <u>US\$'000</u>	3rd Qtr 2007 <u>US\$'000</u>	(Restated) 3rd Qtr 2006 <u>US\$'000</u>
<b>Operating cash flow before working capital changes</b>	<b>352,583</b>	<b>171,195</b>	<b>149,747</b>	<b>56,666</b>
Changes in operating assets and liabilities:				
Trade receivables	(33,268)	(424)	(30,627)	(3,954)
Other receivables	(73,798)	(12,710)	(31,770)	(7,545)
Inventories	(128,118)	1,512	(73,484)	6,955
Trade payables	14,180	(34,024)	11,751	(15,153)
Other payables	(3,260)	(47,030)	3,435	(9,070)
Cash generated from operations	128,319	78,519	29,052	27,899
Tax paid	(24,698)	(198)	(17,400)	(3,012)
Interest received	5,162	4,670	1,690	990
Interest paid	(26,744)	(26,464)	(8,507)	(8,862)
<b>Net cash from operating activities</b>	<b>82,039</b>	<b>56,527</b>	<b>4,835</b>	<b>17,015</b>
<b>Cash flows from investing activities</b>				
Proceeds from sale of property, plant and equipment	21,117	3,520	19,616	1,280
Proceeds from sale of biological assets	1,142	6,637	-	594
Capital expenditure on property, plant and equipment	(81,646)	(35,604)	(32,562)	(14,240)
Capital expenditure on biological assets	(27,442)	(11,731)	(8,221)	(4,633)
Net (increase)decrease in short-term investments	(17,804)	18,765	(20,267)	12,653
Repayment of current accounts and deposits with a related party	-	3,340	-	-
Investments in Plasma/KKPA Program plantations,net	-	(2,071)	-	(138)
Increase in long-term receivables from related parties	-	(5,644)	-	(97)
Acquisition of subsidiaries, net of cash acquired	(19,051)	(21,079)	-	(15,207)
Acquisition of additional interests in a subsidiary	(184,764)	-	(44,302)	-
Investment in deferred land rights	(298)	(66)	(107)	(42)
Increase in other non-current receivables and assets	(47,291)	(28,657)	(16,715)	(22,322)
<b>Net cash used in investing activities</b>	<b>(356,037)</b>	<b>(72,590)</b>	<b>(102,558)</b>	<b>(42,152)</b>
<b>Cash flows from financing activities</b>				
Proceeds from short-term loans	91,689	76,356	45,578	43,200
Proceeds from long-term borrowings	32,320	125,750	30,000	50,750
Payment of dividends	(70,898)	(13,554)	-	-
Payments of short-term loans	(46,880)	(69,180)	(5,051)	(43,711)
Payments of long-term borrowings	(210,581)	(101,057)	(41,409)	(34,116)
Proceeds from share placement, net	508,035	-	(44)	-
Increase(Decrease) in trust receipt payables	-	(1,130)	-	(509)
Deferred loan charges and long-term bank loan administration costs	(669)	(2,495)	(494)	(738)
(Increase)Decrease in time deposits pledged	(1,316)	1,156	(1,316)	(173)
<b>Net cash from financing activities</b>	<b>301,700</b>	<b>15,846</b>	<b>27,264</b>	<b>14,703</b>
<b>Net increase(decrease) in cash and cash equivalents</b>	<b>27,702</b>	<b>(217)</b>	<b>(70,459)</b>	<b>(10,434)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>129,439</b>	<b>75,731</b>	<b>227,600</b>	<b>85,948</b>
<b>Cash and cash equivalents at end of the period (See Note)</b>	<b>157,141</b>	<b>75,514</b>	<b>157,141</b>	<b>75,514</b>

**Note:**

Cash and cash equivalents included in consolidated cash flow consist of the following:

	<u>30/9/2007 US\$'000</u>	<u>30/9/2006 US\$'000</u>
Time deposits, cash and bank balances	159,406	78,615
Less: Time deposits pledged	(2,265)	(3,101)
	<u>157,141</u>	<u>75,514</u>

**1(d) (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

<b>The Group</b>	<b>-----Attributable to Equity Holders of the Company-----</b>									<b>Minority</b>	<b>Total</b>
	<b>Issued Capital</b>	<b>Share Premium</b>	<b>Other Paid-in Capital</b>	<b>Other Reserve</b>	<b>Hedging Reserve</b>	<b>Foreign Currency Translation Reserve</b>	<b>Retained Earnings</b>	<b>Cumulative Translation Adjustment</b>	<b>Total</b>	<b>Interests</b>	<b>Equity</b>
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Jan 2007	216,867	296,595	184,318	188	-	1,942	1,021,646	(16,684)	1,704,872	216,424	1,921,296
Profit for the period	-	-	-	-	-	-	447,266	-	447,266	54,723	501,989
Interim dividends	-	-	-	-	-	-	(32,326)	-	(32,326)	-	(32,326)
Dividends paid for 2006	-	-	-	-	-	-	(34,916)	-	(34,916)	(3,656)	(38,572)
Share issue	32,530	494,378	-	-	-	-	-	-	526,908	-	526,908
Share issue expenses	-	(18,829)	-	-	-	-	-	-	(18,829)	-	(18,829)
Foreign currency translation	-	-	-	-	-	1,824	-	-	1,824	153	1,977
Change of interest in subsidiaries	-	-	-	-	-	-	-	-	-	(112,507)	(112,507)
Net gain(loss) recognised directly in equity	-	-	-	-	-	1,824	-	-	1,824	(112,354)	(110,530)
Balance as at 30 June 2007	249,397	772,144	184,318	188	-	3,766	1,401,670	(16,684)	2,594,799	155,137	2,749,936
Profit for the period	-	-	-	-	-	-	143,699	-	143,699	9,091	152,790
Share issue expenses	-	(44)	-	-	-	-	-	-	(44)	-	(44)
Foreign currency translation	-	-	-	-	-	1,759	-	-	1,759	87	1,846
Change of interest in subsidiaries	-	-	-	907	-	-	-	-	907	(29,881)	(28,974)
Change in fair value of hedging derivatives	-	-	-	-	(8,887)	-	-	-	(8,887)	-	(8,887)
Net gain(loss) recognised directly in equity	-	-	-	907	(8,887)	1,759	-	-	(6,221)	(29,794)	(36,015)
Balance as at 30 Sept 2007	249,397	772,100	184,318	1,095	(8,887)	5,525	1,545,369	(16,684)	2,732,233	134,434	2,866,667



**1(d) (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

<b>The Group</b>	<b>-----Attributable to Equity Holders of the Company-----</b>									<b>Minority</b>	<b>Total</b>
	<b>Issued Capital</b>	<b>Share Premium</b>	<b>Other Paid-in Capital</b>	<b>Other Reserve</b>	<b>Hedging Reserve</b>	<b>Foreign Currency Translation Reserve</b>	<b>Retained Earnings</b>	<b>Cumulative Translation Adjustment</b>	<b>Total</b>	<b>Interests</b>	<b>Equity</b>
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Jan 2006 as previously reported	216,867	296,595	184,318	125,389	(1,853)	196	197,075	(16,684)	1,001,903	132,025	1,133,928
Effect of adopting IAS 41	-	-	-	(121,821)	-	-	367,592	-	245,771	(5,788)	239,983
Balance as at 1 Jan 2006, restated	216,867	296,595	184,318	3,568	(1,853)	196	564,667	(16,684)	1,247,674	126,237	1,373,911
Profit for the period, restated	-	-	-	-	-	-	212,975	-	212,975	37,765	250,740
Dividends paid for 2005	-	-	-	-	-	-	(13,554)	-	(13,554)	-	(13,554)
Foreign currency translation	-	-	-	-	-	538	-	-	538	97	635
Transfer to income statement for cash flow hedge	-	-	-	-	1,853	-	-	-	1,853	-	1,853
Net gain recognised directly in equity	-	-	-	-	1,853	538	-	-	2,391	97	2,488
Balance as at 30 June 2006, restated	216,867	296,595	184,318	3,568	-	734	764,088	(16,684)	1,449,486	164,099	1,613,585
Profit for the period, restated	-	-	-	-	-	-	220,097	-	220,097	28,102	248,199
Foreign currency translation	-	-	-	-	-	586	-	-	586	67	653
Additional investment in subsidiaries	-	-	-	-	-	-	-	-	-	(68)	(68)
Net gain(loss) recognised directly in equity	-	-	-	-	-	586	-	-	586	(1)	585
Balance as at 30 Sept 2006, restated	216,867	296,595	184,318	3,568	-	1,320	984,185	(16,684)	1,670,169	192,200	1,862,369

**1(d) (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

<b>The Company</b>	<b>Share Capital</b>	<b>Share Premium</b>	<b>Retained Earnings</b>	<b>Total</b>
	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Jan 2007	216,867	931,465	30,439	1,178,771
Profit for the period	-	-	43,354	43,354
Share issue	32,530	494,378	-	526,908
Share issue expenses	-	(18,829)	-	(18,829)
Interim dividends	-	-	(32,326)	(32,326)
Dividends paid for 2006	-	-	(34,916)	(34,916)
Balance as at 30 Jun 2007	249,397	1,407,014	6,551	1,662,962
Share issue expenses	-	(44)	-	(44)
Profit for the period	-	-	8,783	8,783
Balance as at 30 Sept 2007	249,397	1,406,970	15,334	1,671,701
Balance as at 1 Jan 2006	216,867	931,465	43,945	1,192,277
Profit for the period	-	-	2,979	2,979
Dividends paid for 2005	-	-	(13,554)	(13,554)
Balance as at 30 Jun 2006	216,867	931,465	33,370	1,181,702
Profit for the period	-	-	(2,051)	(2,051)
Balance as at 30 Sept 2006	216,867	931,465	31,319	1,179,651

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

There has been no share issuance since 30 June 2007. On the effective date, 13 September 2007, each ordinary share of the Company of par value US\$0.10 each was sub-divided into two ordinary shares of par value US\$0.05 each. As at 30 September 2007, the total number of issued ordinary shares in Company is 4,987,951,896 ordinary shares of US\$0.05 each.

**2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

These figures have not been audited, or reviewed by the auditors.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied**

The Group has adopted accounting policies and methods of computation consistent with those used in the most recent audited annual financial statements for the year ended 31 December 2006.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

Not applicable.

**6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

	<b>The Group</b>			
	Ytd Sept 2007	(Restated) Ytd Sept 2006	3rd Qtr 2007	(Restated) 3rd Qtr 2006
Earnings per ordinary share for the period after deducting any provision for preference dividends:-				
(i) Based on weighted average number of ordinary shares *	US\$0.13	US\$0.10	US\$0.03	US\$0.05
- Weighted average numbers of shares *	4,698,796,340	4,337,351,896	4,987,951,896	4,337,351,896
(ii) On a fully diluted basis	n.a.	n.a.	n.a.	n.a.

\* Comparative figures for earnings per ordinary shares have been adjusted for the sub-division of shares

**7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

	<b>The Group</b>		<b>The Company</b>	
	As at 30 Sept 2007	As at 31 Dec 2006	As at 30 Sept 2007	As at 31 Dec 2006
Net asset value per ordinary share based on existing issued share capital of 4,987,951,896 shares as at 30 September 2007 (31 December 2006: 4,337,351,896 sub-divided shares) *	US\$0.55	US\$0.39	US\$0.34	US\$0.27

\* Comparative figures for net asset value per ordinary shares have been adjusted for the sub-division of shares

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

(in US\$'000)	AGRI-BUSINESS		
For 9-months ended	Indonesia	China <sup>(2)</sup>	Total
<b>Revenue</b>			
30 Sept 2007	909,530	305,946	1,215,476
30 Sept 2006	579,070	247,089	826,159
Increase/(Decrease)	330,460	58,857	389,317
Increase/(Decrease) %	57.1	23.8	47.1
<b>Gross Profit</b>			
30 Sept 2007	398,298	23,234	421,532
30 Sept 2006 (Restated)	189,693	19,590	209,283
Increase/(Decrease) in profit	208,605	3,644	212,249
Increase/(Decrease) %	110.0	18.6	101.4
<b>EBITDA (see note (1))</b>			
30 Sept 2007	344,135	19,436	363,571
30 Sept 2006 (Restated)	155,834	15,323	171,157
Increase/(Decrease) in profit	188,301	4,113	192,414
Increase/(Decrease) %	120.8	26.8	112.4
<b>Interest on borrowings</b>			
30 Sept 2007	27,218	1,468	28,686
30 Sept 2006	23,187	3,043	26,230
Increase/(Decrease)	4,031	(1,575)	2,456
Increase/(Decrease) %	17.4	(51.8)	9.4
<b>Depreciation and amortisation</b>			
30 Sept 2007	33,203	4,486	37,689
30 Sept 2006 (Restated)	28,025	4,211	32,236
Increase/(Decrease)	5,178	275	5,453
Increase/(Decrease) %	18.5	6.5	16.9
<b>Foreign exchange gain(loss)</b>			
30 Sept 2007	(5,130)	1,561	(3,569)
30 Sept 2006	558	1,037	1,595
Increase/(Decrease) in gain	(5,688)	524	(5,164)
Increase/(Decrease) %	n.m.	50.5	n.m.
<b>Exceptional gain(loss)</b>			
30 Sept 2007	73,600	-	73,600
30 Sept 2006 (Restated)	(4,197)	-	(4,197)
Increase in gain	77,797	-	77,797
Increase/(Decrease) %	n.m.	-	n.m.
<b>Share of associates' profit(loss)</b>			
30 Sept 2007	3,426	-	3,426
30 Sept 2006	588	-	588
Increase/(Decrease) in profit	2,838	-	2,838
Increase/(Decrease) %	482.7	-	482.7
<b>Profit before tax</b>			
30 Sept 2007	879,245	15,043	894,288
30 Sept 2006 (Restated)	679,886	9,106	688,992
Increase/(Decrease) in profit	199,359	5,937	205,296
Increase/(Decrease) %	29.3	65.2	29.8
<b>Net profit attributable to equity holders of the Company</b>			
30 Sept 2007	576,311	14,654	590,965
30 Sept 2006 (Restated)	424,338	8,734	433,072
Increase/(Decrease) in profit	151,973	5,920	157,893
Increase/(Decrease) %	35.8	67.8	36.5

Note: (1) This refers to earnings before income tax, minority interests, interest on borrowings, net gain from changes in fair value of biological assets, depreciation and amortisation, foreign exchange gain(loss), exceptional items and share of results from associated companies.

(2) The China Agri-business represents the results of Asia Integrated Agri Resources Ltd (AIAR) group of companies.

(3) n.m. - not meaningful.

## PERFORMANCE FOR THE PERIOD ENDED 30 SEPTEMBER 2007

In line with the upward price trend of crude palm oil ("CPO") prices, the Group's revenue grew 47.1 percent to US\$1.2 billion for 9-month period ended 30 September 2007 ("9 months 2007") as compared to US\$826.2 million during the same period in 2006 ("9 months 2006").

EBITDA increased to US\$363.6 million in 9 months 2007, doubled from US\$171.2 million recorded in the prior period. Net profit attributable to equity holders of the Company rose 36.5 percent to US\$591 million from US\$433.1 million in 9 months 2006.

### REVENUE

About 75 percent of the Group's revenue, amounting to US\$909.5 million, was attributable to Indonesia Agri-business, with China Agri-business contributing the balance of 25 percent or US\$305.9 million.

#### *Indonesia*

The revenue from Indonesia Agri-business, increased 57 percent or US\$330.5 million to US\$909.5 million from US\$579.1 million in 9 months 2006. The average international CPO (CIF Rotterdam) price during the period was US\$727 per ton, about 60 percent higher as compared to the average of US\$454 per ton for the prior period.

The increase in revenue would had been higher if not affected by the lower CPO production in 9 months 2007. CPO production reduced to 1,102,000 tons, about 9 percent lower as compared to 1,207,000 tons in prior period as a result of the El Nino effect. Nonetheless, production yield had begun to recover steadily since the second quarter 2007 as evidenced by the increase of CPO production in the third quarter 2007 by approximately 34,000 tons or about 9% compared to the second quarter of 2007.

#### *China*

Revenue of US\$305.9 million from China Agri-business comprised mainly US\$156.9 million (9 months 2006: US\$102.5 million) from the refinery operations and US\$114.4 million (9 months 2006: US\$121.1 million) from the crushing operations.

Revenue increased by 23.8 percent or US\$58.9 million to US\$305.9 million in 9 months 2007 as compared to US\$247.1 million in 9 months 2006 primarily due to the increase in revenue of refined edible oil products in line with higher selling prices.

The outbreak of swine fever in China has reduced the demand for soybean meal from pig farmers, resulting in lower crushing volume during the period.

### COST OF SALES

The 28.7 percent or US\$177.1 million increase in cost of sales to US\$794 million as compared to US\$616.9 million in 9 months 2006 was primarily attributable to Indonesia Agri-business.

#### *Indonesia*

Cost of sales from Indonesia Agri-business comprised mainly labour, plantation maintenance, manuring and harvesting costs, fresh fruit bunch ("FFB") purchases and CPO purchases for our downstream business.

Cost of sales from Indonesia Agri-business was US\$511.2 million, an increase of 31.3 percent or US\$121.8 million as compared to US\$389.4 million in 9 months 2006, mainly attributable to higher purchase cost for FFB and CPO in line with the higher CPO market price. In certain areas, we purchased CPO / palm kernel due to logistics reasons.

#### *China*

Cost of sales in China Agri-business of US\$282.7 million, comprising mainly purchase cost of soybean and palm oil products, increased 24.3 percent or US\$55.2 million due to higher purchase cost of soybean and palm oil products as a result of higher market prices.

## **GROSS PROFIT**

The overall increase in gross profit was 101.4 percent or US\$212.2 million, from US\$209.3 million in 9 months 2006 to US\$421.5 million. Gross profit margin was also higher at 34.7 percent as compared to 25.3 percent for the same period in 2006, mainly attributable to Indonesia Agri-business.

Gross profit margin of Indonesia Agri-business improved from 32.8 percent in the prior period to 43.8 percent in 9 months 2007 in line with the higher selling prices.

Gross profit margin of China Agri-business fell marginally to 7.6 percent as compared to 7.9 percent in 9 months 2006 due to higher purchase cost of soybean and lower crushing utilisation rate.

## **NET GAIN FROM CHANGES IN FAIR VALUE OF BIOLOGICAL ASSETS**

Net gain from changes in fair value of biological assets was US\$523.6 million in 9 months 2007 as compared to US\$578.3 million in 9 months 2006.

This gain was recognised in accordance with International Accounting Standard (“IAS”) No. 41, whereby the biological assets are stated at fair value less estimated point-of-sale costs from initial recognition up to the point of harvest. The fair value of plantations is determined based on the present value of their expected net cash inflows. Any resultant gains or losses arising from changes in fair value are recognised in the income statement.

## **OPERATING EXPENSES**

- ***Selling expenses***

Selling expenses comprised mainly transportation, advertising and promotion, export tax and salaries. The 68.7 percent or US\$17.8 million increase from US\$26 million in 9 months 2006 to US\$43.8 million was primarily due to higher export taxes incurred as a result of the increase in export tax rates in Indonesia.

- ***General and administrative expenses***

General and administrative expenses included salaries and related expenses, rent, tax and licenses, depreciation, repairs and maintenance, and professional fees. The 19 percent or US\$9.5 million increase from US\$49.8 million in 9 months 2006 to US\$59.3 million was mainly attributable to the inclusion of expenses from subsidiaries acquired during the period and higher salary and related expenses in Indonesia Agri-business.

## **FINANCIAL EXPENSES, NET**

Net financial expenses comprised net interest expenses (after deducting interest income), amortisation of deferred loan charges and other finance charges. The net financial expenses remained about constant at US\$23.2 million as compared to US\$22.4 million in 9 months 2006.

## **FOREIGN EXCHANGE (LOSS) GAIN**

The US\$3.6 million foreign exchange loss was mainly attributable to loss on translation of net Indonesian Rupiah (“IDR”) monetary assets of Indonesia Agri-business to US Dollar (“USD”) and loss on conversion of Singapore Dollar cash balances to USD during the period.

## **SHARE OF RESULTS OF ASSOCIATED COMPANIES, NET**

The Group's share of associated companies' profit (net) was US\$3.4 million (9 months 2006: US\$0.6 million) mainly attributable to better results from P.T. Dami Mas Sejahtera and P.T. Sinar Oleochemical International in the Indonesia Agri-business.

## **EXCEPTIONAL GAIN**

The exceptional gain of US\$73.6 million was mainly attributable to the negative goodwill arising from exercise of the option related to a convertible loan, to acquire new subsidiaries.

## **TAX**

The significant increase in income tax expense by 26 percent or US\$49.5 million from US\$190.1 million in 9 months 2006 to US\$239.5 million was mainly due to higher taxable profit in certain subsidiaries in Indonesia.

No group relief is available for set-off of taxable profits against tax losses of companies within the Group.

## **MINORITY INTERESTS**

Minority interests' share of profit remained about the same at US\$63.8 million as compared to US\$65.9 million in 9 months 2006.

### **9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results**

Not applicable.

### **10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

With the increasing demand for palm oil, particularly from China and India, and the growing interest in the bio-diesel sector, the palm oil outlook remains positive. Moreover, the health concerns about trans-fatty acids in hydrogenated oil will also increase the demand in the countries where traditionally palm oil consumption is limited.

Our short-term yields and productivity were affected by the low rainfall in Indonesia resulting from the El Nino weather patterns. However, with the improving weather conditions, our yield has recovered steadily since the second quarter of 2007. We will continue to strive to increase production through further improving operational efficiency and plantation management techniques, improved transportation infrastructures and construction of additional CPO mills.

Operating environment of the China Agri-business remains challenging given the upward commodity price trend, which include soybean prices. Our crushing volume and our margins were affected by high soybean prices and lower demand as a result of the outbreak of swine fever in China. Amidst the highly competitive operating environment, we will strive to manage our costs and to increase sales of various palm-based products in order to expand our presence in the China market.

**11. Dividend**

***(a) Current Financial Period Reported On***

Any dividend declared for the current financial period reported on? None.

***(b) Corresponding Period of the Immediately Preceding Financial Year***

Any dividend declared for the corresponding period of the immediately preceding financial year? None.

***(c) Date payable***

Not applicable.

***(d) Books closure date***

Not applicable.

**12. If no dividend has been declared/recommendeded, a statement to that effect**

No dividend has been declared for the quarters ended 30 June 2007 and 30 September 2007.

An interim dividend of S\$0.02 per share (tax exempt) in respect of the first quarter ended 31 March 2007 was paid on 13 June 2007.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT  
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

Not applicable.

**14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Not applicable.

**15. A breakdown of sales**

Not applicable.

**16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year**

Not applicable.



## 17. Interested persons transactions disclosure

Name of interested person	Aggregate value of all interested person transactions during the Period under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)
	3Q2007	3Q2007
	US\$	US\$
Ningbo Asia Pulp & Paper Co., Ltd	Nil	141,446
Ningbo Zhonghua Paper Co., Ltd	Nil	90,726
PT Asuransi Sinar Mas	Nil	282,281
PT Bank Sinarmas	Nil	10,394,202*
PT Cakarawala Mega Indah	Nil	478,964
PT Rolimex Kimia Nusamas	Nil	84,678
PT Sinar Jati Mitra	Nil	260,124
Wuhan Jin Ding Foodstuff Co., Ltd	Nil	337,615
Zhuhai Huafeng Food Industry (Group) Co., Ltd	Nil	970,522
<b>Total</b>	<b>Nil</b>	<b>13,040,558</b>

Note:

\* Principal amount as at 30 September 2007 is approximately USD5.16 million.

## 18. CONFIRMATION PURSUANT TO THE RULE 705(4) OF THE LISTING MANUAL

We, Simon Lim and Rafael Buhay Concepcion, Jr., being two directors of Golden Agri-Resources Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to their attention which would render the third quarter and nine months ended 30 September 2007 unaudited financial results to be false or misleading.

On behalf of the board of directors

Simon Lim  
Director

Rafael Buhay Concepcion, Jr.  
Director

14 November 2007

## BY ORDER OF THE BOARD

Simon Lim  
Director  
14 November 2007

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## **ABOUT GOLDEN AGRI-RESOURCES LTD**

*GAR operates a total planted area of 352,000 hectares, as well as 31 palm oil processing mills, two refineries and four kernel crushing plants in Indonesia.*

*The GAR Group's primary activities include cultivating and harvesting of oil palm trees; processing of fresh fruit bunches into crude palm oil ("CPO") and palm kernel oil; and refining CPO into value-added products such as cooking oils, margarine and shortening.*

*In December 2005, GAR expanded its operations into China including refineries, deep sea port and oil-seed crushing facilities in Ningbo and Zhuhai.*

*The GAR Group of companies employs about 36,700 people with strong local, regional and international knowledge and experience. The Group's revenue in 2006 was US\$1.1 billion. It has been listed on the Singapore Exchange since 1999.*

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Submitted by Kimberley Lye Chor Mei, Senior Manager on 14/11/2007 to the SGX