

GOLDEN AGRI-RESOURCES LTD
Full Year 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 YEAR ENDED 31 DECEMBER 2006**

	Full Year 2006 <u>US\$'000</u>	(Restated) Full Year 2005 <u>US\$'000</u>	Change %	4th Qtr 2006 <u>US\$'000</u>	(Restated) 4th Qtr 2005 <u>US\$'000</u>	Change %
Revenue	1,129,587	819,286	37.9	303,428	286,542	5.9
Cost of sales	(859,773)	(618,908)	38.9	(242,897)	(225,171)	7.9
Gross Profit	<u>269,814</u>	<u>200,378</u>	34.7	<u>60,531</u>	<u>61,371</u>	(1.4)
Net gain from changes in fair value of biological assets	615,951	229,970	167.8	37,475	10,072	272.1
Operating expenses						
Selling expenses	(35,744)	(28,721)	24.5	(9,765)	(13,127)	(25.6)
General and administrative expenses	(72,249)	(59,661)	21.1	(22,413)	(16,523)	35.6
Total operating expenses	<u>(107,993)</u>	<u>(88,382)</u>	22.2	<u>(32,178)</u>	<u>(29,650)</u>	8.5
Operating profit	777,772	341,966	127.4	65,828	41,793	57.0
Other income(expenses)						
Financial income	5,179	7,334	(29.4)	1,274	1,864	(31.7)
Financial expenses	(34,157)	(28,101)	21.6	(7,853)	(6,505)	20.7
Share of results of associated companies, net	(100)	(294)	(66.0)	(688)	(645)	6.7
Foreign exchange gain(loss)	1,401	(2,031)	n.m.	(194)	(1,222)	(84.1)
Other operating income, net	5,567	9,317	(40.2)	4,600	4,869	(5.5)
	<u>(22,110)</u>	<u>(13,775)</u>	60.5	<u>(2,861)</u>	<u>(1,639)</u>	74.6
Exceptional items						
Negative goodwill written off	-	13,024	(100.0)	-	(6,862)	(100.0)
Option redemption fee	(17,800)	-	n.m.	(17,800)	-	n.m.
Impairment loss on:						
Inventory	(504)	-	n.m.	(47)	-	n.m.
Financial assets, net	(2,897)	-	n.m.	349	-	n.m.
Property, plant and equipment	(316)	(83)	280.7	(316)	(83)	280.7
(Loss)Profit on disposal of:						
Property, plant and equipment	-	(2,001)	(100.0)	-	206	(100.0)
Interest in subsidiaries	6,438	(1,466)	n.m.	6,438	-	n.m.
	<u>(15,079)</u>	<u>9,474</u>	n.m.	<u>(11,376)</u>	<u>(6,739)</u>	68.8
Profit before tax	740,583	337,665	119.3	51,591	33,415	54.4
Tax	(201,052)	(76,929)	161.3	(10,999)	10,361	n.m.
Profit for the year/period	<u>539,531</u>	<u>260,736</u>	106.9	<u>40,592</u>	<u>43,776</u>	(7.3)
Attributable to:						
Equity holders of the Company	470,533	233,130	101.8	37,462	42,327	(11.5)
Minority interests	68,998	27,606	149.9	3,130	1,449	116.2
	<u>539,531</u>	<u>260,736</u>	106.9	<u>40,592</u>	<u>43,776</u>	(7.3)

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, Biological Assets

ADDITIONAL INFORMATION

(A) Earnings before tax, minority interests, interest on borrowings, depreciation and amortisation, foreign exchange gain(loss), exceptional items and share of results of associated companies ("EBITDA")

	Full Year 2006 <u>US\$'000</u>	(Restated) Full Year 2005 <u>US\$'000</u>	Change %	4th Qtr 2006 <u>US\$'000</u>	(Restated) 4th Qtr 2005 <u>US\$'000</u>	Change %
Earnings before tax, minority interests, interest on borrowings, depreciation and amortisation, foreign exchange gain(loss), exceptional items and share of results of associated of associated companies ("EBITDA")	214,812	162,565	32.1	44,310	48,765	(9.1)
Net gain from changes in fair value of biological assets	615,951	229,970	167.8	37,475	10,072	272.1
Interest on borrowings	(34,058)	(27,709)	22.9	(7,828)	(6,437)	21.6
Depreciation and amortisation	(42,344)	(34,310)	23.4	(10,108)	(10,381)	(2.6)
Foreign exchange gain(loss)	1,401	(2,031)	n.m.	(194)	(1,222)	(84.1)
Exceptional items, net	(15,079)	9,474	n.m.	(11,376)	(6,737)	68.9
Profit before tax, minority interests, but after interest on borrowings, depreciation and amortisation, exchange gain(loss) and exceptional items	<u>740,683</u>	<u>337,959</u>	119.2	<u>52,279</u>	<u>34,060</u>	53.5
Share of results of associated companies, net	(100)	(294)	(66.0)	(688)	(645)	6.7
Profit before tax	<u><u>740,583</u></u>	<u><u>337,665</u></u>	119.3	<u><u>51,591</u></u>	<u><u>33,415</u></u>	54.4

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, Biological Assets.

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	(Restated)	As at	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
	US\$'000	US\$'000	US\$'000	US\$'000
Assets				
Current Assets				
Cash and cash equivalents	130,388	79,988	1,429	1,494
Short-term investments	3,658	21,142	-	-
Due from a related party	-	3,304	-	-
Trade receivables	45,510	49,282	-	-
Other receivables (note (a))	100,270	64,885	-	-
Inventories	144,174	143,335	-	-
	424,000	361,936	1,429	1,494
Non-Current Assets				
Long-term receivables (note (b))	139,381	94,657	45,000	45,000
Subsidiary companies	-	-	1,167,698	1,184,102
Associated companies	17,866	18,047	-	-
Property, plant and equipment	711,992	647,962	-	-
Biological assets	1,616,502	968,927	-	-
Deferred income tax	23,352	18,173	-	-
Deferred charges	5,608	4,580	-	-
Brands and trademarks	2,562	2,882	-	-
Goodwill	44,099	26,060	-	-
	2,561,362	1,781,288	1,212,698	1,229,102
Total Assets	2,985,362	2,143,224	1,214,127	1,230,596

Note:

- (1) Certain comparatives have been restated to account for the retrospective adjustments arising from the adoption of IAS 41, Biological Assets

UNAUDITED BALANCE SHEETS (cont'd)

(Amounts in United States dollars)

	Group		Company	
	As at		As at	
	31/12/2006	(Restated)	31/12/2006	31/12/2005
	US\$'000	31/12/2005	US\$'000	US\$'000
		US\$'000		
Liabilities and Equity				
Current Liabilities				
Short-term loans	186,760	158,448	3,500	3,500
Trade payables	114,067	139,317	-	-
Other payables (note(c))	41,122	41,096	31,853	34,815
Taxes payable	5,236	3,355	2	4
Obligations under finance leases	731	715	-	-
	<u>347,916</u>	<u>342,931</u>	<u>35,355</u>	<u>38,319</u>
Non-Current Liabilities				
Obligations under finance leases	640	1,327	-	-
Long-term borrowings	289,305	207,040	-	-
Deferred income tax	415,062	209,302	-	-
Long-term payables	11,143	8,713	-	-
	<u>716,150</u>	<u>426,382</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>1,064,066</u>	<u>769,313</u>	<u>35,355</u>	<u>38,319</u>
Equity attributable to equity holders of the Company				
Issued capital	216,867	216,867	216,867	216,867
Share premium	296,595	296,595	931,465	931,465
Other paid-in capital	184,318	184,318	-	-
Other reserve	188	3,568	-	-
Hedging reserve	-	(1,853)	-	-
Foreign currency translation reserve	1,942	196	-	-
Cumulative translation adjustments	(16,684)	(16,684)	-	-
Retained earnings	1,021,646	564,667	30,440	43,945
	<u>1,704,872</u>	<u>1,247,674</u>	<u>1,178,772</u>	<u>1,192,277</u>
Minority interests	216,424	126,237	-	-
Total equity	<u>1,921,296</u>	<u>1,373,911</u>	<u>1,178,772</u>	<u>1,192,277</u>
Total Liabilities and Equity	<u><u>2,985,362</u></u>	<u><u>2,143,224</u></u>	<u><u>1,214,127</u></u>	<u><u>1,230,596</u></u>

UNAUDITED BALANCE SHEETS (Cont'd)

Note:

(a) Other Receivables

	Group		Company	
	As at		As at	
	31/12/2006 US\$'000	(Restated) 31/12/2005 US\$'000	31/12/2006 US\$'000	31/12/2005 US\$'000
Prepaid expenses	4,539	3,015	-	-
Prepaid value added tax, net	21,689	9,349	-	-
Others	60,548	37,400	-	-
	86,776	49,764	-	-
Related parties	13,494	15,121	-	-
	100,270	64,885	-	-

(b) Long-Term Receivables

	Group		Company	
	As at		As at	
	31/12/2006 US\$'000	(Restated) 31/12/2005 US\$'000	31/12/2006 US\$'000	31/12/2005 US\$'000
Associated company	5,651	5,503	-	-
Related party	13,584	7,467	-	-
	19,235	12,970	-	-
Loans receivable	57,803	45,000	45,000	45,000
Tax recoverable	32,840	21,563	-	-
Advances for plasma/KKPA program plantations, net	8,085	6,285	-	-
Advances for project and purchase of fixed assets	4,075	1,892	-	-
Land clearing	12,045	1,107	-	-
Advances for investments in land	2,553	2,553	-	-
Others	2,745	3,287	-	-
	139,381	94,657	45,000	45,000

(c) Other Payables

	Group		Company	
	As at		As at	
	31/12/2006 US\$'000	(Restated) 31/12/2005 US\$'000	31/12/2006 US\$'000	31/12/2005 US\$'000
Advances from customers	10,351	5,653	-	-
Accrued expenses	9,222	9,556	356	277
Others	18,897	19,278	-	292
	38,470	34,487	356	569
Related parties	2,652	6,609	31,497	34,246
	41,122	41,096	31,853	34,815

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

	As at 31/12/2006			As at 31/12/2005		
	US\$'000			US\$'000		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Amount repayable in one year or less, or on demand	176,779	10,712	187,491	148,984	10,179	159,163
Amount repayable after one year	263,489	26,456	289,945	159,645	48,722	208,367
Total	440,268	37,168	477,436	308,629	58,901	367,530

Details of any collateral

The secured loans are collateralised by certain inventories, trade receivables, biological assets and property, plant and equipment. In addition, certain related parties have issued corporate guarantees in favour of the lenders in relation to certain of the loans.

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 YEAR ENDED 31 DEC 2006

	Full Year 2006 US\$'000	(Restated) Full Year 2005 US\$'000
Cash flows from operating activities		
Profit before tax	740,583	337,665
Adjustments for:		
Net gain from changes in fair value of biological assets	(615,951)	(229,970)
Depreciation	41,901	33,306
Amortisation	443	1,004
Unrealised foreign exchange loss(gain) on short-term loans, long-term borrowings and receivables, net	1,866	(3,050)
Gain on conversion of project plasma plantations	(12)	(282)
Share of results of associated companies, net	100	294
(Gain)Loss on disposal of interests in subsidiaries	(6,438)	1,466
Loss on disposal and write off of:		
Property, plant and equipment	790	2,314
Biological assets	216	214
Write off of negative goodwill	-	(13,024)
Impairment loss charged(write-back) on :		
Inventories, net	369	(824)
Financial assets, net	2,929	73
Property, plant and equipment	316	83
Interest income	(5,179)	(7,334)
Interest expense	34,058	27,709
Operating cashflows before working capital changes	195,991	149,644

**UNAUDITED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DEC 2006 (Cont'd)**

	Full Year 2006 <u>US\$'000</u>	(Restated) Full Year 2005 <u>US\$'000</u>
Operating cashflows before working capital changes	195,991	149,644
Changes in operating assets and liabilities:		
Trade receivables	3,679	(3,857)
Other receivables	(42,767)	(7,356)
Inventories	2,877	(20,146)
Trade payables	(23,214)	(2,822)
Other payables	(42,867)	(2,227)
Cash generated from operations	93,699	113,236
Tax refund	3,831	3,962
Interest received	6,136	4,251
Interest paid	(36,005)	(34,974)
Net cash from operating activities	67,661	86,475
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	5,017	5,966
Proceeds from sale of biological assets	7,465	8,785
Capital expenditure on property, plant and equipment	(78,720)	(56,694)
Capital expenditure on biological assets	(18,164)	(9,633)
Decrease in short-term investments	41,925	18,890
Repayment of current accounts and deposits with a related party	3,340	118,156
Investments in Plasma/KKPA program plantations, net	(1,788)	2,158
(Increase)decrease in long-term receivables from related parties	(6,265)	62,034
Dividend received	-	215
Proceeds from sale of interests in subsidiaries	22,503	1,390
Acquisition of subsidiaries, net of cash acquired	(57,476)	(121,672)
Investments in software development	-	(199)
Increase in deferred land rights	(234)	(1,245)
(Increase)decrease in other receivables	(23,567)	608
Net cash (used in)from investing activities	(105,964)	28,759
Cash flows from financing activities		
Proceeds from short-term loans	86,692	57,131
Proceeds from long-term borrowings	236,291	8,119
Payment of dividends	(13,554)	-
Payments of short-term loans	(71,420)	(47,051)
Payments of long-term borrowings	(140,676)	(103,483)
Decrease in trade financing	-	(795)
Decrease in trust receipt payables	(5,411)	(1,521)
Cash subscribed from minority shareholders	-	1,165
Deferred loan charges and long-term bank loan administration costs	(3,219)	(200)
Decrease(increase) in time deposits pledged	3,308	(4,257)
Net cash from(used in) financing activities	92,011	(90,892)
Net increase in cash and cash equivalents	53,708	24,342
Cash and cash equivalents at beginning of the year (See Note)	75,731	51,389
Cash and cash equivalents at end of the year	129,439	75,731
Note:		
Cash and cash equivalents included in consolidated cash flow consist of the following:		
	2006 <u>US\$'000</u>	2005 <u>US\$'000</u>
Time deposits, cash and bank balances	130,388	79,988
Less: Time deposits pledged	(949)	(4,257)
	<u>129,439</u>	<u>75,731</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

The Group	-----Attributable to Equity Holders of the Company-----									Minority Interests	Total Equity
	Issued Capital	Share Premium	Other Paid-in Capital	Other Reserve	Hedging Reserve	Foreign Currency Translation Reserve	Retained Earnings	Cumulative Translation Adjustment	Total		
	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 year	-	-	-	-	-	-	470,533	-	470,533	68,998	539,531
Dividends	-	-	-	-	-	-	(13,554)	-	(13,554)	-	(13,554)
Arising from acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	3,792	3,792
Change of interest in subsidiaries	-	-	-	(907)	-	-	-	-	(907)	16,905	15,998
Asset revaluation reserve	-	-	-	1,119	-	-	-	-	1,119	265	1,384
Reversal of option reserve upon redemption	-	-	-	(3,592)	-	-	-	-	(3,592)	-	(3,592)
Change in fair value of hedging derivatives	-	-	-	-	1,853	-	-	-	1,853	-	1,853
Foreign currency translation	-	-	-	-	-	1,746	-	-	1,746	227	1,973
Net gain(loss) recognised directly in equity	-	-	-	(3,380)	1,853	1,746	-	-	219	21,189	21,408
Balance as at 31 Dec 2006	216,867	296,595	184,318	188	-	1,942	1,021,646	(16,684)	1,704,872	216,424	1,921,296

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

The Group	←-----Attributable to Equity Holders of the Company-----→									Minority	Total
	Issued Capital	Share Premium	Other Paid-in Capital	Other Reserve	Hedging Reserve	Foreign Currency Translation Reserve	Retained Earnings	Cumulative Translation Adjustment	Total	Interests	Equity
	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 2005 ⁽¹⁾	216,867	296,595	184,318	9,031	-	-	122,473	(16,684)	812,600	34,993	847,593
Effect of adopting											
-IAS 41	-	-	-	(5,457)	-	-	209,064	-	203,607	20,587	224,194
Balance as at 1 Jan 2005, restated	216,867	296,595	184,318	3,574	-	-	331,537	(16,684)	1,016,207	55,580	1,071,787
Profit for the year, restated	-	-	-	-	-	-	233,130	-	233,130	27,606	260,736
Additional investment in subsidiaries	-	-	-	-	-	-	-	-	-	28,422	28,422
Asset revaluation reserve, restated	-	-	-	(6)	-	-	-	-	(6)	-	(6)
Arising from acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	13,436	13,436
Cash subscribed from minority shareholders	-	-	-	-	-	-	-	-	-	1,165	1,165
Decrease in fair value of hedging derivatives	-	-	-	-	(1,853)	-	-	-	(1,853)	-	(1,853)
Foreign currency translation	-	-	-	-	-	196	-	-	196	28	224
Net gain(loss) Recognised directly in equity, restated	-	-	-	(6)	(1,853)	196	-	-	(1,663)	43,051	41,388
Balance as at 31 Dec 2005, restated	216,867	296,595	184,318	3,568	(1,853)	196	564,667	(16,684)	1,247,674	126,237	1,373,911

Note:

(1) The balance as at 1 January 2005 have been restated to take into account the adjustments arising from adoption of IFRS 3 detailed in Note 2 of 2005 Annual Report of the Group.

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

The Company	Share Capital	Share Premium	Retained Earnings	Total
	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Jan 2006	216,867	931,465	43,945	1,192,277
Profit for the year	-	-	49	49
Dividends	-	-	(13,554)	(13,554)
Balance as at 31 Dec 2006	<u>216,867</u>	<u>931,465</u>	<u>30,440</u>	<u>1,178,772</u>
Balance as at 1 Jan 2005	216,867	931,465	42,227	1,190,559
Profit for the year	-	-	1,718	1,718
Balance as at 31 Dec 2005	<u>216,867</u>	<u>931,465</u>	<u>43,945</u>	<u>1,192,277</u>

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 change to the issued share capital of the Company since 31 December 2005.

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

1. Biological Assets

During 2006, the Group changed its accounting policy for the measurement of biological assets. Previously, the Group measured the biological assets at cost or revalued amount less accumulated depreciation and impairment losses. The biological assets are now measured at fair value less estimated point-of-sale costs from initial recognition up to the point of harvest, with any resultant gain or loss recognised in the income statement. The fair value of the biological assets is estimated by reference to independent professional valuations using the discounted cash flows of the underlying biological assets.

This change in accounting policy has been accounted for retrospectively, and the comparative financial statement for the year ended 31 December 2005 has been restated with the following changes:

	DR/(CR)
	<u>US\$'000</u>
Biological Assets	345,938
Minority Interests	5,788
Other reserves	121,821
Retained earnings	(367,592)
Deferred tax liabilities	(105,955)

2. Adoption of New/Revised International Financial Reporting Standards ("IFRS")

During 2006, the Group has adopted the following new and revised IFRS and Interpretations issued by the International Accounting Board ("IASB") and the International Financial Reporting Interpretation Committee of the IASB that are relevant to its operations, and effective for the accounting periods beginning on 1 January 2006:

IAS 19 Amendments	-	Employee Benefits
IAS 21 Amendments	-	The Effect of Changes in Foreign Exchange Rates
IAS 39 Amendments	-	Financial Instrument: Recognition and Measurement
IFRIC 4	-	Determining whether an Arrangement contains a Lease

The adoption of the above mentioned IFRSs and Interpretation had no significant impact on the Group's financial statements.

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

See above.

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

The Group			
Full Year 2006	(Restated) Full Year 2005	4th Qtr 2006	(Restated) 4th Qtr 2005
Earnings per ordinary share for the period after deducting any provision for preference dividends:-			
(i) Based on weighted average number of ordinary shares in issue	USD21.70 cents	USD10.75 cents	USD1.72 cents
(ii) On a fully diluted basis	n.a.	n.a.	n.a.
			USD1.95cents

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

	The Group		The Company	
	As at 31 Dec 2006	(Restated) As at 31 Dec 2005	As at 31 Dec 2006	As at 31 Dec 2005
Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on	USD78.61cents	USD57.53cents	USD54.35 cents	USD54.98cents

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 the year ended	Indonesia	China ⁽²⁾	Total
Revenue			
31 Dec 2006	796,688	332,899	1,129,587
31 Dec 2005	723,740	95,546*	819,286
Increase/(Decrease)	72,948	237,353	310,301
Increase/(Decrease) %	10.1	n.m.	37.9
Gross Profit			
31 Dec 2006	240,118	29,696	269,814
31 Dec 2005 (restated)	194,969	5,409*	200,378
Increase/(Decrease) in profit	45,149	24,287	69,436
Increase/(Decrease) %	23.2	n.m.	34.7
EBITDA (see note (1))			
31 Dec 2006	190,758	24,054	214,812
31 Dec 2005	154,404	8,161*	162,565
Increase/(Decrease) in profit	36,354	15,893	52,247
Increase/(Decrease) %	23.5	n.m.	32.1
Interest on borrowings			
31 Dec 2006	32,029	2,029	34,058
31 Dec 2005	26,668	1,041*	27,709
Increase/(Decrease)	5,361	988	6,349
Increase/(Decrease) %	20.1	n.m.	22.9
Depreciation and amortisation			
31 Dec 2006	36,687	5,657	42,344
31 Dec 2005 (restated)	31,882	2,428*	34,310
Increase/(Decrease)	4,805	3,229	8,034
Increase/(Decrease) %	15.1	n.m.	23.4
Foreign exchange gain(loss)			
31 Dec 2006	(112)	1,513	1,401
31 Dec 2005	(2,149)	118*	(2,031)
Increase/(Decrease) in gain	2,037	1,395	3,432
Increase/(Decrease) %	94.8	n.m.	n.m.
Exceptional (loss)gain			
31 Dec 2006	2,721	(17,800)	(15,079)
31 Dec 2005 (restated)	9,474	-*	9,474
Increase in loss	(6,753)	(17,800)	(24,553)
Increase/(Decrease) %	(71.3)	n.m.	n.m.
Share of associates' profit (loss)			
31 Dec 2006	(100)	-	(100)
31 Dec 2005	(294)	-*	(294)
Increase/(Decrease) in profit	194	-	194
Increase/(Decrease) %	66.0	-	(66.0)
Profit before tax			
31 Dec 2006	740,614	(31)	740,583
31 Dec 2005 (restated)	332,855	4,810*	337,665
Increase/(Decrease) in profit	407,759	(4,841)	402,918
Increase/(Decrease) %	122.5	n.m.	119.3
Net profit attributable to equity holders of the Company			
31 Dec 2006	471,145	(612)	470,533
31 Dec 2005 (restated)	228,146	4,984*	233,130
Increase/(Decrease) in profit	242,999	(5,596)	237,403
Increase/(Decrease) %	106.5	n.m.	101.8

Note: (1) This refers to earnings before income tax, minority interests, interest on borrowings, 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.

* This represents results for last quarter of 2005 as China Agri-business was acquired in the last quarter of 2005.

PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2006

Revenue of the Group grew 37.9 percent to US\$1,129.6 million for the year ended 31 December 2006 ("FY 2006") compared to US\$819.3 million in prior year 2005 ("FY 2005").

Operating profit increased to US\$777.8 million from US\$342 million in FY2005. Net profit attributable to equity holders of the Company of US\$470.5 million in FY2006 was double as compared to US\$233.1 million recorded in FY2005.

The Group's FY2006 results included:

- full year 2006 results of the China Agri-business acquired in the last quarter of 2005; and
- the net gain from changes in fair value of biological assets, oil palm plantations in Indonesia, in accordance with the International Accounting Standard ("IAS") 41, Biological Assets with effect from 1 January 2006. This adoption was recognized retrospectively and prior year results have been restated.

REVENUE

The increase in revenue of 37.9 percent or US\$310.3 million was mainly due to inclusion of revenue from China Agri-business operations which was acquired in the last quarter of 2005 and higher contribution from Indonesia Agri-business.

Of the Group revenue of US\$1,129.6 million in FY2006, about 70.5 percent or US\$796.7million was from Indonesia Agri-business, with the balance 29.5 percent or US\$332.9 million from China Agri-business.

Indonesia

The 10.1 percent or US\$72.9 million increase in revenue of Indonesia Agri-business from US\$723.7 million in FY2005 to US\$796.7 million was primarily contributed by the higher realizable selling price in line with the higher price of crude palm oil ("CPO") price in FY2006. Average international CPO (CIF Rotterdam) price was US\$475 per ton for FY2006, about 13.1 percent higher as compared to US\$420 per ton in FY2005.

CPO production in FY2006 was 1,553,000 tons, increased 5 percent from 1,479,000 tons in FY2005. Fresh fruit bunch ("FFB") yield per hectare improved from 21.4 tons in FY2005 to 22.1 tons in FY2006.

The production would have been higher if it were not for the drought in some of our plantations in Indonesia during the last quarter of 2006.

China

Revenue contribution from the China Agri-business of US\$332.9 million in FY2006 comprised mainly US\$159.6 million from the crushing operations and US\$150.5 million from refinery operations.

The US\$95.6 million in FY2005 reflected the revenue for the last quarter 2005 after the acquisition.

COST OF SALES

Cost of sales rose 38.9 percent or US\$240.9 million from US\$618.9 million in FY2005 to US\$859.8 million, mainly attributable to the inclusion of full year US\$303.2 million cost of sales from China Agri-business.

Indonesia

Cost of sales from Indonesia Agri-business consisted of mainly plantation maintenance, manuring and harvesting costs, FFB purchases and CPO purchases for downstream refinery.

Cost of sales from Indonesia Agri-business increased by 5.1 percent or US\$26.8 million to US\$556.6 million in FY2006 as compared to US\$529.8 million in FY2005 mainly due to higher FFB purchase price.

China

Cost of sales in China Agri-business of US\$303.2 million comprised mainly purchase cost of soybean.

GROSS PROFIT

Gross profit improved 34.7 percent or US\$69.4 million to US\$269.8 million in FY2006 compared to US\$200.4 million in FY2005. Overall gross profit margin was 24 percent.

Gross profit margin of Indonesia Agri-business increased from 27 percent in FY2005 to 30 percent in FY2006 mainly due to higher realised selling price in line with higher CPO price.

Gross profit margin of China Agri-business was 9 percent as compared to 6 percent in FY2005.

NET GAIN FROM CHANGES IN FAIR VALUE OF BIOLOGICAL ASSETS

In compliance with IAS 41, with effect from 1 January 2006, 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 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. This change in accounting policy was recognized retrospectively and FY2005 comparatives have been restated.

As a result, the Group recognized US\$616 million net gain from the changes in fair value of biological assets in FY2006 as compared to US\$230 million recorded in FY2005.

OPERATING EXPENSES

- ***Selling expenses***

Selling expenses, comprising mainly transportation, advertising and promotion, export tax and salaries, increased 24.5 percent or US\$7 million from US\$28.7 million in FY2005 to US\$35.7 million in FY2006 mainly due to the inclusion of selling expenses of US\$6.8 million from China Agri-business.

- ***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 increase of 21.1 percent or US\$12.6 million to US\$72.2 million as compared to US\$59.7 million in FY2005 mainly due to China Agri-business amounting to US\$5.2 million and higher salary and related expenses recorded 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. Net financial expenses increased 39.5 percent or US\$8.2 million from US\$20.8 million in FY2005 to US\$29 million in FY2006 mainly due to the inclusion US\$1.6 million net interest expenses from China Agri-business, and higher loan balance during FY2006 in Indonesia Agri-business.

FOREIGN EXCHANGE GAIN (LOSS)

Foreign exchange gain was US\$1.4 million in FY2006 as compared to US\$2 million loss in FY2005. This was primarily due to US\$1.5 million gain from China Agri-business arising from the translation of U.S. Dollar ("USD") payables to renminbi ("RMB") due to the strengthening of RMB against USD during FY2006, from USD1 to RMB8.1 end of 2005 to RMB7.8 end of 2006.

EXCEPTIONAL LOSS

The net exceptional loss of US\$15.1 million was mainly attributable to the following:

- US\$3.7 million provision made relating to certain assets in certain subsidiaries;
- US\$17.8 million paid upon the surrender of the option in accordance with the terms of a loan agreement; and
- US\$6.4 million gain on disposal of our interests in a subsidiary.

TAX

Income tax expense was US\$201.1 million in FY2006 as compared to US\$76.9 million in FY2005. The significant increase is mainly related to higher deferred tax expenses of approximately US\$110.4 million provided for net gain in changes in fair value of biological assets following the adoption of IAS 41 in FY 2006. No group relief is available for set-off of taxable profits against tax losses of companies within the Group.

MINORITY INTERESTS

The significant increase in minority interests' share of US\$41.4 million from US\$27.6 million in FY2005 to US\$69 million in FY2006 was mainly due to minority interest share of higher net gain from changes in fair value of biological assets following the adoption of IAS 41 in FY2006 recorded by P.T. Sinar Mas Agro Resources and Technology Tbk ("SMART") and its subsidiaries in Indonesia Agri-business.

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

Climatic conditions, CPO prices, foreign exchange rates movement, and developments in Indonesia and China will continue to have an impact to the Group's performance.

The outlook for palm oil remains positive. Health concerns about trans-fatty acids in hydrogenated oil and the lifting by the Chinese Government of its import quota on palm oil is expected to boost the demand for palm oil, as China is the fastest growing market for palm oil products.

In addition, growing interest to use palm oil as an alternative energy source (bio-diesel) is expected to further increase the demand for palm oil. The Group, through its subsidiary has started the construction of bio-diesel plant in Dumai, Sumatra with total capacity of 400,000 ton per year.

Rainfall was lower in Indonesia during the last quarter of 2006 and should rainfall remain below normal in 2007, our short-term yields and productivity could be affected. We will nonetheless continue to strive to increase production through improving plantation management techniques, improved transportation infrastructures and construction of additional CPO mills.

The China Agri-business is expected to face challenging market conditions with the increase in soybean prices in line with the increase in overall commodity prices. The Group is in the process to strategically develop and grow our presence by introducing various palm-based products to the China market through the platform of our China Agri-business.

As announced on 9 January 2007, SMART had entered into a Memorandum of Understanding with China National Offshore Oil Corporation ("CNOOC") and Hong Kong Energy (Holdings) Ltd (foreign partners) for the proposed development of integrated CPO based bio-diesel, sugar cane and/or cassava based bioethanol projects in Kalimantan and Papua, Indonesia. Discussions are currently underway to finalise the terms of the proposed development.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend:	First and final
Dividend Type:	Cash
Dividend Amount per Share:	USD1.4cent per ordinary share (tax exempt)
Par Value of Shares:	USD10cents
Tax Rate:	Nil

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes.

Name of Dividend:	First and final
Dividend Type:	Cash
Dividend Amount per Share:	SGD1cent per ordinary share (tax exempt)
Par Value of Shares:	USD10cents
Tax Rate:	Nil

(c) Date payable

If approved by shareholders at the forthcoming Annual General Meeting, the first and final dividend will be paid on 16 May 2007.

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 4 May 2007 on which day no share transfer will be effected. Duly completed transfers received by the Company's Share Registrar, B.A.C.S. Private Limited, 63 Cantonment Road, Singapore 089758, up to the close of business at 5.00 p.m. on 3 May 2007 will be registered to determine shareholders' entitlements to the proposed first and final dividend.

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

Not applicable.

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

GEOGRAPHICAL SEGMENT

For management purposes, the Group is currently organised into two geographical operating divisions, namely Indonesia Agri-business and China Agri-business. These divisions are the basis on which the Group reports its primary segment information. Principal activities are as follows:

Indonesia Agri-business - ownership and cultivation of oil palm plantation, ownership and operation of mills and refineries and producer of consumer cooking oil and margarine in Indonesia;

China Agri-business - refinery, port and oil seed crushing operations in China.

For the year ended 31 December 2006	Indonesia Agri-business US\$'000	China Agri-business US\$'000	Elimination US\$'000	Consolidated US\$'000
REVENUE				
External revenue	796,688	332,899	-	1,129,587
Inter-segment sales	36,709	-	(36,709)	-
Total revenue	<u>833,397</u>	<u>332,899</u>	<u>(36,709)</u>	<u>1,129,587</u>

RESULTS				
Segment results from operations	765,359	19,381	-	784,740
Exceptional items	2,721	(17,800)	-	(15,079)
Financial income				5,179
Financial expense				<u>(34,157)</u>
Profit before share of results of associated companies				740,683
Share of results of associated companies, net	(100)			<u>(100)</u>
Profit before tax				740,583
Tax				<u>(201,052)</u>
Profit for the year				<u>539,531</u>

**For the year ended
31 December 2005 (Restated)**

REVENUE				
External revenue	723,740	95,546	-	819,286
Inter-segment sales	9,512	-	(9,512)	-
Total revenue	<u>733,252</u>	<u>95,546</u>	<u>(9,512)</u>	<u>819,286</u>

RESULTS				
Segment results from operations	343,534	5,718	-	349,252
Exceptional items	9,474	-	-	9,474
Financial income				7,334
Financial expense				<u>(28,101)</u>
Profit before share of results of associated companies				337,959
Share of results of associated companies, net	(294)	-	-	<u>(294)</u>
Profit before tax				337,665
Tax				<u>(76,929)</u>
Profit for the year				<u>260,736</u>

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

	The Group		
	2006 US\$'000	Restated 2005 US\$'000	% Increase/ (Decrease)
(a) Sales reported for first half year	534,941	343,442	55.8%
(b) Operating profit after tax before deducting minority interests reported for first half year	51,675*	41,074*	25.8%
(c) Sales reported for second half year	594,646	475,844	25.0%
(d) Operating profit after tax before deducting minority interests reported for second half year	487,856	219,662	122.1%

* The operating profits for the half year ended 30 June 2006 (HY2006) and 30 June 2005 (HY2005) have been extracted from GAR's HY2006 and HY2005 results announcement respectively and have not been adjusted for changes in fair value from biological assets.

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

	2006 <u>US\$'000</u>	2005 <u>US\$'000</u>
Ordinary – first and final Preference	30,361	13,554
	-	-
Total	<u>30,361</u>	<u>13,554</u>

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)
	2006	2006
	US\$	US\$
Asia Food & Properties Limited	Nil	4,873,050
Ningbo Asia Pulp & Paper Co., Ltd	Nil	680,897
Ningbo Zhonghua Paper Co., Ltd	Nil	212,337
PT Asuransi Sinar Mas	Nil	2,153,380
PT Bank Shinta Indonesia (now known as PT Bank Sinarmas)	Nil	5,112,254
PT Bina Sinar Amity	Nil	100,627
PT Cakrawala Mega Indah	Nil	1,690,997
PT Rolimex Kimia Nusamas	Nil	16,105,078
PT Royal Oriental	Nil	68,284
PT Sinar Jati Mitra	Nil	1,744,395
Wuhan Jin Ding Foodstuff Co., Ltd	Nil	335,858
Zhuhai Huafeng Foodstuff Co., Ltd	Nil	1,390,588
Total	Nil	34,467,745

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 fourth quarter and full year ended 31 December 2006 unaudited financial results to be false or misleading.

On behalf of the board of directors

Simon Lim
Director

Rafael Buhay Concepcion, Jr.
Director

1 March 2007

BY ORDER OF THE BOARD

Simon Lim
Director
1 March 2007

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Listed on the Singapore Exchange Securities Trading Limited (SGX-ST) in 1999, Golden Agri-Resources Ltd (GAR) is one of the world's largest privately owned oil palm plantation companies.

With a total planted area of 307,000 hectares located in Indonesia, GAR operates 31 palm oil processing mills, 2 refineries and 4 kernel crushing plants. The Company's primary activities include cultivating and harvesting of oil palm trees; processing of fresh fruit bunch into crude palm oil (CPO) and palm kernel oil; and refining CPO into value-added products such as cooking oils, margarine and shortening.

The Group revenue in 2006 was US\$1.1 billion.

In December 2005, GAR expanded its operations into China which include refineries, port and oil-seed crushing facilities in Ningbo and Zhuhai.

GAR was formerly 55 percent owned by SGX-ST listed Asia Food & Properties Limited (AFP), an investment holding company with operating businesses in Agri-business, Food and Property. Effective on 27 December 2006, AFP has distributed in specie substantially all its shares held in the share capital of GAR to the shareholders of AFP (the "Distribution"). Following the Distribution, GAR and its subsidiaries ceased to be subsidiaries of AFP.

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Submitted by Kimberley Lye Chor Mei, Senior Manager on 01/03/2007 to the SGX