
Full Year Financial Statement And Dividend Announcement

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS
1(a) An income statement and statement of comprehensive income 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 2013**

| | Full Year 2013 <u>US\$'000</u> | Full Year 2012 <u>US\$'000</u> | Change % | 4th Qtr 2013 <u>US\$'000</u> | 4th Qtr 2012 <u>US\$'000</u> | Change % |
|----------------------------------------------------------|--------------------------------------|--------------------------------------|-------------|------------------------------------|------------------------------------|-------------|
| Revenue | 6,584,962 | 6,051,748 | 8.8 | 1,901,826 | 1,518,591 | 25.2 |
| Cost of sales | <u>(5,221,655)</u> | <u>(4,440,953)</u> | 17.6 | <u>(1,476,789)</u> | <u>(1,157,744)</u> | 27.6 |
| Gross Profit | <u>1,363,307</u> | <u>1,610,795</u> | (15.4) | <u>425,037</u> | <u>360,847</u> | 17.8 |
| Net gain from changes in fair value of biological assets | <u>36,852</u> | <u>49,295</u> | (25.2) | <u>36,852</u> | <u>49,295</u> | (25.2) |
| Operating expenses | | | | | | |
| Selling expenses | (570,312) | (704,768) | (19.1) | (166,796) | (151,846) | 9.8 |
| General and administrative expenses | <u>(301,426)</u> | <u>(277,558)</u> | 8.6 | <u>(107,396)</u> | <u>(105,735)</u> | 1.6 |
| Total operating expenses | <u>(871,738)</u> | <u>(982,326)</u> | (11.3) | <u>(274,192)</u> | <u>(257,581)</u> | 6.4 |
| Operating profit | <u>528,421</u> | <u>677,764</u> | (22.0) | <u>187,697</u> | <u>152,561</u> | 23.0 |
| Other income/(expenses) | | | | | | |
| Financial income | 16,843 | 12,580 | 33.9 | 5,049 | 2,192 | 130.3 |
| Financial expenses | (106,114) | (79,323) | 33.8 | (30,501) | (23,499) | 29.8 |
| Share of results of associated companies, net of tax | 810 | 1,241 | (34.7) | 889 | 1,298 | (31.5) |
| Share of results of joint ventures, net of tax | (1,720) | (1,071) | 60.6 | (417) | (1,071) | (61.1) |
| Foreign exchange (loss)/gain, net | (32,522) | (7,389) | 340.1 | (17,482) | 4,522 | n.m. |
| Other operating income, net | <u>24,262</u> | <u>32,166</u> | (24.6) | <u>11,693</u> | <u>6,398</u> | 82.8 |
| | <u>(98,441)</u> | <u>(41,796)</u> | 135.5 | <u>(30,769)</u> | <u>(10,160)</u> | 202.8 |
| Exceptional items, net | | | | | | |
| Impairment loss on: | | | | | | |
| Long-term investment | - | (21,572) | (100.0) | - | (21,572) | (100.0) |
| Loan receivable | - | (2,629) | (100.0) | - | (2,629) | (100.0) |
| | <u>-</u> | <u>(24,201)</u> | (100.0) | <u>-</u> | <u>(24,201)</u> | (100.0) |
| Profit before tax | 429,980 | 611,767 | (29.7) | 156,928 | 118,200 | 32.8 |
| Tax | <u>(113,940)</u> | <u>(196,387)</u> | (42.0) | <u>(33,251)</u> | <u>(64,101)</u> | (48.1) |
| Profit for the year/period | <u>316,040</u> | <u>415,380</u> | (23.9) | <u>123,677</u> | <u>54,099</u> | 128.6 |
| Attributable to: | | | | | | |
| Owners of the Company | 311,286 | 409,641 | (24.0) | 122,976 | 53,593 | 129.5 |
| Non-controlling interests | <u>4,754</u> | <u>5,739</u> | (17.2) | <u>701</u> | <u>506</u> | 38.5 |
| | <u>316,040</u> | <u>415,380</u> | (23.9) | <u>123,677</u> | <u>54,099</u> | 128.6 |

Note: n.m. – not meaningful.

**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2013**

| | Full Year 2013 <u>US\$'000</u> | Full Year 2012 <u>US\$'000</u> | 4th Qtr 2013 <u>US\$'000</u> | 4th Qtr 2012 <u>US\$'000</u> |
|----------------------------------------------------------------------------|-----------------------------------------------|-----------------------------------------------|---------------------------------------------|---------------------------------------------|
| Profit for the year/period | 316,040 | 415,380 | 123,677 | 54,099 |
| Other comprehensive income/(loss): | | | | |
| <u>Items that will not be reclassified subsequently to profit or loss:</u> | | | | |
| Actuarial gain on post-employment benefits | 4,474 | - | 4,474 | - |
| <u>Items that may be reclassified subsequently to profit or loss:</u> | | | | |
| Foreign currency translation differences on consolidation | 2,608 | 3,849 | 1,643 | 1,385 |
| Changes in fair value of cash flow hedges | - | (10,087) | - | - |
| Changes in fair value of cash flow hedges transferred to income statement | - | 10,087 | - | - |
| | 2,608 | 3,849 | 1,643 | 1,385 |
| Other comprehensive income, net of tax | 7,082 | 3,849 | 6,117 | 1,385 |
| Total comprehensive income for the year/period | <u>323,122</u> | <u>419,229</u> | <u>129,794</u> | <u>55,484</u> |
| Total comprehensive income attributable to: | | | | |
| Owners of the Company | 316,505 | 413,385 | 127,400 | 54,889 |
| Non-controlling interests | 6,617 | 5,844 | 2,394 | 595 |
| | <u>323,122</u> | <u>419,229</u> | <u>129,794</u> | <u>55,484</u> |

ADDITIONAL INFORMATION

(A) Earnings before tax, non-controlling interests, net gain from changes in fair value of biological assets, interest on borrowings, depreciation and amortisation, foreign exchange (loss)/gain, exceptional items and share of results of associated companies and joint ventures (“EBITDA”)

| | Full Year 2013 <u>US\$'000</u> | Full Year 2012 <u>US\$'000</u> | Change % | 4th Qtr 2013 <u>US\$'000</u> | 4th Qtr 2012 <u>US\$'000</u> | Change % |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------|--------------------------------------|-------------|------------------------------------|------------------------------------|-------------|
| Earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, foreign exchange (loss)/gain, exceptional items and share of results of associated companies and joint ventures (“EBITDA”) | 662,269 | 785,169 | (15.7) | 200,741 | 142,036 | 41.3 |
| Net gain from changes in fair value of biological assets | 36,852 | 49,295 | (25.2) | 36,852 | 49,295 | (25.2) |
| Interest on borrowings | (101,678) | (75,465) | 34.7 | (28,473) | (21,433) | 32.8 |
| Depreciation and amortisation | (134,031) | (115,812) | 15.7 | (35,182) | (32,246) | 9.1 |
| Foreign exchange (loss)/gain, net | (32,522) | (7,389) | 340.1 | (17,482) | 4,522 | n.m. |
| Exceptional items, net | - | (24,201) | (100.0) | - | (24,201) | (100.0) |
| Share of results of associated companies, net of tax | 810 | 1,241 | (34.7) | 889 | 1,298 | (31.5) |
| Share of results of joint ventures, net of tax | <u>(1,720)</u> | <u>(1,071)</u> | 60.6 | <u>(417)</u> | <u>(1,071)</u> | (61.1) |
| Profit before tax | <u>429,980</u> | <u>611,767</u> | (29.7) | <u>156,928</u> | <u>118,200</u> | 32.8 |

Note: n.m. – not meaningful

(B) Results before accounting for the net gain from changes in fair value of biological assets, foreign exchange (loss)/gain and exceptional items

| | Full Year 2013 <u>US\$'000</u> | Full Year 2012 <u>US\$'000</u> | Change % | 4th Qtr 2013 <u>US\$'000</u> | 4th Qtr 2012 <u>US\$'000</u> | Change % |
|----------------------------------------|--------------------------------------|--------------------------------------|-------------|------------------------------------|------------------------------------|-------------|
| Operating profit | <u>491,569</u> | <u>628,469</u> | (21.8) | <u>150,845</u> | <u>103,266</u> | 46.1 |
| Profit before tax | 425,650 | 594,062 | (28.3) | 137,558 | 88,584 | 55.3 |
| Tax | <u>(104,727)</u> | <u>(184,063)</u> | (43.1) | <u>(24,038)</u> | <u>(51,777)</u> | (53.6) |
| Core profit for the year/period | <u>320,923</u> | <u>409,999</u> | (21.7) | <u>113,520</u> | <u>36,807</u> | 208.4 |
| Attributable to: | | | | | | |
| Owners of the Company | 318,352 | 404,274 | (21.3) | 113,457 | 36,340 | 212.2 |
| Non-controlling interests | <u>2,571</u> | <u>5,725</u> | (55.1) | <u>63</u> | <u>467</u> | (86.5) |
| Core profit for the year/period | <u>320,923</u> | <u>409,999</u> | (21.7) | <u>113,520</u> | <u>36,807</u> | 208.4 |

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

UNAUDITED STATEMENTS OF FINANCIAL POSITION

| | Group | | Company | |
|---------------------------------------------|-------------------|-------------------|------------------|------------------|
| | As at | | As at | |
| | 31/12/2013 | 31/12/2012 | 31/12/2013 | 31/12/2012 |
| | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> |
| Assets | | | | |
| Current Assets | | | | |
| Cash and cash equivalents | 327,486 | 559,538 | 179 | 454 |
| Short-term investments | 259,266 | 125,675 | - | - |
| Trade receivables | 474,303 | 400,045 | - | - |
| Other current assets (note (a)) | 705,502 | 496,459 | 147 | 43 |
| Inventories | 771,969 | 840,094 | - | - |
| | 2,538,526 | 2,421,811 | 326 | 497 |
| Non-Current Assets | | | | |
| Long-term receivables and assets (note (b)) | 447,673 | 282,595 | - | - |
| Long-term investments | 675,256 | 531,426 | 363,400 | 324,300 |
| Subsidiary companies | - | - | 2,587,012 | 2,747,602 |
| Associated companies | 7,673 | 6,863 | - | - |
| Joint ventures | 8,220 | 5,429 | - | - |
| Investment properties | 1,351 | 1,404 | - | - |
| Property, plant and equipment | 2,350,951 | 2,007,461 | - | - |
| Biological assets | 7,988,140 | 7,898,575 | - | - |
| Deferred tax assets | 2,784 | 1,795 | - | - |
| Deferred charges | 11,412 | 12,237 | - | - |
| Brands and trademarks | 320 | 640 | - | - |
| Goodwill | 115,898 | 115,898 | - | - |
| | 11,609,678 | 10,864,323 | 2,950,412 | 3,071,902 |
| Total Assets | 14,148,204 | 13,286,134 | 2,950,738 | 3,072,399 |

UNAUDITED STATEMENTS OF FINANCIAL POSITION (cont'd)

| | <u>Group</u> | | <u>Company</u> | |
|----------------------------------------------|--------------------------|--------------------------|-------------------------|-------------------------|
| | As at | | As at | |
| | 31/12/2013 | 31/12/2012 | 31/12/2013 | 31/12/2012 |
| | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> |
| Liabilities and Equity | | | | |
| Current Liabilities | | | | |
| Short-term loans | 1,059,654 | 433,494 | - | - |
| Trade payables | 556,141 | 685,007 | - | - |
| Other payables (note(c)) | 229,419 | 139,559 | 33,769 | 32,981 |
| Taxes payable | 38,881 | 44,123 | - | - |
| Obligations under finance leases | 15 | 23 | - | - |
| | <u>1,884,110</u> | <u>1,302,206</u> | <u>33,769</u> | <u>32,981</u> |
| Non-Current Liabilities | | | | |
| Obligations under finance leases | 27 | 43 | - | - |
| Bonds and notes payables | 1,187,766 | 959,904 | 377,411 | 365,501 |
| Long-term borrowings | 333,334 | 461,079 | - | - |
| Deferred tax liabilities | 1,884,050 | 1,892,383 | 973 | 973 |
| Long-term payables | 55,544 | 52,315 | - | - |
| | <u>3,460,721</u> | <u>3,365,724</u> | <u>378,384</u> | <u>366,474</u> |
| Total Liabilities | <u>5,344,831</u> | <u>4,667,930</u> | <u>412,153</u> | <u>399,455</u> |
| Equity Attributable to Owners of the Company | | | | |
| Issued capital | 320,939 | 320,939 | 320,939 | 320,939 |
| Share premium | 1,216,095 | 1,216,095 | 1,850,965 | 1,850,965 |
| Other paid-in capital | 184,318 | 184,318 | - | - |
| Other reserves | 3,329 | (48) | - | - |
| Option reserve | 31,469 | 31,469 | 31,469 | 31,469 |
| Currency translation reserve | 19,683 | 18,821 | - | - |
| PRC statutory reserve | 2,116 | 2,116 | - | - |
| Retained earnings | 6,942,606 | 6,752,919 | 335,212 | 469,571 |
| | <u>8,720,555</u> | <u>8,526,629</u> | <u>2,538,585</u> | <u>2,672,944</u> |
| Non-Controlling Interests | 82,818 | 91,575 | - | - |
| Total Equity | <u>8,803,373</u> | <u>8,618,204</u> | <u>2,538,585</u> | <u>2,672,944</u> |
| Total Liabilities and Equity | <u>14,148,204</u> | <u>13,286,134</u> | <u>2,950,738</u> | <u>3,072,399</u> |

UNAUDITED STATEMENTS OF FINANCIAL POSITION (cont'd)

Note:

(a) Other Current Assets

| | <u>Group</u> | | <u>Company</u> | |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|
| | <u>As at</u> | | <u>As at</u> | |
| | <u>31/12/2013</u> | <u>31/12/2012</u> | <u>31/12/2013</u> | <u>31/12/2012</u> |
| | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> |
| Prepaid expenses | 25,034 | 21,033 | 47 | 43 |
| Prepaid taxes, net | 109,944 | 128,915 | - | - |
| Deposits and advances to suppliers | 496,056 | 298,229 | 100 | - |
| Others | 46,851 | 47,901 | - | - |
| | <u>677,885</u> | <u>496,078</u> | <u>147</u> | <u>43</u> |
| Related parties | 27,617 | 381 | - | - |
| | <u>705,502</u> | <u>496,459</u> | <u>147</u> | <u>43</u> |

(b) Long-Term Receivables and Assets

| | <u>Group</u> | | <u>Company</u> | |
|---------------------------------------------------|-------------------|-------------------|-------------------|-------------------|
| | <u>As at</u> | | <u>As at</u> | |
| | <u>31/12/2013</u> | <u>31/12/2012</u> | <u>31/12/2013</u> | <u>31/12/2012</u> |
| | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> |
| Loan to associated company | - | 1,551 | - | - |
| Loan to joint ventures | 16,110 | - | - | - |
| Tax recoverable | 260,637 | 131,060 | - | - |
| Advances for project plasma plantations | 17,019 | 23,357 | - | - |
| Advances for project and purchase of fixed assets | 126,742 | 108,571 | - | - |
| Land clearing | 1,006 | 1,914 | - | - |
| Advances for investments in land | 4,533 | 4,379 | - | - |
| Others | 21,626 | 11,763 | - | - |
| | <u>447,673</u> | <u>282,595</u> | <u>-</u> | <u>-</u> |

(c) Other Payables

| | <u>Group</u> | | <u>Company</u> | |
|--------------------------|-------------------|-------------------|-------------------|-------------------|
| | <u>As at</u> | | <u>As at</u> | |
| | <u>31/12/2013</u> | <u>31/12/2012</u> | <u>31/12/2013</u> | <u>31/12/2012</u> |
| | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> |
| Advances from customers | 48,461 | 24,586 | - | - |
| Accrued expenses | 51,808 | 48,754 | 530 | 345 |
| Payable to third parties | 102,662 | 48,784 | 2,500 | 2,500 |
| Others | 20,198 | 17,066 | 5 | 4 |
| | <u>223,129</u> | <u>139,190</u> | <u>3,035</u> | <u>2,849</u> |
| Related parties | 6,290 | 369 | 30,734 | 30,132 |
| | <u>229,419</u> | <u>139,559</u> | <u>33,769</u> | <u>32,981</u> |

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

| | As at 31/12/2013 US\$'000 | | | As at 31/12/2012 US\$'000 | | |
|----------------------------------------------------|------------------------------|------------------|------------------|------------------------------|----------------|------------------|
| | Secured | Unsecured | Total | Secured | Unsecured | Total |
| Amount repayable in one year or less, or on demand | 900,809 | 158,860 | 1,059,669 | 418,517 | 15,000 | 433,517 |
| Amount repayable after one year | 303,361 | 1,217,766 | 1,521,127 | 461,122 | 959,904 | 1,421,026 |
| Total | 1,204,170 | 1,376,626 | 2,580,796 | 879,639 | 974,904 | 1,854,543 |

Details of any collateral

The secured borrowings are collateralised by certain cash and cash equivalents, short-term investments, inventories, trade receivables, investment properties, biological assets and property, plant and equipment.

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

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2013

| | Full Year 2013 US\$'000 | Full Year 2012 US\$'000 |
|--------------------------------------------------------------------------------|-------------------------------|-------------------------------|
| Cash flows from operating activities | | |
| Profit before tax | 429,980 | 611,767 |
| Adjustments for: | | |
| Net gain from changes in fair value of biological assets | (36,852) | (49,295) |
| Depreciation | 131,995 | 114,236 |
| Amortisation | 2,036 | 1,576 |
| Unrealised foreign exchange loss/(gain), net | 15,855 | (14,762) |
| Share of results of associated companies, net of tax | (810) | (1,241) |
| Share of results of joint ventures, net of tax | 1,720 | 1,071 |
| (Gain)/Loss on disposal of property, plant and equipment | (1,525) | 188 |
| Property, plant and equipment written off | 1,633 | 3,292 |
| (Write-back of)/Allowance for impairment loss on: | | |
| Inventories | (10,850) | 11,264 |
| Trade receivables, net | 132 | 55 |
| Other receivables, net | 5 | (13) |
| Long-term investment | - | 21,572 |
| Loan receivable | - | 2,629 |
| Trade receivables written off | - | 9 |
| Changes in fair value of financial assets at fair value through profit or loss | 9,830 | 1,140 |
| Gain on disposal of a subsidiary | (29) | - |
| Interest income | (16,843) | (12,580) |
| Interest expense | 101,678 | 75,465 |
| Operating cash flow before working capital changes | 627,955 | 766,373 |
| Changes in operating assets and liabilities: | | |
| Trade receivables | (74,392) | (166,246) |
| Other receivables | (231,988) | 30,254 |
| Inventories | 78,627 | (100,460) |
| Trade payables | (128,866) | 194,155 |
| Other payables | 70,047 | (7,222) |
| Cash generated from operations | 341,383 | 716,854 |

**UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2013 (cont'd)**

| | Full Year 2013 <u>US\$'000</u> | Full Year 2012 <u>US\$'000</u> |
|--------------------------------------------------------------------------------|-----------------------------------------------|-----------------------------------------------|
| Cash generated from operations | 341,383 | 716,854 |
| Interest received | 11,715 | 10,480 |
| Interest paid | (80,932) | (62,200) |
| Tax paid | (253,835) | (256,577) |
| Net cash generated from operating activities | <u>18,331</u> | <u>408,557</u> |
| Cash flows from investing activities | | |
| Proceeds from disposal of property, plant and equipment | 6,779 | 14,928 |
| Proceeds from disposal of biological assets | 1,391 | 5,783 |
| Capital expenditure on property, plant and equipment | (477,036) | (370,549) |
| Capital expenditure on biological assets | (41,864) | (39,810) |
| Investment in short-term investments, net | (116,659) | (48,673) |
| Investment in long-term investments, net | (170,119) | (447,247) |
| Acquisition of joint ventures | (2,011) | (6,500) |
| Additional investment in a joint venture | (2,500) | - |
| Proceeds from Plasma/KKPA Program plantations, net | 1,511 | 1,436 |
| Proceeds from disposal of a subsidiary, net | 3,261 | - |
| Payment for deferred expenditure | (891) | (4,800) |
| Net increase in long-term receivables and assets | (54,025) | (80,321) |
| Net cash used in investing activities | <u>(852,163)</u> | <u>(975,753)</u> |
| Cash flows from financing activities | | |
| Proceeds from short-term loans | 1,954,529 | 1,293,377 |
| Proceeds from long-term borrowings | 185,327 | 5,000 |
| Payment of dividends | (130,953) | (244,230) |
| Payments of short-term loans | (1,492,678) | (1,366,894) |
| Payments of long-term borrowings | (140,432) | (124,462) |
| Payments of obligations under finance leases | (24) | (17) |
| Proceeds from bonds and notes issue, net | 237,235 | 990,267 |
| Proceeds from warrants exercised | - | 299,270 |
| Acquisition of additional interests in a subsidiary | (7,000) | - |
| Payments of deferred loan charges and long-term bank loan administration costs | (4,224) | (2,591) |
| Decrease in time deposits pledged | 10,324 | 28,795 |
| Net cash generated from financing activities | <u>612,104</u> | <u>878,515</u> |
| Net (decrease)/increase in cash and cash equivalents | <u>(221,728)</u> | <u>311,319</u> |
| Cash and cash equivalents at beginning of the year | <u>543,582</u> | <u>232,263</u> |
| Cash and cash equivalents at end of the year (See Note below) | <u>321,854</u> | <u>543,582</u> |

Note:

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

| | 31/12/2013 <u>US\$'000</u> | 31/12/2012 <u>US\$'000</u> |
|-----------------------------------------------|---------------------------------------|---------------------------------------|
| Total cash and cash equivalents | 327,486 | 559,538 |
| Less: Cash in banks and time deposits pledged | (5,632) | (15,956) |
| | <u>321,854</u> | <u>543,582</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 Owners of the Company-----→ | | | | | | | | | | |
|------------------------------------------------------|---------------------------------------------------|---------------|-----------------------|----------------|----------------|------------------------------|-----------------------|-------------------|-----------|---------------------------|--------------|
| | Issued Capital | Share Premium | Other Paid-in Capital | Other Reserves | Option Reserve | Currency Translation Reserve | PRC Statutory Reserve | Retained Earnings | Total | Non-Controlling Interests | Total 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 2013 | 320,939 | 1,216,095 | 184,318 | (48) | 31,469 | 18,821 | 2,116 | 6,752,919 | 8,526,629 | 91,575 | 8,618,204 |
| Profit for the year | - | - | - | - | - | - | - | 311,286 | 311,286 | 4,754 | 316,040 |
| Other comprehensive income | - | - | - | 4,357 | - | 862 | - | - | 5,219 | 1,863 | 7,082 |
| Total comprehensive income for the year | - | - | - | 4,357 | - | 862 | - | 311,286 | 316,505 | 6,617 | 323,122 |
| Dividend paid for 2012 | - | - | - | - | - | - | - | (61,253) | (61,253) | - | (61,253) |
| Interim dividend paid for 2013 | - | - | - | - | - | - | - | (60,346) | (60,346) | - | (60,346) |
| Dividend paid to non-controlling shareholders | - | - | - | - | - | - | - | - | - | (9,354) | (9,354) |
| Change in interests in a subsidiary | - | - | - | (980) | - | - | - | - | (980) | (6,020) | (7,000) |
| Balance as at 31 Dec 2013 | 320,939 | 1,216,095 | 184,318 | 3,329 | 31,469 | 19,683 | 2,116 | 6,942,606 | 8,720,555 | 82,818 | 8,803,373 |
| Balance as at 1 Jan 2012 | 303,467 | 934,297 | 184,318 | (48) | - | 15,077 | 2,116 | 6,585,810 | 8,025,037 | 87,429 | 8,112,466 |
| Profit for the year | - | - | - | - | - | - | - | 409,641 | 409,641 | 5,739 | 415,380 |
| Other comprehensive income | - | - | - | - | - | 3,744 | - | - | 3,744 | 105 | 3,849 |
| Total comprehensive income for the year | - | - | - | - | - | 3,744 | - | 409,641 | 413,385 | 5,844 | 419,229 |
| Dividend paid for 2011 | - | - | - | - | - | - | - | (179,459) | (179,459) | - | (179,459) |
| Interim dividend paid for 2012 | - | - | - | - | - | - | - | (63,073) | (63,073) | - | (63,073) |
| Dividend paid to non-controlling shareholders | - | - | - | - | - | - | - | - | - | (1,698) | (1,698) |
| Issuance of shares pursuant to warrants exercised | 17,472 | 281,798 | - | - | - | - | - | - | 299,270 | - | 299,270 |
| Convertible bonds - equity component | - | - | - | - | 32,442 | - | - | - | 32,442 | - | 32,442 |
| Deferred tax on convertible bonds - equity component | - | - | - | - | (973) | - | - | - | (973) | - | (973) |
| Balance as at 31 Dec 2012 | 320,939 | 1,216,095 | 184,318 | (48) | 31,469 | 18,821 | 2,116 | 6,752,919 | 8,526,629 | 91,575 | 8,618,204 |

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

| <u>The Company</u> | Issued Capital | Share Premium | Option Reserve | Retained Earnings | Total |
|-----------------------------------------------------------------------|-----------------|------------------|-----------------|-------------------|------------------|
| | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> | <u>US\$'000</u> |
| Balance as at 1 Jan 2013 | 320,939 | 1,850,965 | 31,469 | 469,571 | 2,672,944 |
| Loss for the year, representing total comprehensive loss for the year | - | - | - | (12,760) | (12,760) |
| Dividend paid for 2012 | - | - | - | (61,253) | (61,253) |
| Interim dividend paid for 2013 | - | - | - | (60,346) | (60,346) |
| Balance as at 31 Dec 2013 | <u>320,939</u> | <u>1,850,965</u> | <u>31,469</u> | <u>335,212</u> | <u>2,538,585</u> |
| Balance as at 1 Jan 2012 | 303,467 | 1,569,167 | - | 717,134 | 2,589,768 |
| Loss for the year, representing total comprehensive loss for the year | - | - | - | (5,031) | (5,031) |
| Dividend paid for 2011 | - | - | - | (179,459) | (179,459) |
| Interim dividend paid for 2012 | - | - | - | (63,073) | (63,073) |
| Issuance of shares pursuant to warrants exercised | 17,472 | 281,798 | - | - | 299,270 |
| Convertible bonds - equity component | - | - | 32,442 | - | 32,442 |
| Deferred tax on convertible bonds - equity component | - | - | (973) | - | (973) |
| Balance as at 31 Dec 2012 | <u>320,939</u> | <u>1,850,965</u> | <u>31,469</u> | <u>469,571</u> | <u>2,672,944</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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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

The Company did not have treasury shares as at 31 December 2013 and 2012. There have been no changes to the number of issued ordinary shares of the Company since 31 December 2012.

| | As at | |
|--------------------------------------------------------------------------------------------|--------------------|--------------------|
| | 31 Dec 2013 | 31 Dec 2012 |
| Number of issued shares | 12,837,548,556 | 12,837,548,556 |
| Number of new shares that may be issued on the conversion of outstanding convertible bonds | 566,005,216 | 561,106,115 |

1(d)(iii) To show the number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The total number of issued shares excluding treasury shares as at 31 December 2013 and 2012 was 12,837,548,556 ordinary shares of US\$0.025.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice

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

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation consistent with those used in the most recent audited financial statements for the year ended 31 December 2012.

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

The Group adopted various new and revised IFRSs that are relevant to its operations and effective for period beginning 1 January 2013. The adoption of the new and revised IFRSs has had no material financial impact on the Group's financial statements.

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

| | The Group | | | |
|-----------------------------------------------------------------------------------------------------|---------------------------|---------------------------|-------------------------|-------------------------|
| | Full Year 2013 | Full Year 2012 | 4th Qtr 2013 | 4th Qtr 2012 |
| Earnings per ordinary share for the period after deducting any provision for preference dividends:- | | | | |
| (i) Based on weighted average number of ordinary shares | USD2.42cents | USD3.30cents | USD0.96cents | USD0.42cents |
| - Weighted average numbers of shares | 12,837,548,556 | 12,429,873,448 | 12,837,548,556 | 12,837,548,556 |
| (ii) On a fully diluted basis | Not applicable | Not applicable | Not applicable | Not applicable |
| - Weighted average numbers of shares | Not applicable | Not applicable | Not applicable | Not applicable |

* The outstanding convertible bonds have not been included in the calculation of diluted earnings per share because they are anti-dilutive for the current period.

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

| | The Group | | The Company | |
|----------------------------------------------------------------------------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| | As at 31 Dec 2013 | As at 31 Dec 2012 | As at 31 Dec 2013 | As at 31 Dec 2012 |
| Net asset value per ordinary share based on existing issued share capital of 12,837,548,556 shares | US\$0.68 | US\$0.66 | US\$0.20 | US\$0.21 |

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 December 2013 | 5,222,531 | 1,362,431 | 6,584,962 |
| 31 December 2012 | 4,762,146 | 1,289,602 | 6,051,748 |
| Increase/(Decrease) | 460,385 | 72,829 | 533,214 |
| Increase/(Decrease) % | 9.7 | 5.6 | 8.8 |
| Gross Profit | | | |
| 31 December 2013 | 1,261,661 | 101,646 | 1,363,307 |
| 31 December 2012 | 1,600,445 | 10,350 | 1,610,795 |
| Increase/(Decrease) in profit | (338,784) | 91,296 | (247,488) |
| Increase/(Decrease) % | (21.2) | 882.1 | (15.4) |
| EBITDA (see note (1)) | | | |
| 31 December 2013 | 601,782 | 60,487 | 662,269 |
| 31 December 2012 | 811,730 | (26,561) | 785,169 |
| Increase/(Decrease) in profit | (209,948) | 87,048 | (122,900) |
| Increase/(Decrease) % | (25.9) | n.m. | (15.7) |
| Interest on borrowings | | | |
| 31 December 2013 | 93,390 | 8,288 | 101,678 |
| 31 December 2012 | 68,810 | 6,655 | 75,465 |
| Increase/(Decrease) | 24,580 | 1,633 | 26,213 |
| Increase/(Decrease) % | 35.7 | 24.5 | 34.7 |
| Depreciation and amortisation | | | |
| 31 December 2013 | 117,032 | 16,999 | 134,031 |
| 31 December 2012 | 100,755 | 15,057 | 115,812 |
| Increase/(Decrease) | 16,277 | 1,942 | 18,219 |
| Increase/(Decrease) % | 16.2 | 12.9 | 15.7 |
| Foreign exchange (loss)/gain | | | |
| 31 December 2013 | (48,032) | 15,510 | (32,522) |
| 31 December 2012 | (10,930) | 3,541 | (7,389) |
| Increase/(Decrease) in profit | (37,102) | 11,969 | (25,133) |
| Increase/(Decrease) % | (339.5) | 338.0 | (340.1) |
| Exceptional loss | | | |
| 31 December 2013 | - | - | - |
| 31 December 2012 | (24,201) | - | (24,201) |
| Decrease in loss | 24,201 | - | 24,201 |
| Decrease in loss % | 100.0 | - | 100.0 |
| Share of associates' profit, net of tax | | | |
| 31 December 2013 | 810 | - | 810 |
| 31 December 2012 | 1,241 | - | 1,241 |
| Decrease in profit | (431) | - | (431) |
| Decrease in profit % | (34.7) | - | (34.7) |
| Share of joint ventures' loss, net of tax | | | |
| 31 December 2013 | (1,720) | - | (1,720) |
| 31 December 2012 | (1,071) | - | (1,071) |
| Increase in loss | 649 | - | 649 |
| Increase in loss % | 60.6 | - | 60.6 |
| Profit/(Loss) before tax | | | |
| 31 December 2013 | 379,270 | 50,710 | 429,980 |
| 31 December 2012 | 656,499 | (44,732) | 611,767 |
| Increase/(Decrease) in profit | (277,229) | 95,442 | (181,787) |
| Increase/(Decrease) % | (42.2) | n.m. | (29.7) |
| Net profit/(loss) attributable to owners of the Company | | | |
| 31 December 2013 | 263,608 | 47,678 | 311,286 |
| 31 December 2012 | 457,890 | (48,249) | 409,641 |
| Increase/(Decrease) in profit | (194,282) | 95,927 | (98,355) |
| Increase/(Decrease) % | (42.4) | n.m. | (24.0) |

- Notes: (1) This refers to earnings before tax, non-controlling interests, interest on borrowings, net gain from changes in fair value of biological assets, depreciation and amortisation, foreign exchange (loss)/gain, exceptional items, share of results from associated companies and joint ventures, net of tax.
(2) The China Agri-business represents the results of Asia Integrated Agri Resources Ltd (AIAR) group of companies, including FIH group of companies.
(3) n.m. - not meaningful.

REVIEW OF PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2013

Revenue for the Group reached US\$6.6 billion for the year ended 31 December 2013 ("FY2013"); an increase of 8.8% as compared to US\$6.1 billion in the previous year ("FY2012"). The Group's EBITDA and net profit were lower at US\$662.3 million and US\$311.3 million respectively due primarily to lower international crude palm oil prices.

REVENUE

Indonesia

Revenue from the Indonesia Agri-business increased by 9.7% to US\$5,222.5 million in the current year, despite the lower average international CPO (FOB Belawan) price of US\$797 as compared to US\$959 in FY2012. The increase was mainly attributable to higher sales volume of crude palm oil ("CPO") and refined palm products supported by our expanded downstream activities.

China

Revenue in the China Agri-business of US\$1,362.4 million comprised mainly revenue from sales of edible oil, soybean meal and noodle products. The 5.6% increase in revenue was mainly attributable to higher sales volume of soybean meal and refined edible oil products, as well as improved average selling price for soybean meal.

COST OF SALES

Indonesia

Cost of sales from the Indonesia Agri-business comprised mainly labour, plantation maintenance, fertiliser, harvesting costs, fresh fruit bunch ("FFB") purchases and CPO purchases for our downstream business. Cost of sales increased from US\$3,161.7 million in the previous year to US\$3,960.9 million, mainly due to higher palm products purchase volume and increase in production costs following the higher labour cost and depreciation cost during the year.

China

Cost of sales in the China Agri-business comprised mainly purchase cost of soybean and palm oil products for our edible oil operations, as well as purchase cost of raw materials for our noodle operations. Despite the higher sales volume, cost of sales decreased from US\$1,279.3 million in FY2012 to US\$1,260.8 million in line with lower raw material prices.

GROSS PROFIT

The Group's gross profit was US\$1,363.3 million in the current year compared to US\$1,610.8 million in FY2012. The decrease in gross profit was mainly attributable to lower gross profit from Indonesia Agri-business resulting from lower average international CPO prices. Accordingly, the Group's gross profit margin declined from 26.6% in the previous year to 20.7% in FY2013.

NET GAIN FROM CHANGES IN FAIR VALUE OF BIOLOGICAL ASSETS

Gain was recognised in accordance with International Accounting Standard ("IAS") No. 41, whereby the biological assets (plantations) 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. The CPO price assumption in the valuation model is based on average price for the past 3 years. Any resultant gains or losses arising from changes in fair value are recognised in the income statement.

As compared to the previous year, net gain from changes in fair value of biological assets was lower at US\$36.9 million mainly resulting from the effect of higher costs as compared to the previous year.

OPERATING EXPENSES

- ***Selling expenses***

Selling expenses of US\$570.3 million comprised mainly export tax, transportation and freight, advertising and promotion, and salaries. Lower selling expenses was mainly due to lower export tax incurred in line with the lower export tax rate, partially offset by higher freight costs in line with higher sales volume for the current year.

- ***General and administrative expenses***

General and administrative expenses of US\$301.4 million comprised mainly salaries and related expenses, rent, tax and licenses, depreciation, repairs and maintenance, and professional fees. Increase in general and administrative expenses was mainly due to higher salaries and related expenses resulting from additional headcount and salary adjustment.

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 from US\$66.7 million to US\$89.3 million in FY2013 in line with higher average borrowings in the current year.

FOREIGN EXCHANGE LOSS, NET

The Group recorded a higher foreign exchange loss at US\$32.5 million in FY2013 as compared to US\$7.4 million in the previous year. The higher loss was mainly attributable to higher foreign exchange loss arising from translation of Indonesian Rupiah ("IDR") denominated monetary assets and revaluation of cross currency swap contracts due to weakening of IDR.

OTHER OPERATING INCOME, NET

Net other operating income of US\$24.3 million comprised mainly income from sales of seedlings and other materials, rental and changes in fair value of financial assets. Lower net other operating income in the current year was mainly due to changes in fair value of financial assets in line with lower market prices.

TAX

Income tax comprised provision for current and deferred income tax derived by applying the varying statutory tax rates of the different countries in which the Group operates on its taxable profit and taxable temporary difference. No group relief is available for set-off of taxable profits against tax losses of companies within the Group.

Income tax expense decreased by 42% to US\$113.9 million in FY2013 in line with lower taxable profit in the Indonesia Agri-business.

REVIEW OF FINANCIAL POSITION AS AT 31 DECEMBER 2013

ASSETS

Total assets of the Group increased from US\$13,286.1 million as at 31 December 2012 to US\$14,148.2 million as at 31 December 2013.

Current Assets

Current assets increased by US\$116.7 million mainly attributable to increases in short-term investments and other current assets, partly offset by lower cash and cash equivalents.

Short-term investments increased by US\$133.6 million to US\$259.3 million primarily resulting from higher time deposits placed for a period of over three months but not more than one year and additional short-term investments made during the year.

Other current assets increased by US\$209.0 million to US\$705.5 million mainly attributable to higher deposits and advances to suppliers, as well as loans granted to joint venture companies.

Non-Current Assets

Non-current assets increased by US\$745.4 million mainly contributed by property, plant and equipment, long-term receivables and assets, and long-term investments.

Property, plant and equipment increased by US\$343.5 million mainly due to construction of plantation facilities, refinery and oleo-chemical facilities in Indonesia.

The increase in long-term receivables and assets of US\$165.1 million was mainly due to higher tax recoverable and additional advance payments for capital expenditure.

The increase in long-term investments of US\$143.8 million was mainly due to additional investment in funds in relation to the plantation development and investment in renewable energy.

LIABILITIES

As compared to 31 December 2012, total liabilities of the Group increased by US\$676.9 million to US\$5,344.8 million as at 31 December 2013. The increase was mainly attributable to higher total borrowings of US\$726.3 million resulting from additional borrowings and medium-term notes issued, higher other payables, partly offset by lower trade payables.

The increase in other payables of US\$89.9 million was mainly due to higher advances received from customers and increase in payables to third parties mainly related to construction of our facilities, interest payable and changes in fair value of cross currency contracts entered to hedge the currency exposure of our IDR denominated bonds.

Trade payables were lower at US\$556.1 million following the repayment made during the current year.

REVIEW OF CONSOLIDATED CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2013

The Group recorded a lower operating cash flow before working capital changes of US\$628.0 million in FY2013 as compared to US\$766.4 million in the previous year in line with the lower operating profit, affected by the lower international CPO prices.

Net cash used in investing activities of US\$852.2 million mainly related to capital expenditure, as well as advance payments made for construction of plantation, and refinery and oleo-chemical facilities in the Indonesia Agri-business, as well as additional investments made during the current year.

Net cash generated from financing activities of US\$612.1 million was primarily attributable to proceeds from loans and notes drawn (net of repayment) for working capital and general corporate purposes, net of dividend payment made during the current year.

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

The outlook for the palm oil industry is expected to remain positive given its strong fundamentals, supported by robust primary demand growth for edible oils, substitute and alternative uses such as oleochemicals and biodiesel, while supply growth is limited. We will increase our production of sustainable palm oil, explore new initiatives for cost efficiency, as well as optimise our downstream value chain opportunities by commercially managing our plantation output and our downstream assets in strategic locations in order to capitalise on the positive long-term demand growth. We will also enhance our integrated operations by extending our distribution and logistics capabilities to be able to reach out to more destination markets.

The operating environment of the China Agri-business remains challenging in view of the intense competition. We will continue to focus on developing our market presence, managing our costs and optimising our production in order to improve the operating performance.

11. Dividend

(a) Current Financial Period Reported On

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

| | |
|----------------------------|------------------------------------------|
| Name of Dividend: | Proposed final |
| Dividend Type: | Cash |
| Dividend Amount per share: | 0.515 Singapore cents per ordinary share |
| Number of shares: | 12,837,548,556 |
| Tax Rate: | Tax not applicable |

| | |
|----------------------------|------------------------------------------|
| Name of Dividend: | Interim |
| Dividend Type: | Cash |
| Dividend Amount per share: | 0.585 Singapore cents per ordinary share |
| Number of shares: | 12,837,548,556 |
| Tax Rate: | Tax not applicable |

(b) Corresponding Period of the Immediately Preceding Financial Year

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

| | |
|----------------------------|-----------------------------------------|
| Name of Dividend: | Final |
| Dividend Type: | Cash |
| Dividend Amount per share: | 0.59 Singapore cents per ordinary share |
| Number of shares: | 12,837,548,556 |
| Tax Rate: | Tax not applicable |

| | |
|----------------------------|-----------------------------------------|
| Name of Dividend: | Interim |
| Dividend Type: | Cash |
| Dividend Amount per share: | 0.60 Singapore cents per ordinary share |
| Number of shares: | 12,837,548,556 |
| Tax Rate: | Tax not applicable |

(c) Date payable

If approved by shareholders at the forthcoming Annual Meeting, the proposed final dividend will be paid on 9 May 2014.

11. Dividend (cont'd)

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 5 May 2014 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 2 May 2014 will be registered to determine shareholders' entitlements to the proposed final dividend.

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

Not applicable.

13. 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) |
|----------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------|
| | FY2013 | FY2013 |
| | US\$ | US\$ |
| Muktar Widjaja | 237,600 | Nil |
| Ningbo Asia Paper Tube & Carton Box Co., Ltd | Nil | 1,129,617 |
| Ningbo Asia Pulp & Paper Co., Ltd | Nil | 132,387 |
| Ningbo Zhonghua Paper Co., Ltd | Nil | 114,034 |
| PT Asuransi Sinar Mas | Nil | 4,190,212 |
| PT Bank Sinarmas | Nil | 9,778,691 * |
| PT Cakrawala Mega Indah | Nil | 5,932,130 |
| PT Rolimex Kimia Nusamas | Nil | 48,371,208 |
| PT Royal Oriental | Nil | 1,120,658 |
| PT Sinar Jati Mitra | Nil | 1,893,709 |
| PT Sinar Mas Multiartha Tbk | 1,504,800 | Nil |
| Total | 1,742,400 | 72,662,646 |

Note:

* Principal amount as at 31 December 2013 is approximately US\$3 million.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

14. 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

The Group's reportable segments are the strategic business units that offer different products and services and operate in two different principal geographical areas, namely Indonesia and China. They are managed separately because each business unit requires different marketing strategies. Set out below are the Group's reportable segments:

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; and

China Agri-business - ownership and operation of port, oilseed storage, crushing and refineries and producer of refined edible oil and food products in China.

| | Indonesia Agri-Business US\$'000 | China Agri-Business US\$'000 | Total US\$'000 |
|----------------------------------------------------------|-------------------------------------------------|---------------------------------------------|---------------------------|
| <u>Full year ended 31 December 2013</u> | | | |
| REVENUE | | | |
| Total revenue | 5,383,391 | 1,362,431 | 6,745,822 |
| Inter-segment sales | (160,860) | - | (160,860) |
| Revenue from external customers | <u>5,222,531</u> | <u>1,362,431</u> | <u>6,584,962</u> |
| EBITDA | <u>601,782</u> | <u>60,487</u> | <u>662,269</u> |
| <u>Other information</u> | | | |
| Capital expenditures | 503,441 | 15,459 | 518,900 |
| Depreciation and amortisation expense | 117,032 | 16,999 | 134,031 |
| Net gain from changes in fair value of biological assets | 36,852 | - | 36,852 |
| Interest on borrowings | 93,390 | 8,288 | 101,678 |
| Share of profit of associated companies, net of tax | 810 | - | 810 |
| Share of loss of joint ventures, net of tax | 1,720 | - | 1,720 |
| Income tax expense | <u>111,410</u> | <u>2,530</u> | <u>113,940</u> |
| <u>Full year ended 31 December 2012</u> | | | |
| REVENUE | | | |
| Total revenue | 5,598,490 | 1,289,602 | 6,888,092 |
| Inter-segment sales | (836,344) | - | (836,344) |
| Revenue from external customers | <u>4,762,146</u> | <u>1,289,602</u> | <u>6,051,748</u> |
| EBITDA | <u>811,730</u> | <u>(26,561)</u> | <u>785,169</u> |
| <u>Other information</u> | | | |
| Capital expenditures | 394,090 | 16,269 | 410,359 |
| Depreciation and amortisation expense | 100,755 | 15,057 | 115,812 |
| Net gain from changes in fair value of biological assets | 49,295 | - | 49,295 |
| Exceptional loss, net | 24,201 | - | 24,201 |
| Interest on borrowings | 68,810 | 6,655 | 75,465 |
| Share of profit of associated companies, net of tax | 1,241 | - | 1,241 |
| Share of loss of joint ventures, net of tax | 1,071 | - | 1,071 |
| Income tax expense | <u>192,753</u> | <u>3,634</u> | <u>196,387</u> |

15. 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.

16. A breakdown of sales

| | The Group | | |
|---------------------------------------------------------------------------------------------------------|--------------------------|--------------------------|-----------------------------------|
| | 2013 US\$'000 | 2012 US\$'000 | % Increase/ (Decrease) |
| (a) Sales reported for first half year | 3,112,381 | 2,860,673 | 8.8 |
| (b) Operating profit after tax before deducting non-controlling interests reported for first half year | 159,894 | 274,175 | (41.7) |
| (c) Sales reported for second half year | 3,472,581 | 3,191,075 | 8.8 |
| (d) Operating profit after tax before deducting non-controlling interests reported for second half year | 156,146 | 141,205 | 10.6 |

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

| | 2013 <u>US\$'000</u> | 2012 <u>US\$'000</u> |
|---------------------------|---------------------------------|---------------------------------|
| Ordinary - interim | 60,346 | 63,073 |
| Ordinary - proposed final | 52,264 | 61,253 |
| Total | <u>112,610</u> | <u>124,326</u> |

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13)

| Name | Age | Family relationship with any director and/or substantial shareholder | Current position and duties, and the year the position was first held | Details of changes in duties and position held, if any, during the year |
|--------------------------|-----|---------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------|
| Franky Oesman Widjaja | 56 | Brother of Muktar Widjaja and Frankle (Djafar) Widjaja, Directors of GAR | <p><u>GAR:</u> Chairman and Chief Executive Officer since 2000 and 1996 respectively</p> <p>Overall responsible for the strategic direction and management of the Group's operations</p> <p><i>Principal Subsidiaries:</i></p> <p><u>PT Purimas Sasmita:</u> President Commissioner since 2002</p> <p><u>PT Sinar Mas Agro Resources and Technology Tbk:</u> President Commissioner since 2003</p> <p><u>PT Sawit Mas Sejahtera:</u> President Commissioner since 2002</p> | <p>No changes</p> <p>No changes</p> <p>No changes</p> <p>No changes</p> |
| Muktar Widjaja | 59 | Brother of Franky Oesman Widjaja and Frankle (Djafar) Widjaja, Directors of GAR | <p><u>GAR:</u> Director and President since 1999 and 2000 respectively</p> <p><i>Principal Subsidiary:</i></p> <p><u>PT Sinar Mas Agro Resources and Technology Tbk:</u> Vice President Commissioner since 2008</p> | <p>No changes</p> <p>No changes</p> |
| Frankle (Djafar) Widjaja | 57 | Brother of Franky Oesman Widjaja and Muktar Widjaja, Directors of GAR | <p><u>GAR:</u> Director since 1999</p> | <p>No changes</p> |

| Name | Age | Family relationship with any director and/or substantial shareholder | Current position and duties, and the year the position was first held | Details of changes in duties and position held, if any, during the year |
|------------------|-----|-----------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------|
| Jesslyne Widjaja | 29 | Daughter of Franky Oesman Widjaja, Niece of Muktar Widjaja and Frankle (Djafar) Widjaja, Directors of GAR | <u>GAR Group</u> : Vice President, Corporate Finance since 2011 Responsibility for all Corporate Finance activities | No changes |

BY ORDER OF THE BOARD

Rafael Buhay Concepcion, Jr.
Director
28 February 2014

Submitted by Kimberley Lye Chor Mei, Director, Corporate Secretarial on 28 February 2014 to the SGX