
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 2011**

	Full Year 2011 US\$'000	Full Year 2010 US\$'000	Change %	4th Qtr 2011 US\$'000	4th Qtr 2010 US\$'000	Change %
Revenue	5,952,924	3,504,659	69.9	1,327,884	1,189,165	11.7
Cost of sales	<u>(4,116,237)</u>	<u>(2,550,065)</u>	61.4	<u>(941,421)</u>	<u>(802,034)</u>	17.4
Gross Profit	<u>1,836,687</u>	<u>954,594</u>	92.4	<u>386,463</u>	<u>387,131</u>	(0.2)
Net gain from changes in fair value of biological assets	<u>903,032</u>	<u>1,370,980</u>	(34.1)	<u>903,032</u>	<u>1,370,980</u>	(34.1)
Operating expenses						
Selling expenses	(820,594)	(235,984)	247.7	(170,157)	(116,956)	45.5
General and administrative expenses	<u>(218,918)</u>	<u>(174,837)</u>	25.2	<u>(77,785)</u>	<u>(61,531)</u>	26.4
Total operating expenses	<u>(1,039,512)</u>	<u>(410,821)</u>	153.0	<u>(247,942)</u>	<u>(178,487)</u>	38.9
Operating profit	<u>1,700,207</u>	<u>1,914,753</u>	(11.2)	<u>1,041,553</u>	<u>1,579,624</u>	(34.1)
Other income/(expenses)						
Financial income	12,556	8,136	54.3	4,167	2,171	91.9
Financial expenses	(65,925)	(48,874)	34.9	(17,486)	(14,764)	18.4
Share of results of associated companies, net of tax	733	3,187	(77.0)	723	1,289	(43.9)
Foreign exchange gain/(loss), net	19,146	29,908	(36.0)	(11,050)	11,764	n.m.
Other operating income, net	<u>39,423</u>	<u>28,131</u>	40.1	<u>12,998</u>	<u>5,695</u>	128.2
	<u>5,933</u>	<u>20,488</u>	(71.0)	<u>(10,648)</u>	<u>6,155</u>	n.m.
Exceptional items, net						
Gain on equity interest	9,591	-	n.m.	-	-	-
Impairment loss on:						
Long-term investment	(3,478)	-	n.m.	(3,478)	-	n.m.
Loan receivable	-	(6,061)	(100.0)	-	-	-
	<u>6,113</u>	<u>(6,061)</u>	n.m.	<u>(3,478)</u>	<u>-</u>	n.m.
Profit before tax	1,712,253	1,929,180	(11.2)	1,027,427	1,585,779	(35.2)
Tax	<u>(428,185)</u>	<u>(482,033)</u>	(11.2)	<u>(273,483)</u>	<u>(397,706)</u>	(31.2)
Profit for the year/period	<u>1,284,068</u>	<u>1,447,147</u>	(11.3)	<u>753,944</u>	<u>1,188,073</u>	(36.5)
Attributable to:						
Owners of the Company	1,267,970	1,423,045	(10.9)	747,812	1,169,304	(36.0)
Non-controlling interests	<u>16,098</u>	<u>24,102</u>	(33.2)	<u>6,132</u>	<u>18,769</u>	(67.3)
	<u>1,284,068</u>	<u>1,447,147</u>	(11.3)	<u>753,944</u>	<u>1,188,073</u>	(36.5)

Note: n.m. – not meaningful.

**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2011**

	Full Year 2011 US\$'000	Full Year 2010 US\$'000	4th Qtr 2011 US\$'000	4th Qtr 2010 US\$'000
Profit for the year/period	1,284,068	1,447,147	753,944	1,188,073
Other comprehensive income:				
Foreign currency translation differences on consolidation	8,672	7,377	2,610	3,373
Changes in fair value of cash flow hedges	-	-	-	3,036
Changes in fair value of cash flow hedges transferred to income statement	-	1,584	-	-
Other comprehensive income, net of tax	8,672	8,961	2,610	6,409
Total comprehensive income for the year/period	<u>1,292,740</u>	<u>1,456,108</u>	<u>756,554</u>	<u>1,194,482</u>
Total comprehensive income attributable to:				
Owners of the Company	1,276,230	1,431,745	750,296	1,175,609
Non-controlling interests	16,510	24,363	6,258	18,873
	<u>1,292,740</u>	<u>1,456,108</u>	<u>756,554</u>	<u>1,194,482</u>

ADDITIONAL INFORMATION

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

	Full year 2011 US\$'000	Full year 2010 US\$'000	Change %	4th Qtr 2011 US\$'000	4th Qtr 2010 US\$'000	Change %
Earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, foreign exchange gain/(loss), exceptional items and share of results of associated companies ("EBITDA")	941,959	661,022	42.5	180,855	237,178	(23.7)
Net gain from changes in fair value of biological assets	903,032	1,370,980	(34.1)	903,032	1,370,980	(34.1)
Interest on borrowings	(64,091)	(47,497)	34.9	(16,761)	(14,058)	19.2
Depreciation and amortisation	(94,639)	(82,359)	14.9	(25,894)	(21,374)	21.1
Foreign exchange gain/(loss), net	19,146	29,908	(36.0)	(11,050)	11,764	n.m.
Exceptional items, net	6,113	(6,061)	n.m.	(3,478)	-	n.m.
Share of results of associated companies, net of tax	733	3,187	(77.0)	723	1,289	(43.9)
Profit before tax	<u>1,712,253</u>	<u>1,929,180</u>	(11.2)	<u>1,027,427</u>	<u>1,585,779</u>	(35.2)

Note: n.m. – not meaningful.

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

	Full Year 2011 <u>US\$'000</u>	Full Year 2010 <u>US\$'000</u>	Change %	4th Qtr 2011 <u>US\$'000</u>	4th Qtr 2010 <u>US\$'000</u>	Change %
Operating profit	797,175	543,773	46.6	138,521	208,644	(33.6)
Profit before tax	783,962	534,353	46.7	138,923	203,035	(31.6)
Tax	<u>(202,276)</u>	<u>(139,268)</u>	45.2	<u>(47,574)</u>	<u>(54,941)</u>	(13.4)
Profit for the year/period	<u>581,686</u>	<u>395,085</u>	47.2	<u>91,349</u>	<u>148,094</u>	(38.3)
Attributable to:						
Owners of the Company	571,433	387,179	47.6	90,623	145,526	(37.7)
Non-controlling interests	<u>10,253</u>	<u>7,906</u>	29.7	<u>726</u>	<u>2,568</u>	(71.7)
Profit for the year/period	<u>581,686</u>	<u>395,085</u>	47.2	<u>91,349</u>	<u>148,094</u>	(38.3)

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

(Amounts in United States dollars)

	<u>Group</u>		<u>Company</u>	
	As at		As at	
	31/12/2011 <u>US\$'000</u>	31/12/2010 <u>US\$'000</u>	31/12/2011 <u>US\$'000</u>	31/12/2010 <u>US\$'000</u>
Assets				
Current Assets				
Cash and cash equivalents	277,014	218,279	200	132
Short-term investments	92,839	57,561	-	-
Trade receivables	233,856	209,925	-	-
Other current assets (note (a))	526,929	390,613	86	47
Inventories	<u>751,163</u>	<u>615,529</u>	<u>-</u>	<u>-</u>
	<u>1,881,801</u>	<u>1,491,907</u>	<u>286</u>	<u>179</u>
Non-Current Assets				
Long-term receivables and assets (note (b))	163,631	155,455	-	-
Long-term investments	90,723	45,779	17,000	2,000
Subsidiary companies	-	-	2,604,154	2,695,171
Associated companies	4,422	12,848	-	-
Investment properties	1,479	1,499	-	-
Property, plant and equipment	1,758,850	1,459,129	-	-
Biological assets	7,804,466	6,809,048	-	-
Deferred tax assets	4,715	11,977	-	-
Deferred charges	10,432	9,632	-	-
Brands and trademarks	960	1,280	-	-
Goodwill	<u>115,898</u>	<u>115,898</u>	<u>-</u>	<u>-</u>
	<u>9,955,576</u>	<u>8,622,545</u>	<u>2,621,154</u>	<u>2,697,171</u>
Total Assets	<u>11,837,377</u>	<u>10,114,452</u>	<u>2,621,440</u>	<u>2,697,350</u>

UNAUDITED STATEMENTS OF FINANCIAL POSITION (cont'd)
(Amounts in United States dollars)

	Group		Company	
	As at		As at	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Liabilities and Equity				
Current Liabilities				
Short-term loans	421,631	540,613	-	-
Trade payables	490,852	328,248	-	-
Other payables (note (c))	156,291	139,668	31,672	30,616
Taxes payable	74,527	52,348	-	-
Obligations under finance leases	21	21	-	-
	1,143,322	1,060,898	31,672	30,616
Non-Current Liabilities				
Obligations under finance leases	62	84	-	-
Long-term borrowings	664,148	443,635	-	-
Deferred tax liabilities	1,876,427	1,631,733	-	-
Long-term payables	40,952	32,959	-	-
	2,581,589	2,108,411	-	-
Total Liabilities	3,724,911	3,169,309	31,672	30,616
Equity Attributable to Owners of the Company				
Issued capital	303,467	303,467	303,467	303,467
Share premium	934,297	934,297	1,569,167	1,569,167
Other paid-in capital	184,318	184,318	-	-
Other reserve	(48)	1,136	-	-
Currency translation reserve	15,077	6,817	-	-
PRC statutory reserve	2,116	2,116	-	-
Retained earnings	6,585,810	5,393,709	717,134	794,100
	8,025,037	6,825,860	2,589,768	2,666,734
Non-Controlling Interests	87,429	119,283	-	-
Total Equity	8,112,466	6,945,143	2,589,768	2,666,734
Total Liabilities and Equity	11,837,377	10,114,452	2,621,440	2,697,350

UNAUDITED STATEMENTS OF FINANCIAL POSITION (cont'd)

Note:

(a) Other Current Assets

	<u>Group</u>		<u>Company</u>	
	As at		As at	
	<u>31/12/2011</u>	<u>31/12/2010</u>	<u>31/12/2011</u>	<u>31/12/2010</u>
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Prepaid expenses	26,101	36,537	86	37
Prepaid taxes, net	113,874	79,419	-	-
Deposits and advances to suppliers	355,348	243,164	-	-
Others	30,371	31,481	-	10
	<u>525,694</u>	<u>390,601</u>	<u>86</u>	<u>47</u>
Related parties	1,235	12	-	-
	<u>526,929</u>	<u>390,613</u>	<u>86</u>	<u>47</u>

(b) Long-Term Receivables and Assets

	<u>Group</u>		<u>Company</u>	
	As at		As at	
	<u>31/12/2011</u>	<u>31/12/2010</u>	<u>31/12/2011</u>	<u>31/12/2010</u>
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Associated company	3,033	3,978	-	-
Loan receivable	6,645	5,601	-	-
Tax recoverable	75,912	91,315	-	-
Advances for project plasma plantations	24,793	20,461	-	-
Advances for project and purchase of fixed assets	39,235	21,997	-	-
Land clearing	1,882	2,507	-	-
Advances for investments in land	4,234	4,211	-	-
Others	7,897	5,385	-	-
	<u>163,631</u>	<u>155,455</u>	<u>-</u>	<u>-</u>

(c) Other Payables

	<u>Group</u>		<u>Company</u>	
	As at		As at	
	<u>31/12/2011</u>	<u>31/12/2010</u>	<u>31/12/2011</u>	<u>31/12/2010</u>
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Advances from customers	43,211	50,238	-	-
Accrued expenses	42,776	39,237	515	307
Others	70,000	49,878	2	2
	<u>155,987</u>	<u>139,353</u>	<u>517</u>	<u>309</u>
Related parties	304	315	31,155	30,307
	<u>156,291</u>	<u>139,668</u>	<u>31,672</u>	<u>30,616</u>

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

	As at 31/12/2011			As at 31/12/2010		
	US\$'000			US\$'000		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Amount repayable in one year or less, or on demand	406,652	15,000	421,652	532,394	8,240	540,634
Amount repayable after one year	664,210	-	664,210	443,719	-	443,719
Total	1,070,862	15,000	1,085,862	976,113	8,240	984,353

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 2011

(Amounts in United States dollars)

	Full Year 2011	Full Year 2010
	US\$'000	US\$'000
Cash flows from operating activities		
Profit before tax	1,712,253	1,929,180
Adjustments for:		
Net gain from changes in fair value of biological assets	(903,032)	(1,370,980)
Depreciation	93,595	81,395
Amortisation	1,044	964
Unrealised foreign exchange (gain)/loss on short-term loans, long-term borrowings and receivables, net	(1,948)	10,748
Share of results of associated companies, net of tax	(733)	(3,187)
Gain on disposal of property, plant and equipment	(278)	(1,860)
Property, plant and equipment written off	1,434	1,027
Allowance for impairment loss on:		
Inventories	4,707	-
Trade receivables	38	-
Other receivables	32	21
Loan receivable	-	6,061
Long-term investment	3,478	-
Trade receivables written off	30	27
Trade payables written back	(144)	(622)
Changes in fair value of financial assets at fair value through profit or loss	1,195	(3,169)
Gain on equity interest	(9,591)	-
Interest income	(12,556)	(8,136)
Interest expense	64,091	47,497
Operating cash flows before working capital changes	953,615	688,966

**UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2011 (cont'd)**

(Amounts in United States dollars)

	Full Year 2011 <u>US\$'000</u>	Full Year 2010 <u>US\$'000</u>
Operating cash flows before working capital changes	953,615	688,966
Changes in operating assets and liabilities:		
Trade receivables	(23,540)	(106,052)
Other receivables	(139,340)	(153,479)
Inventories	(139,466)	(185,650)
Trade payables	162,706	40,876
Other payables	24,247	33,507
Cash generated from operations	838,222	318,168
Tax paid	(141,512)	(114,381)
Interest received	12,709	8,119
Interest paid	(58,890)	(44,492)
Net cash from operating activities	650,529	167,414
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	2,570	4,549
Proceeds from sale of biological assets	3,486	2,844
Capital expenditure on property, plant and equipment	(387,080)	(260,214)
Capital expenditure on biological assets	(59,093)	(63,357)
(Investments in)/Proceeds from short-term investments, net	(30,036)	11,413
Investments in long-term investments, net	(54,859)	(20,559)
Investments in Plasma/KKPA Program plantations, net	(4,332)	(9,083)
Investments in an associated company	-	(1,068)
Dividend received from an associated company	3,604	-
Acquisition of subsidiaries, net of cash acquired	(5,421)	(124,491)
Payments for deferred expenditure	(1,525)	(2,330)
Net increase in long-term receivables and assets	(28,785)	(7,492)
Net cash used in investing activities	(561,471)	(469,788)
Cash flows from financing activities		
Proceeds from short-term loans	1,091,070	763,931
Proceeds from long-term borrowings	388,570	219,364
Payment of dividends	(79,213)	(44,702)
Payments of short-term loans	(1,186,840)	(605,753)
Payments of long-term borrowings	(188,025)	(103,878)
Payments of obligations under finance leases	(22)	(24)
Acquisition of additional interests in a subsidiary	(46,204)	-
Deferred loan charges and long-term bank loan administration costs	(9,659)	(3,031)
Decrease/(Increase) in time deposits pledged	11,622	(41,536)
Net cash (used in)/from financing activities	(18,701)	184,371
Net increase/(decrease) in cash and cash equivalents	70,357	(118,003)
Cash and cash equivalents at beginning of the year	161,906	279,909
Cash and cash equivalents at end of the year		
(See Note below)	232,263	161,906

Note:

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

	31/12/2011 <u>US\$'000</u>	31/12/2010 <u>US\$'000</u>
Time deposits, cash and bank balances	277,014	218,279
Less: Time deposits pledged	(44,751)	(56,373)
	232,263	161,906

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 Reserve	Hedging Reserve	Currency Translation Reserve	PRC Statutory Reserve	Retained Earnings	Total	Non-Controlling Interests	Total Equity
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<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 2011	303,467	934,297	184,318	1,136	-	6,817	2,116	5,393,709	6,825,860	119,283	6,945,143
Dividend paid for 2010	-	-	-	-	-	-	-	(75,869)	(75,869)	-	(75,869)
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	(3,344)	(3,344)
Change in interests in a subsidiary	-	-	-	(1,184)	-	-	-	-	(1,184)	(45,020)	(46,204)
Total comprehensive income for the year	-	-	-	-	-	8,260	-	1,267,970	1,276,230	16,510	1,292,740
Balance as at 31 Dec 2011	303,467	934,297	184,318	(48)	-	15,077	2,116	6,585,810	8,025,037	87,429	8,112,466
Balance as at 1 Jan 2010	303,467	934,315	184,318	1,136	(1,584)	(299)	2,116	4,014,224	5,437,693	96,062	5,533,755
Adjustment to share issuance expenses	-	(18)	-	-	-	-	-	-	(18)	-	(18)
Dividend paid for 2009	-	-	-	-	-	-	-	(43,560)	(43,560)	-	(43,560)
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	(1,142)	(1,142)
Total comprehensive income for the year	-	-	-	-	1,584	7,116	-	1,423,045	1,431,745	24,363	1,456,108
Balance as at 31 Dec 2010	303,467	934,297	184,318	1,136	-	6,817	2,116	5,393,709	6,825,860	119,283	6,945,143

The Company	Issued Capital	Share Premium	Retained Earnings	Total
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Balance as at 1 Jan 2011	303,467	1,569,167	794,100	2,666,734
Dividends paid for 2010	-	-	(75,869)	(75,869)
Loss for the year, representing total comprehensive expenses for the year	-	-	(1,097)	(1,097)
Balance as at 31 Dec 2011	303,467	1,569,167	717,134	2,589,768
Balance as at 1 Jan 2010	303,467	1,569,185	840,577	2,713,229
Adjustment to share issuance expenses	-	(18)	-	(18)
Dividends paid for 2009	-	-	(43,560)	(43,560)
Loss for the year, representing total comprehensive expenses for the year	-	-	(2,917)	(2,917)
Balance as at 31 Dec 2010	303,467	1,569,167	794,100	2,666,734

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 2011 and 2010.

There have been no changes to the number of issued ordinary shares of the Company since 31 December 2010.

As at 31 December 2011, the outstanding number of warrants was 705,493,728. Each warrant carries the right to subscribe for 1 new ordinary share at an exercise price of S\$0.54 and may only be exercised on the third (3rd) anniversary of the date of issuance (i.e. on 23 July 2012). Assuming all the warrants are fully exercised, the number of new ordinary shares to be issued would be 705,493,728.

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 2011 and 31 December 2010 was 12,138,676,942 ordinary shares of US\$0.025 each.

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

The Group has adopted accounting policies and methods of computation consistent with those used in the most recent audited annual financial statements for the year ended 31 December 2010.

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

Not applicable.

6. **Earnings per ordinary share of the group for the current 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 2011	Full Year 2010	4th Qtr 2011	4th Qtr 2010
Earnings per ordinary share for the period after deducting any provision for preference dividends:-				
(i) Based on weighted average number of ordinary shares	US\$0.10	US\$0.12	US\$0.06	US\$0.10
- Weighted average numbers of shares	12,138,676,942	12,138,676,942	12,138,676,942	12,138,676,942
(ii) On a fully diluted basis	US\$0.10	US\$0.12	US\$0.06	US\$0.09
- Weighted average numbers of shares	12,285,404,737	12,205,714,808	12,271,460,789	12,309,105,202

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 2011	As at 31 Dec 2010	As at 31 Dec 2011	As at 31 Dec 2010
Net asset value per ordinary share based on existing issued share capital of 12,138,676,942 shares	US\$0.66	US\$0.56	US\$0.21	US\$0.22

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		
	Indonesia	China ⁽²⁾	Total
For the year ended			
Revenue			
31 December 2011	4,813,115	1,139,809	5,952,924
31 December 2010	2,799,867	704,792	3,504,659
Increase/(Decrease)	2,013,248	435,017	2,448,265
Increase/(Decrease) %	71.9	61.7	69.9
Gross Profit			
31 December 2011	1,770,691	65,996	1,836,687
31 December 2010	915,764	38,830	954,594
Increase/(Decrease) in profit	854,927	27,166	882,093
Increase/(Decrease) %	93.4	70.0	92.4
EBITDA (see note (1))			
31 December 2011	914,056	27,903	941,959
31 December 2010	635,341	25,681	661,022
Increase/(Decrease) in profit	278,715	2,222	280,937
Increase/(Decrease) %	43.9	8.7	42.5
Interest on borrowings			
31 December 2011	57,561	6,530	64,091
31 December 2010	43,142	4,355	47,497
Increase/(Decrease)	14,419	2,175	16,594
Increase/(Decrease) %	33.4	49.9	34.9
Depreciation and amortisation			
31 December 2011	81,741	12,898	94,639
31 December 2010	73,567	8,792	82,359
Increase/(Decrease)	8,174	4,106	12,280
Increase/(Decrease) %	11.1	46.7	14.9
Foreign exchange gain/(loss)			
31 December 2011	7,116	12,030	19,146
31 December 2010	25,426	4,482	29,908
Increase/(Decrease) in gain	(18,310)	7,548	(10,762)
Increase/(Decrease) %	(72.0)	168.4	(36.0)
Exceptional gain/(loss)			
31 December 2011	6,113	-	6,113
31 December 2010	(6,061)	-	(6,061)
Increase/(Decrease) in gain	12,174	-	12,174
Increase/(Decrease) %	n.m.	-	n.m.
Share of associates' profit, net of tax			
31 December 2011	733	-	733
31 December 2010	3,187	-	3,187
Increase/(Decrease) in profit	(2,454)	-	(2,454)
Increase/(Decrease) %	(77.0)	-	(77.0)
Profit before tax			
31 December 2011	1,691,748	20,505	1,712,253
31 December 2010	1,912,164	17,016	1,929,180
Increase/(Decrease) in profit	(220,416)	3,489	(216,927)
Increase/(Decrease) %	(11.5)	20.5	(11.2)
Net profit attributable to owners of the Company			
31 December 2011	1,252,499	15,471	1,267,970
31 December 2010	1,410,185	12,860	1,423,045
Increase/(Decrease) in profit	(157,686)	2,611	(155,075)
Increase/(Decrease) %	(11.2)	20.3	(10.9)

- 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 gain/(loss), exceptional items and share of results of associated companies.
(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 2011

Revenue for the Group reached US\$6.0 billion for the year ended 31 December 2011 (“FY2011”) as compared to US\$3.5 billion in the previous year (“FY2010”), representing an increase of 69.9% or US\$2.4 billion.

In line with the higher revenue, EBITDA grew 42.5% from US\$661 million in FY2010 to US\$942 million in FY2011. Excluding the effect of net gain from biological assets, exceptional items and foreign exchange gain, the Group’s net profit was higher at US\$571.4 million as compared to US\$387.2 million in FY2010 mainly attributable to higher crude palm oil prices and recovery in production output.

REVENUE

Indonesia

Revenue from the Indonesia Agri-business increased by 71.9% to US\$4,813.1 million in FY2011 primarily driven by higher average crude palm oil (“CPO”) price and higher sales volume during the year, supported by improvement in CPO production. The average international CPO (CIF Rotterdam) price for the year was US\$1,121 per tonne, an increase of 24.4% as compared to US\$901 per tonne in FY2010.

The favourable weather conditions and increased matured plantation area resulted in improvement in our fresh fruit bunch (“FFB”) production by 12.5% to 8,509,000 tonnes and higher CPO production from 1,850,000 tonnes to 2,153,000 tonnes in the current year.

China

Revenue in China comprised edible oil business of US\$962.7 million and noodle business of US\$173.9 million in FY2011. The increase in revenue of 61.7% or US\$435 million was mainly attributable to increase in sales volume and average selling prices of refined edible oil products, as well as additional revenue from the noodle operations.

COST OF SALES

In line with the higher revenue recorded, cost of sales increased by 61.4% to US\$4,116.2 million in the current year.

Indonesia

Cost of sales from the Indonesia Agri-business of US\$3,042.4 million comprised mainly labour, plantation maintenance, fertiliser and harvesting costs, as well as FFB and CPO purchases for our downstream business. The increase in cost of sales in FY2011 was mainly attributable to higher purchase cost for FFB and CPO in line with the higher market prices and larger sales volume during the year.

China

Cost of sales from the China Agri-business of US\$1,073.8 million 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. The increase in cost of sales of US\$407.9 million mainly resulted from higher raw material costs incurred for refined edible oil products in line with the higher market price and sales volume, coupled with inclusion of cost of sales incurred for noodle operations of US\$143.8 million.

GROSS PROFIT

Gross profit increased by 92.4% to US\$1,836.7 million in FY2011 supported by higher sales volume and increased average selling price, particularly in Indonesia Agri-Business. Accordingly, the gross profit margin increased from 27.2% in FY2010 to 30.9%.

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.

Net gain from changes in fair value of biological assets was US\$903 million in FY2011 as compared to US\$1,371 million in FY2010. Lower net gain mainly resulted from the effect of higher costs attributable to the higher export tax expense as compared to the previous year.

OPERATING EXPENSES

- ***Selling expenses***

Selling expenses of US\$820.6 million comprised mainly export tax, transportation, advertising and promotion, salaries and related expenses. The significant increase of US\$584.6 million to US\$820.6 million in the current year was mainly due to higher export tax incurred and increased freight costs for the year.

- ***General and administrative expenses***

General and administrative expenses of US\$218.9 million comprised mainly salaries and related expenses, rent, tax and licenses, depreciation, repairs and maintenance, and professional fees. The 25.2% increase in general and administrative expenses was mainly due to higher salaries and related expenses resulting from additional headcount and higher professional fees.

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\$40.7 million in FY2010 to US\$53.4 million mainly attributable to high average total borrowings in the current year as compared to FY2010.

SHARE OF RESULTS OF ASSOCIATED COMPANIES, NET OF TAX

Share of associated companies' net profit was lower at US\$0.7 million in FY2011 mainly due to absence of share of profit in PT Dami Mas Sejahtera (“DMS”) following the acquisition of remaining interest in DMS during the first quarter of 2011.

FOREIGN EXCHANGE GAIN, NET

Foreign exchange gain of US\$19.1 million in FY2011 was mainly due to gain arising from translation of USD denominated liabilities in the China Agri-business following the weakening of USD against Chinese Renminbi during the year, as well as realised foreign exchange gain recorded in the Indonesia Agri-business. The decrease in foreign exchange gain was mainly due to lower realised exchange gain recorded in the Indonesia Agri-business in FY2011.

OTHER OPERATING INCOME, NET

Net other operating income comprised mainly income from shipping and trucking services, income from sales of seedlings, rental and commission income. The net other operating income increased by 40.1% to US\$39.4 million mainly attributable to income from sales of seedlings recorded in DMS as well as higher rental income received during the year.

EXCEPTIONAL GAIN

The net exceptional gain of US\$6.1 million in FY2011 comprised a US\$9.6 million gain on equity interest of previously held in DMS, which was an associated company in last year, net of provision for impairment loss of US\$3.5 million made on a long-term investment. In the previous year, the exceptional loss of US\$6.1 million related to impairment loss made on a loan receivable.

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 included provision for deferred income tax liabilities of US\$225.9 million arising from the net gain on changes in fair value of biological assets. Lower income tax expenses of US\$53.8 million in FY2011 was mainly due to lower deferred income tax liabilities recognised in view of lower net gain on changes in fair value of biological assets for the year.

NON-CONTROLLING INTERESTS

Non-controlling shareholders' share of profit decreased from US\$24.1 million to US\$16.1 million in FY2011, mainly attributable to lower profit reported in certain subsidiaries in the Indonesia Agri-business.

REVIEW OF FINANCIAL POSITION AS AT 31 DECEMBER 2011

ASSETS

Total assets of the Group increased by US\$1,722.9 million to US\$11,837.4 million as at end December 2011 mainly attributable to increases in biological assets; property, plant and equipment; other current assets and inventories.

Current Assets

Cash and cash equivalents increased from US\$218.3 million to US\$277 million, mainly as a result of cash flows generated during the year following the improved operating performance.

Short-term investments increased by US\$35.3 million to US\$92.8 million primarily resulting from higher time deposits placed for a period over three months but not more than one year in the China Agri-business.

Inventories were higher by US\$135.6 million mainly attributable to higher inventory level and higher unit cost in line with increased prices in Indonesia Agri-business.

Other current assets were higher at US\$526.9 million mainly due to higher prepaid value added tax arising from purchases and capital expenditure, as well as additional deposits and advance payments for capital expenditure.

Non-Current Assets

Biological assets increased by US\$995.4 million mainly resulting from recognition of net gain from changes in fair value of US\$903 million and additional planted hectares during the year.

Property, plant and equipment increased by US\$299.7 million primarily attributable to the construction of plantation facilities, refinery facilities and other ancillary plantation facilities.

LIABILITIES

Total liabilities of the Group increased by US\$555.6 million to US\$3,724.9 million as at 31 December 2011 mainly due to increase in deferred tax liabilities, total borrowings and trade payables.

Increase in deferred tax liabilities of US\$244.7 million was mainly attributable to the provision for deferred income tax on the net gain from changes in fair value recognised during the year.

Total borrowings increased to US\$1,085.9 million as at 31 December 2011, mainly attributable to additional borrowings for working capital purposes.

Trade payables increased to US\$490.9 million mainly resulting from higher soybean purchases for the China Agri-business.

Higher other payables at US\$156.3 million was mainly attributable to the higher accrued operating expenses and increase in payables to contractor in relation to the construction of refinery and mill facilities.

Taxes payable was higher at US\$74.5 million in line with higher profit generated in Indonesia and China Agri-business.

NON-CONTROLLING INTERESTS

Non-controlling interests decreased by US\$31.9 million to US\$87.4 million as at 31 December 2011. The reduction was mainly due to additional interests acquired in a subsidiary in Indonesia Agri-business.

REVIEW OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2011

The Group generated higher net cash flow from operating activities (after payment of taxes and interest expenses) of US\$650.5 million in FY2011 as compared to US\$167.4 million in last year. This was mainly attributable to the improved operating results driven by higher prices and production during the year.

Net cash used in investing activities of US\$561.5 million primarily related to capital expenditure for additional planted area, construction of plantation and refinery facilities and other supporting facilities, as well as additional placement in time deposits.

Net cash used in financing activities of US\$18.7 million mainly related to payment for dividends and additional interests in a subsidiary, net of proceeds from loans drawn (net of repayment) for the 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 continued uncertainty over the European debt crisis and the concerns over the slowing economic recovery in certain countries have resulted in volatility in global economy, including the commodity markets. Nonetheless, the demand growth for palm oil remains positive, supported by continued strong core demand from the edible oil and oleo-chemical markets, particularly from the growing middle class in emerging countries and the increasing demand from the renewable energy sector. With our favourable plantation age profile and growing CPO production, we are well positioned to seize opportunities in the industry. We will also continue to increase our production of sustainable palm oil, as well as to further improve operational efficiency and plantation management techniques.

The operating environment of the China Agri-business remains challenging in view of the high raw material prices and intense competition. Our profit margins will continue to be affected by various government measures on domestic inflation. We will continue to manage our costs and to target our growth in the sale of various palm-based products through our extended distribution channels.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend:	First and final
Dividend Type:	Cash
Dividend Amount per share:	S\$0.0184 per ordinary share
Number of shares:	12,138,676,942
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:	First and final
Dividend Type:	Cash
Dividend Amount per share:	S\$0.0077 per ordinary share
Number of shares:	12,138,676,942
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 15 May 2012.

(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 2012 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 2012 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.

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)
	FY2011	FY2011
	US\$	US\$
Eka Tjipta Widjaja	733,500	Nil
Ningbo Asia Paper Tube & Carton Box Co., Ltd	Nil	1,302,529
Ningbo Asia Pulp & Paper Co., Ltd	Nil	123,688
Ningbo Zhonghua Paper Co., Ltd	Nil	105,826
PT Asuransi Sinar Mas	Nil	3,517,536
PT Bank Sinarmas	Nil	50,346,460*
PT Rolimex Kimia Nusamas	Nil	70,435,679
PT Royal Oriental	Nil	1,949,099
PT Sinar Jati Mitra	Nil	1,588,190
Total	733,500	129,369,007

Note:

* Principal amount as at 31 December 2011 is approximately US\$1.2 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.

<u>Full year ended 31 December 2011</u>	Indonesia Agri-Business US\$'000	China Agri-Business US\$'000	Total US\$'000
REVENUE			
Total revenue	5,406,955	1,139,809	6,546,764
Inter-segment sales	(593,840)	-	(593,840)
Revenue from external customers	<u>4,813,115</u>	<u>1,139,809</u>	<u>5,952,924</u>
EBITDA	<u>914,056</u>	<u>27,903</u>	<u>941,959</u>
<u>Other information</u>			
Depreciation and amortisation	(81,741)	(12,898)	(94,639)
Net gain from changes in fair value of biological assets	903,032	-	903,032
Exceptional gain, net	6,113	-	6,113
Financial income	11,415	1,141	12,556
Financial expense	(59,395)	(6,530)	(65,925)
Share of results of associated companies, net of tax	733	-	733
<u>Full year ended 31 December 2010</u>			
REVENUE			
Total revenue	3,307,154	704,792	4,011,946
Inter-segment sales	(507,287)	-	(507,287)
Revenue from external customers	<u>2,799,867</u>	<u>704,792</u>	<u>3,504,659</u>
EBITDA	<u>635,341</u>	<u>25,681</u>	<u>661,022</u>
<u>Other information</u>			
Depreciation and amortisation	(73,567)	(8,792)	(82,359)
Net gain from changes in fair value of biological assets	1,370,980	-	1,370,980
Exceptional loss	(6,061)	-	(6,061)
Financial income	7,463	673	8,136
Financial expense	(44,519)	(4,355)	(48,874)
Share of results of associated companies, net of tax	3,187	-	3,187

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		
	2011 US\$'000	2010 US\$'000	% Increase/ (Decrease)
(a) Sales reported for first half year	3,063,540	1,350,750	126.8
(b) Operating profit after tax before deducting non-controlling interests reported for first half year	419,706	158,366	165.0
(c) Sales reported for second half year	2,889,384	2,153,909	34.1
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	864,362	1,288,781	(32.9)

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

	2011 <u>US\$'000</u>	2010 <u>US\$'000</u>
Ordinary – proposed first and final	<u>171,941</u>	<u>75,869</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 shareholders 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 held	Details of changes in duties and position held, if any, during the year
Franky Oesman Widjaja	54	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>No changes</p> <p>No changes</p> <p>No changes</p>
Muktar Widjaja	57	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 (Djafa) Widjaja	55	Brother of Franky Oesman Widjaja and Muktar Widjaja, Directors of GAR	<p><u>GAR:</u> Director since 1999</p>	No changes

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Jesslyne Widjaja	27	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	Appointed on 10 October 2011

BY ORDER OF THE BOARD

Simon Lim
Director
27 February 2012

Submitted by Kimberley Lye Chor Mei, Director, Corporate Secretarial on 27 February 2012 to the SGX