

GOLDEN AGRI-RESOURCES LTD
Full Year Financial Statement And Dividend Announcement
**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),
 HALF-YEAR AND FULL YEAR RESULTS**
**1(a) An income statement (for the group) together with a comparative statement for the
 corresponding period of the immediately preceding financial year**
**UNAUDITED CONSOLIDATED INCOME STATEMENT
 FOR THE YEAR ENDED 31 DECEMBER 2010**

	Full Year 2010 <u>US\$'000</u>	Full Year 2009 <u>US\$'000</u>	Change %	4th Qtr 2010 <u>US\$'000</u>	4th Qtr 2009 <u>US\$'000</u>	Change %
Revenue	3,504,659	2,293,699	52.8	1,189,165	643,079	84.9
Cost of sales	<u>(2,550,065)</u>	<u>(1,784,269)</u>	42.9	<u>(802,034)</u>	<u>(483,698)</u>	65.8
Gross Profit	<u>954,594</u>	<u>509,430</u>	87.4	<u>387,131</u>	<u>159,381</u>	142.9
Net gain from changes in fair value of biological assets	1,370,980	302,912	352.6	1,370,980	302,912	352.6
Operating expenses						
Selling expenses	(235,984)	(78,175)	201.9	(116,956)	(21,710)	438.7
General and administrative expenses	<u>(174,837)</u>	<u>(116,432)</u>	50.2	<u>(61,531)</u>	<u>(34,048)</u>	80.7
Total operating expenses	<u>(410,821)</u>	<u>(194,607)</u>	111.1	<u>(178,487)</u>	<u>(55,758)</u>	220.1
Operating profit	1,914,753	617,735	210.0	1,579,624	406,535	288.6
Other income/(expenses)						
Financial income	8,136	6,438	26.4	2,171	2,228	(2.6)
Financial expenses	(48,874)	(47,781)	2.3	(14,764)	(9,733)	51.7
Share of results of associated companies, net of tax	3,187	5,598	(43.1)	1,289	1,635	(21.2)
Foreign exchange gain/(loss), net	29,908	(1,628)	n.m.	11,764	2,705	334.9
Other operating income, net	<u>28,131</u>	<u>12,974</u>	116.8	<u>5,695</u>	<u>4,145</u>	37.4
	<u>20,488</u>	<u>(24,399)</u>	n.m.	<u>6,155</u>	<u>980</u>	528.1
Exceptional items						
Negative goodwill	-	7,825	(100.0)	-	7,825	(100.0)
Impairment loss on loan receivable	<u>(6,061)</u>	<u>(9,199)</u>	(34.1)	-	<u>(9,199)</u>	(100.0)
	<u>(6,061)</u>	<u>(1,374)</u>	341.1	-	<u>(1,374)</u>	(100.0)
Profit before tax	1,929,180	591,962	225.9	1,585,779	406,141	290.5
Tax	<u>(482,033)</u>	<u>20,671</u>	n.m.	<u>(397,706)</u>	<u>71,139</u>	n.m.
Profit for the year/period	<u>1,447,147</u>	<u>612,633</u>	136.2	<u>1,188,073</u>	<u>477,280</u>	148.9
Attributable to:						
Owners of the Company	1,423,045	606,962	134.5	1,169,304	472,726	147.4
Non-controlling interests	<u>24,102</u>	<u>5,671</u>	325.0	<u>18,769</u>	<u>4,554</u>	312.1
	<u>1,447,147</u>	<u>612,633</u>	136.2	<u>1,188,073</u>	<u>477,280</u>	148.9

Notes (1) n.m. – not meaningful.
 (2) Certain comparative figures have been reclassified to conform to current year's presentation.

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 2010 <u>US\$'000</u>	Full year 2009 <u>US\$'000</u>	Change %	4th Qtr 2010 <u>US\$'000</u>	4th Qtr 2009 <u>US\$'000</u>	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")	661,022	401,088	64.8	237,178	129,141	83.7
Net gain from changes in fair value of biological assets	1,370,980	302,912	352.6	1,370,980	302,912	352.6
Interest on borrowings	(47,497)	(46,350)	2.5	(14,058)	(9,448)	48.8
Depreciation and amortisation	(82,359)	(68,284)	20.6	(21,374)	(19,430)	10.0
Foreign exchange gain/(loss), net	29,908	(1,628)	n.m.	11,764	2,705	334.9
Exceptional items, net	(6,061)	(1,374)	341.1	-	(1,374)	(100.0)
Profit before tax, non-controlling interests, but after interest on borrowings, depreciation and amortisation, exchange gain/(loss) and exceptional items	1,925,993	586,364	228.5	1,584,490	404,506	291.7
Share of results of associated companies, net of tax	3,187	5,598	(43.1)	1,289	1,635	(21.2)
Profit before tax	<u>1,929,180</u>	<u>591,962</u>	225.9	<u>1,585,779</u>	<u>406,141</u>	290.5

(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 2010 <u>US\$'000</u>	Full Year 2009 <u>US\$'000</u>	Change %	4th Qtr 2010 <u>US\$'000</u>	4th Qtr 2009 <u>US\$'000</u>	Change %
Operating profit	543,773	314,823	72.7	208,644	103,623	101.3
Profit before tax	534,353	292,052	83.0	203,035	101,898	99.3
Tax	(139,268)	(86,595)	60.8	(54,941)	(36,127)	52.1
Profit for the year/period	<u>395,085</u>	<u>205,457</u>	92.3	<u>148,094</u>	<u>65,771</u>	125.2
Attributable to:						
Owners of the Company	387,179	202,598	91.1	145,526	64,944	124.1
Non-controlling interests	7,906	2,859	176.5	2,568	827	210.5
Profit for the year/period	<u>395,085</u>	<u>205,457</u>	92.3	<u>148,094</u>	<u>65,771</u>	125.2

Notes (1) n.m. – not meaningful.
(2) Certain comparative figures have been reclassified to conform to current year's presentation.

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

UNAUDITED STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	As at		As at	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Assets				
Current Assets				
Cash and cash equivalents	218,279	287,539	132	1,140
Short-term investments	57,561	65,841	-	-
Trade receivables	209,925	102,665	-	-
Other receivables (note (a))	390,613	229,529	47	431
Inventories	615,529	420,125	-	-
	1,491,907	1,105,699	179	1,571
Non-Current Assets				
Long-term receivables and assets (note (b))	155,455	159,224	-	-
Long-term investments	45,779	25,050	2,000	-
Subsidiary companies	-	-	2,695,171	2,755,328
Associated companies	12,848	6,420	-	-
Property, plant and equipment	1,459,129	1,102,608	-	-
Investment properties	1,499	-	-	-
Biological assets	6,809,048	5,357,537	-	-
Deferred tax assets	11,977	18,499	-	-
Deferred charges	9,632	7,944	-	-
Brands and trademarks	1,280	1,601	-	-
Goodwill	115,898	115,898	-	-
	8,622,545	6,794,781	2,697,171	2,755,328
Total Assets	10,114,452	7,900,480	2,697,350	2,756,899

UNAUDITED STATEMENTS OF FINANCIAL POSITION (cont'd)

	Group		Company	
	As at		As at	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Liabilities and Equity				
Current Liabilities				
Short-term loans	540,613	314,008	-	10,000
Trade payables	328,248	268,385	-	-
Other payables (note (c))	139,668	103,434	30,616	33,670
Taxes payable	52,348	38,425	-	-
Obligations under finance leases	21	20	-	-
	1,060,898	724,272	30,616	43,670
Non-Current Liabilities				
Obligations under finance leases	84	95	-	-
Long-term borrowings	443,635	369,074	-	-
Deferred tax liabilities	1,631,733	1,250,044	-	-
Long-term payables	32,959	23,240	-	-
	2,108,411	1,642,453	-	-
Total Liabilities	3,169,309	2,366,725	30,616	43,670
Equity Attributable to Owners of the Company				
Issued capital	303,467	303,467	303,467	303,467
Share premium	934,297	934,315	1,569,167	1,569,185
Other paid-in capital	184,318	184,318	-	-
Other reserve	1,136	1,136	-	-
Hedging reserve	-	(1,584)	-	-
Foreign currency translation reserve	23,501	16,385	-	-
Cumulative translation adjustments	(16,684)	(16,684)	-	-
PRC statutory reserve	2,116	2,116	-	-
Retained earnings	5,393,709	4,014,224	794,100	840,577
	6,825,860	5,437,693	2,666,734	2,713,229
Non-Controlling Interests	119,283	96,062	-	-
Total Equity	6,945,143	5,533,755	2,666,734	2,713,229
Total Liabilities and Equity	10,114,452	7,900,480	2,697,350	2,756,899

UNAUDITED STATEMENTS OF FINANCIAL POSITION (cont'd)

Note:

(a) Other Receivables

	<u>Group</u>		<u>Company</u>	
	<u>As at</u>		<u>As at</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Prepaid expenses	36,537	12,194	37	45
Prepaid taxes, net	79,419	40,270	-	-
Deposits and advances to suppliers	243,164	120,557	-	-
Others	31,481	25,945	10	-
	<u>390,601</u>	<u>198,966</u>	<u>47</u>	<u>45</u>
Related parties	12	30,563	-	386
	<u>390,613</u>	<u>229,529</u>	<u>47</u>	<u>431</u>

(b) Long-Term Receivables and Assets

	<u>Group</u>		<u>Company</u>	
	<u>As at</u>		<u>As at</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Associated company	3,978	7,027	-	-
Loan receivable	5,601	9,200	-	-
Tax recoverable	91,315	86,736	-	-
Advances for project plasma plantations	20,461	11,387	-	-
Advances for project and purchase of fixed assets	21,997	32,241	-	-
Land clearing	2,507	5,563	-	-
Advances for investments in land	4,211	3,959	-	-
Others	5,385	3,111	-	-
	<u>155,455</u>	<u>159,224</u>	<u>-</u>	<u>-</u>

(c) Other Payables

	<u>Group</u>		<u>Company</u>	
	<u>As at</u>		<u>As at</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Advances from customers	50,238	22,255	-	-
Accrued expenses	39,237	19,847	307	401
Others	49,878	60,332	2	28
	<u>139,353</u>	<u>102,434</u>	<u>309</u>	<u>429</u>
Related parties	315	1,000	30,307	33,241
	<u>139,668</u>	<u>103,434</u>	<u>30,616</u>	<u>33,670</u>

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

	As at 31/12/2010			As at 31/12/2009		
	US\$'000			US\$'000		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Amount repayable in one year or less, or on demand	532,394	8,240	540,634	304,028	10,000	314,028
Amount repayable after one year	443,719	-	443,719	368,429	740	369,169
Total	976,113	8,240	984,353	672,457	10,740	683,197

Details of any collateral

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

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

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2010

	Full Year 2010 US\$'000	Full Year 2009 US\$'000
Cash flows from operating activities		
Profit before tax	1,929,180	591,962
Adjustments for:		
Net gain from changes in fair value of biological assets	(1,370,980)	(302,912)
Depreciation	81,395	67,439
Amortisation	964	845
Unrealised foreign exchange loss on short-term loans, long-term borrowings and receivables, net	10,748	31,965
Share of results of associated companies, net	(3,187)	(5,598)
(Gain)/Loss on disposal of property, plant and equipment	(1,860)	382
Property, plant and equipment written off	1,027	720
Negative goodwill	-	(7,825)
Allowance for impairment loss on:		
Other receivables, net	21	155
Loan receivable	6,061	9,199
Trade receivables written off	27	-
Trade payables written back	(622)	-
Gain from changes in fair value of financial assets at fair value through profit or loss	(3,169)	(3,827)
Interest income	(8,136)	(6,438)
Interest expense	47,497	46,350
Operating cash flows before working capital changes	688,966	422,417
Changes in operating assets and liabilities:		
Trade receivables	(106,052)	38,726
Other receivables	(153,479)	(42,085)
Inventories	(185,650)	(169,223)
Trade payables	40,876	114,598
Other payables	33,507	21,916
Cash generated from operations	318,168	386,349
Tax paid	(114,381)	(89,841)
Interest received	8,119	5,362
Interest paid	(44,492)	(45,509)
Net cash generated from operating activities	167,414	256,361

**UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2010 (Cont'd)**

	Full Year 2010 <u>US\$'000</u>	Full Year 2009 <u>US\$'000</u>
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	4,549	2,972
Proceeds from sale of biological assets	2,844	1,806
Capital expenditure on property, plant and equipment	(260,214)	(194,106)
Capital expenditure on biological assets	(63,357)	(62,095)
Net decrease/(increase) in short-term investments	11,413	(57,458)
Increase in long-term investments	(20,559)	-
Investments in Plasma/KKPA Program plantations, net	(9,083)	(4,115)
Investments in an associated company	(1,068)	-
Dividends received from an associated company	-	3,584
Acquisition of subsidiaries, net of cash acquired	(124,491)	(79,460)
Payments for deferred expenditure	(2,330)	(2,264)
Net (increase)/decrease in long-term receivables and assets	(7,492)	3,073
Net cash used in investing activities	<u>(469,788)</u>	<u>(388,063)</u>
Cash flows from financing activities		
Proceeds from short-term loans	763,931	270,920
Proceeds from long-term borrowings	219,364	251,616
Payment of dividends	(44,702)	(2,706)
Payments of short-term loans	(605,753)	(286,382)
Payments of long-term borrowings	(103,878)	(158,012)
Payments of obligations under finance leases	(24)	(8)
Net proceeds from Rights Issue	-	216,153
Deferred loan charges and long-term bank loan administration costs	(3,031)	(5,554)
Increase in time deposits pledged	(41,536)	(3,022)
Net cash generated from financing activities	<u>184,371</u>	<u>283,005</u>
Net (decrease)/increase in cash and cash equivalents	<u>(118,003)</u>	<u>151,303</u>
Cash and cash equivalents at beginning of the year	<u>279,909</u>	<u>128,606</u>
Cash and cash equivalents at end of the year (See Note below)	<u>161,906</u>	<u>279,909</u>

Note:

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

	31/12/2010 <u>US\$'000</u>	31/12/2009 <u>US\$'000</u>
Time deposits, cash and bank balances	218,279	287,539
Less: Time deposits pledged	(56,373)	(7,630)
	<u>161,906</u>	<u>279,909</u>

1(d) (i) A statement of total comprehensive income together with a comparative statement for the corresponding period of the immediately preceding financial year

**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2010**

	Full Year 2010 <u>US\$'000</u>	Full Year 2009 <u>US\$'000</u>	4th Qtr 2010 <u>US\$'000</u>	4th Qtr 2009 <u>US\$'000</u>
Profit for the year/period	1,447,147	612,633	1,188,073	477,280
Other comprehensive income				
Foreign currency translation differences on consolidation	7,377	595	3,373	210
Changes in fair value of cash flow hedges	-	(1,584)	3,036	(1,584)
Changes in fair value of cash flow hedges transferred to income statement	1,584	1,834	-	-
Other comprehensive income, net of tax	8,961	845	6,409	(1,374)
Total comprehensive income for the year/period	<u>1,456,108</u>	<u>613,478</u>	<u>1,194,482</u>	<u>475,906</u>
Total comprehensive income attributable to:				
Owners of the Company	1,431,745	607,814	1,175,609	471,611
Non-controlling interests	24,363	5,664	18,873	4,295
	<u>1,456,108</u>	<u>613,478</u>	<u>1,194,482</u>	<u>475,906</u>

1(d) (ii) 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 <u>US\$'000</u>	Share Premium <u>US\$'000</u>	Retained Earnings <u>US\$'000</u>	Total <u>US\$'000</u>
Balance as at 1 Jan 2010	303,467	1,569,185	840,577	2,713,229
Loss for the year, representing total comprehensive expenses for the year	-	-	(2,917)	(2,917)
Adjustment to share issuance expenses	-	(18)	-	(18)
Dividends paid for 2009	-	-	(43,560)	(43,560)
Balance as at 31 Dec 2010	<u>303,467</u>	<u>1,569,167</u>	<u>794,100</u>	<u>2,666,734</u>
Balance as at 1 Jan 2009	249,397	1,407,102	13,400	1,669,899
Profit for the year, representing total comprehensive income for the year	-	-	827,177	827,177
Issuance of shares pursuant to Bonus Issue	9,976	(9,976)	-	-
Issuance of shares pursuant to Rights Issue	44,094	176,374	-	220,468
Share issuance expenses	-	(4,315)	-	(4,315)
Balance as at 31 Dec 2009	<u>303,467</u>	<u>1,569,185</u>	<u>840,577</u>	<u>2,713,229</u>

1(d) (ii) 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-----										Non- controlling Interests	Total Equity
	Issued Capital	Share Premium	Other Paid-in Capital	Other Reserve	Hedging Reserve	Foreign Currency Translation Reserve	Cumulative Translation Adjustments	PRC Statutor y Reserve	Retained Earnings	Total		
	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 2010	303,467	934,315	184,318	1,136	(1,584)	16,385	(16,684)	2,116	4,014,224	5,437,693	96,062	5,533,755
Total comprehensive income for the year	-	-	-	-	1,584	7,116	-	-	1,423,045	1,431,745	24,363	1,456,108
Adjustment to share issuance expenses	-	(18)	-	-	-	-	-	-	-	(18)	-	(18)
Dividends paid for 2009	-	-	-	-	-	-	-	-	(43,560)	(43,560)	-	(43,560)
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	-	(1,142)	(1,142)
Balance as at 31 Dec 2010	303,467	934,297	184,318	1,136	-	23,501	(16,684)	2,116	5,393,709	6,825,860	119,283	6,945,143

The Group	-----Attributable to Owners of the Company-----										Non- controlling Interests	Total Equity
	Issued Capital	Share Premium	Other Paid-in Capital	Other Reserve	Hedging Reserve	Foreign Currency Translation Reserve	Cumulative Translation Adjustments	PRC Statutor y Reserve	Retained Earnings	Total		
	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 2009	249,397	772,232	184,318	1,136	(1,834)	15,783	(16,684)	-	3,409,378	4,613,726	93,104	4,706,830
Total comprehensive income for the year	-	-	-	-	250	602	-	2,116	604,846	607,814	5,664	613,478
Issuance of shares pursuant to Bonus Issue	9,976	(9,976)	-	-	-	-	-	-	-	-	-	-
Issuance of shares pursuant to Rights Issue	44,094	176,374	-	-	-	-	-	-	-	220,468	-	220,468
Share issuance expenses	-	(4,315)	-	-	-	-	-	-	-	(4,315)	-	(4,315)
Dividends paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	-	(2,706)	(2,706)
Balance as at 31 Dec 2009	303,467	934,315	184,318	1,136	(1,584)	16,385	(16,684)	2,116	4,014,224	5,437,693	96,062	5,533,755

1(d)(iii) 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 2010 and 2009.

There have been no changes to the number of issued ordinary shares of the Company since 31 December 2009.

As at 31 December 2010, 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)(iv) 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 2010 and 31 December 2009 was 12,138,676,942 ordinary shares of US\$0.025 each.

1(d)(v) 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 standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

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

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

Not applicable.

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

The Group has adopted accounting policies and methods of computation consistent with those used in the most recent audited annual financial statements for the year ended 31 December 2009.

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

Same as disclosed in Note 4 above.

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

	The Group			
	Full Year 2010	Full Year 2009	4th Qtr 2010	4th Qtr 2009
Earnings per ordinary share for the period after deducting any provision for preference dividends:-				
(i) Based on weighted average number of ordinary shares	US\$0.12	US\$0.05	US\$0.10	US\$0.04
- Weighted average numbers of shares	12,138,676,942	11,557,968,632	12,138,676,942	12,138,676,942
(ii) On a fully diluted basis	US\$0.12	n.a. ^(a)	US\$0.09	n.a. ^(a)
- Weighted average numbers of shares	12,205,714,808	n.a. ^(a)	12,309,105,202	n.a. ^(a)

Note:

(a) There were no dilutive potential ordinary shares during the year ended 31 December 2009.

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

	The Group		The Company	
	As at 31 Dec 2010	As at 31 Dec 2009	As at 31 Dec 2010	As at 31 Dec 2009
Net asset value per ordinary share based on existing issued share capital of 12,138,676,942 shares	US\$0.56	US\$0.45	US\$0.22	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		
For the year ended	Indonesia	China ⁽²⁾	Total
Revenue			
31 December 2010	2,799,867	704,792	3,504,659
31 December 2009	1,680,084	613,615	2,293,699
Increase/(Decrease)	1,119,783	91,177	1,210,960
Increase/(Decrease) %	66.7	14.9	52.8
Gross Profit			
31 December 2010	915,764	38,830	954,594
31 December 2009	486,914	22,516	509,430
Increase/(Decrease) in profit	428,850	16,314	445,164
Increase/(Decrease) %	88.1	72.5	87.4
EBITDA (see note (1))			
31 December 2010	635,341	25,681	661,022
31 December 2009	387,633	13,455	401,088
Increase/(Decrease) in profit	247,708	12,226	259,934
Increase/(Decrease) %	63.9	90.9	64.8
Interest on borrowings			
31 December 2010	43,142	4,355	47,497
31 December 2009	44,388	1,962	46,350
Increase/(Decrease)	(1,246)	2,393	1,147
Increase/(Decrease) %	(2.8)	122.0	2.5
Depreciation and amortisation			
31 December 2010	73,567	8,792	82,359
31 December 2009	61,141	7,143	68,284
Increase/(Decrease)	12,426	1,649	14,075
Increase/(Decrease) %	20.3	23.1	20.6
Foreign exchange gain/(loss)			
31 December 2010	25,426	4,482	29,908
31 December 2009	(1,709)	81	(1,628)
Increase in gain	27,135	4,401	31,536
Increase/(Decrease) %	n.m.	n.m.	n.m.
Exceptional loss			
31 December 2010	(6,061)	-	(6,061)
31 December 2009	(1,374)	-	(1,374)
Increase/(Decrease) in loss	4,687	-	4,687
Increase/(Decrease) %	341.1	-	341.1
Share of associates' profit, net of tax			
31 December 2010	3,187	-	3,187
31 December 2009	5,598	-	5,598
Decrease in profit	(2,411)	-	(2,411)
Increase/(Decrease) %	(43.1)	-	(43.1)
Profit before tax			
31 December 2010	1,912,164	17,016	1,929,180
31 December 2009	587,531	4,431	591,962
Increase/(Decrease) in profit	1,324,633	12,585	1,337,218
Increase/(Decrease) %	225.5	284.0	225.9
Net profit attributable to owners of the Company			
31 December 2010	1,410,185	12,860	1,423,045
31 December 2009	603,085	3,877	606,962
Increase/(Decrease) in profit	807,100	8,983	816,083
Increase/(Decrease) %	133.8	231.7	134.5

Notes: (1) This refers to earnings before income 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 from 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.

(4) Certain comparative figures have been reclassified to conform to current year's presentation.

REVIEW OF PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2010

Revenue for the Group reached US\$3,504.7 million for the year ended 31 December 2010 ("FY2010"), representing a growth of 52.8% as compared to US\$2,293.7 million in the previous year ("FY2009").

EBITDA increased by 64.8% to US\$661 million, whilst net profit grew by 134.5% to US\$1,423 million in FY2010.

REVENUE

Indonesia

Revenue from the Indonesia Agri-business increased by 66.7% or US\$1,119.8 million to US\$2,799.9 million in FY2010 primarily driven by the higher crude palm oil ("CPO") price and higher sales volume during the year. The average international CPO (CIF Rotterdam) price was 32.5% higher at US\$901 per tonne for FY2010, as compared to the average of US\$680 in FY2009.

Our fresh fruit bunch ("FFB") production and CPO production was 7,560,000 tonnes and 1,850,000 tonnes, respectively, as compared to 7,707,000 tonnes and 1,914,000 tonnes respectively in the previous year. The lower production was mainly due to prolonged rainy weather conditions that disrupted the harvesting process and the tree biological slowdown that affected the fruits production. However, we have seen further improvements in our fourth quarter FFB and CPO production, which have increased to 2,369,000 tonnes and 579,000 tonnes, respectively, from 2,062,000 tonnes and 494,000 tonnes in third quarter ended 30 September 2010.

China

Following the acquisition of Florentina International Holdings Limited ("FIH") group of companies in September 2010, the Group has accounted for the fourth quarter 2010 results of FIH group in the China Agri-business.

Revenue from the China Agri-business of US\$704.8 million comprised US\$655.6 million (FY2009: US\$613.6 million) from the edible oil operations and US\$49.2 million (FY2009: Nil) from the noodle operations. The 14.9% increase in revenue was largely attributable to higher sales volume and average selling prices of refined palm oil products, as well as inclusion of revenue from the newly acquired noodle operations.

COST OF SALES

Cost of sales increased by 42.9% to US\$2,550.1 million in FY2010 in line with higher revenue recorded during the year.

Indonesia

Cost of sales from the Indonesia Agri-business 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 of 57.9% to US\$1,884.1 million in FY2010 was mainly due to higher purchase cost for FFB and CPO resulting from higher market prices as well as higher sales volume during the year.

China

Cost of sales from 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 the noodle operations. The increase in cost of sales of 12.7% to US\$666 million in FY2010 was mainly due to higher raw material costs incurred for refined palm oil products during the year and inclusion of cost of sales incurred for noodle operations of US\$41.5 million.

GROSS PROFIT

Gross profit grew by 87.4% to US\$954.6 million as compared to US\$509.4 million in FY2009. The increase in gross profit margin from 22.2% in FY2009 to 27.2% was mainly due to better gross profit margin from Indonesia Agri-business resulted from higher average selling price.

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\$1,371 million in FY2010 as compared to US\$302.9 million in FY2009. Higher net gain mainly resulted from the effect of higher average CPO price used in FY2010 as compared to the previous year.

OPERATING EXPENSES

- ***Selling expenses***

Selling expenses comprised mainly export tax, transportation, advertising and promotion, and salaries. The significant increase in selling expenses of US\$157.8 million to US\$236 million in FY2010 was mainly due to increased export tax expense as a result of higher applicable export tax rate during the year, coupled with higher freight and insurance charges.

The current export tax rate for CPO ranges from 0% if CPO (CIF Rotterdam) price per tonne is below US\$700 and beyond this price, specific rates applicable subject to maximum of 25%.

- ***General and administrative expenses***

General and administrative expenses comprised mainly salaries and related expenses, rent, tax and licenses, depreciation, repairs and maintenance, and professional fees. These expenses increased by 50.2% to US\$174.8 million in FY2010 primarily due to higher salaries and related expenses recorded as a result of additional headcount, higher legal and professional fees, coupled with the strengthening of Indonesian Rupiah (“IDR”) against U.S. Dollar (“USD”) during the year.

SHARE OF RESULTS OF ASSOCIATED COMPANIES, NET

Share of associated companies’ profit (net) was US\$3.2 million as compared to US\$5.6 million in the previous year. The decrease was mainly due to lower profit contributed by PT Dami Mas Sejahtera in the Indonesia Agri-business.

FOREIGN EXCHANGE GAIN/(LOSS), NET

Foreign exchange gain of US\$29.9 million in FY2010 was primarily attributable to realised foreign exchange gain recorded in the Indonesia Agri-business resulting from strengthening of IDR against USD and gain on translation of USD denominated borrowings in China Agri-business as USD weakened against Chinese Renminbi during the year.

Foreign exchange loss of US\$1.6 million in FY2009 was mainly attributable to loss on translation of net IDR monetary liabilities of the Indonesia Agri-business to USD as IDR strengthened against USD in FY2009, net of realised foreign exchange gain during the year.

OTHER OPERATING INCOME, NET

Net other operating income comprised mainly income from shipping and trucking services, rental and commission income. The increase of US\$15.2 million was mainly due to higher commission income earned in the Indonesia Agri-business, as well as higher net rental income generated during the year.

EXCEPTIONAL LOSS, NET

The exceptional loss of US\$6.1 million in FY2010 was related to impairment loss made on a loan receivable. In the previous year, the net exceptional loss of US\$1.4 million was related to impairment loss made on a loan receivable, net of a negative goodwill arose from acquisition of subsidiaries.

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 was higher at US\$482 million in FY2010 as it included provision for deferred income tax liabilities of US\$342.8 million arising from the net gain on changes in fair value of biological assets.

The income tax credit of US\$20.7 million in FY2009 was primarily due to net deferred tax credit of US\$107.3 million recorded for the changes in fair value of biological assets as a result of reduction in applicable tax rate in Indonesia Agri-business.

NON-CONTROLLING INTERESTS

Non-controlling shareholders' share of profit was US\$24.1 million in FY2010 as compared to US\$5.7 million in FY2009. This increase was mainly due to non-controlling shareholders' share in the higher net gain from changes in fair value of biological assets and higher profit reported in certain subsidiaries in the Indonesia Agri-business.

REVIEW OF FINANCIAL POSITION AS AT 31 DECEMBER 2010

ASSETS

Total assets of the Group increased by US\$2,214 million to US\$10,114.5 million as at end December 2010 mainly attributable to increases in biological assets; property, plant and equipment; trade and other receivables and inventory.

Non-Current Assets

Biological assets increased by US\$1,451.5 million mainly due to recognition of net gain from changes in fair value of US\$1,371 million and additional planted hectares during the year.

Property, plant and equipment increased by US\$356.5 million primarily attributable to the construction of plantation facilities, refinery facilities and other ancillary plantation facilities and consolidation of property, plant and equipment of FIH group of US\$168.1 million.

The increase in associated companies of US\$6.4 million was mainly from additional interests in associated companies.

Increase in long-term investment of US\$20.7 million was mainly attributable to placement in bonds with maturity over one year.

Current Assets

Cash and cash equivalents decreased to US\$218.3 million mainly due to capital expenditure on property, plant and equipment incurred in Indonesia Agri-business and the acquisition of FIH group.

Trade receivables increased by US\$107.3 million to US\$209.9 million due to higher sales recorded in Indonesia Agri-business.

Other receivables increased by US\$161.1 million primarily due to higher deposits and advance payment for soybean and CPO purchases in line with higher market prices, and higher prepaid value-added tax as a result of increased purchases and capital expenditure in Indonesia Agri-business.

Increase in inventories of US\$195.4 million was mainly attributable to the higher inventory level and higher unit cost at the end of the year at both Indonesia Agri-business and China Agri-business.

LIABILITIES

Total liabilities of the Group increased by US\$802.6 million to US\$3,169.3 million as at 31 December 2010 mainly attributable to increases in deferred tax liabilities, total borrowings, as well as trade and other payables.

Increase in deferred tax liabilities of US\$381.7 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\$984.4 million mostly attributable to additional borrowings for capital expenditure and working capital purposes in Indonesia Agri-business.

Trade payables increased by US\$59.9 million primarily related to purchase of soybean for the China Agri-business.

Higher other payables of US\$36.2 million was mainly attributable to the higher advances received from customers and higher accrued operating expenses as at the end of the year.

REVIEW OF CONSOLIDATED CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2010

Net cash flow generated from operating activities (after payment of taxes and interest expenses) for the year was US\$167.4 million. Lower cash inflow generated as compared to the previous year mainly resulted from the higher advance payment for the purchase of soybean and CPO as well as higher trade receivables in FY2010.

Net cash used in investing activities of US\$469.8 million mainly related to capital expenditure for additional planted area, construction of plantation and refinery facilities, other supporting facilities, and the acquisition of FIH group.

Net cash generated from financing activities of US\$184.4 million was primarily attributable to proceeds from loans drawn (net of repayment), net of dividend payment made during 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 outlook for the palm oil industry remains positive given its strong fundamentals, supported by palm oil being the highest yielding and cheapest edible oil in the world. The growing demand for palm oil is expected to continue, driven by continued core demand for the edible oil, as well as demand from oleo-chemical markets and the renewable energy sector.

Nonetheless, the global climatic condition, supply and demand of CPO and other vegetable oils, and developments in government policy on import duties and export taxes of the countries we trade with will continue to have an impact on the CPO price. We will continue increasing our production of sustainable palm oil, as well as further improving operational efficiency and plantation management techniques.

The operating environment of the China Agri-business remains challenging in view of the volatility of commodity prices. Our priority remains in managing our costs and targeting our growth in the sale of various palm-based products through our extended distribution channels.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend:	First and final
Dividend Type:	Cash
Dividend Amount per share:	S\$0.0077 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 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\$0.00495 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 16 May 2011.

(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 2011 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 4 May 2011 will be registered to determine shareholders' entitlements to the proposed first and final dividend.

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

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

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

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>For the year ended 31 December 2010</u>	Indonesia Agri-business US\$'000	China Agri-business US\$'000	Consolidated US\$'000
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>
RESULTS			
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 items, net	(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
<u>For the year ended 31 December 2009</u>			
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
REVENUE			
Total revenue	2,163,204	613,615	2,776,819
Inter-segment sales	(483,120)	-	(483,120)
Revenue from external customers	<u>1,680,084</u>	<u>613,615</u>	<u>2,293,699</u>
RESULTS			
EBITDA	<u>387,633</u>	<u>13,455</u>	<u>401,088</u>
<u>Other information</u>			
Depreciation and amortisation	(61,141)	(7,143)	(68,284)
Net gain from changes in fair value of biological assets	302,912	-	302,912
Exceptional items, net	(1,374)	-	(1,374)
Financial income	6,121	317	6,438
Financial expense	(45,819)	(1,962)	(47,781)
Share of results of associated companies, net of tax	5,598	-	5,598

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

Not applicable.

15. A breakdown of sales

	The Group		
	2010 US\$'000	2009 US\$'000	% Increase/ (Decrease)
(a) Sales reported for first half year	1,350,750	977,826	38.1
(b) Operating profit after tax before deducting non-controlling interests reported for first half year	158,366	63,454	149.6
(c) Sales reported for second half year	2,153,909	1,315,873	63.7
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	1,288,781	549,179	134.7

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

	2010 <u>US\$'000</u>	2009 <u>US\$'000</u>
Ordinary – interim	-	-
Ordinary – proposed final	72,681	43,560
Total	<u>72,681</u>	<u>43,560</u>

17. Interested persons transactions disclosure

Name of interested person	Aggregate value of all interested person transactions during the Period under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)
	FY2010	FY2010
	US\$	US\$
AFP Properties Limited (formerly known as Asia Food & Properties Limited)	142,838,000 *	346,895
AFP (Shanghai) Co., Ltd	Nil	1,480,000
Muktar Widjaja	290,400 **	Nil
Ningbo Asia Paper Tube & Carton Box Co., Ltd	Nil	1,296,901
Ningbo Asia Pulp & Paper Co., Ltd	Nil	130,678
Ningbo Zhonghua Paper Co., Ltd	Nil	226,567
PT Asuransi Sinar Mas	Nil	1,698,482
PT Bank Sinarmas	Nil	773,915 @
PT Bumi Serpong Damai Tbk	263,670	Nil
PT Rolimex Kimia Nusamas	Nil	53,180,578
PT Royal Oriental	Nil	5,106,361
PT Sinar Jati Mitra	Nil	1,515,983
Zhuhai Huafeng Foodstuff Co., Ltd	Nil	2,255,039
Total	143,392,070	68,011,399

Notes:

* Acquisition of FIH from AFP Properties Limited which was completed on 16 September 2010.

** The amount covered a period of 2 years from 1 January 2010 to 31 December 2011.

@ Principal amount as at 31 December 2010 is approximately US\$0.2 million.

BY ORDER OF THE BOARD

Simon Lim
Director
28 February 2011

Submitted by Kimberley Lye Chor Mei, Senior Manager on 28 Feb 2011 to the SGX