

GOLDEN AGRI-RESOURCES LTD
Half 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 PERIOD ENDED 30 JUNE 2008**

	1st Half 2008 <u>US\$'000</u>	1st Half 2007 <u>US\$'000</u>	Change %	2nd Qtr 2008 <u>US\$'000</u>	2nd Qtr 2007 <u>US\$'000</u>	Change %
Revenue	1,564,042	681,764	129.4	816,609	406,417	100.9
Cost of sales	<u>(999,695)</u>	<u>(443,767)</u>	125.3	<u>(516,886)</u>	<u>(271,078)</u>	90.7
Gross Profit	<u>564,347</u>	<u>237,997</u>	137.1	<u>299,723</u>	<u>135,339</u>	121.5
Net gain from changes in fair value of biological assets	1,085,866	430,694	152.1	626,331	265,773	135.7
Operating expenses						
Selling expenses	(119,603)	(18,852)	534.4	(68,640)	(11,141)	516.1
General and administrative expenses	<u>(53,640)</u>	<u>(37,453)</u>	43.2	<u>(26,968)</u>	<u>(19,791)</u>	36.3
Total operating expenses	<u>(173,243)</u>	<u>(56,305)</u>	207.7	<u>(95,608)</u>	<u>(30,932)</u>	209.1
Operating profit	1,476,970	612,386	141.2	830,446	370,180	124.3
Other income(expenses)						
Financial income	2,322	3,672	(36.8)	1,170	2,344	(50.1)
Financial expenses	(17,629)	(19,416)	(9.2)	(8,094)	(9,589)	(15.6)
Share of results of associated companies, net	2,945	2,343	25.7	1,185	1,134	4.5
Foreign exchange gain(loss)	6,060	(2,791)	n.m.	1,274	(3,429)	n.m.
Other operating income, net	<u>3,297</u>	<u>1,164</u>	183.2	<u>3,093</u>	<u>3,588</u>	(13.8)
	<u>(3,005)</u>	<u>(15,028)</u>	(80.0)	<u>(1,372)</u>	<u>(5,952)</u>	(76.9)
Exceptional items						
Negative goodwill	18,067	72,041	(74.9)	18,067	3,508	415.0
Gain arising from changes in effective interests in subsidiaries	-	2,466	(100.0)	-	2,466	(100.0)
	<u>18,067</u>	<u>74,507</u>	(75.8)	<u>18,067</u>	<u>5,974</u>	202.4
Profit before tax	1,492,032	671,865	122.1	847,141	370,202	128.8
Tax	<u>(434,062)</u>	<u>(169,876)</u>	155.5	<u>(248,436)</u>	<u>(107,595)</u>	130.9
Profit for the period	<u>1,057,970</u>	<u>501,989</u>	110.8	<u>598,705</u>	<u>262,607</u>	128.0
Attributable to:						
Equity holders of the Company	1,024,995	447,266	129.2	582,170	227,980	155.4
Minority interests	<u>32,975</u>	<u>54,723</u>	(39.7)	<u>16,535</u>	<u>34,627</u>	(52.2)
	<u>1,057,970</u>	<u>501,989</u>	110.8	<u>598,705</u>	<u>262,607</u>	128.0

Note(1) n.m. – not meaningful

ADDITIONAL INFORMATION

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

	1st Half 2008 <u>US\$'000</u>	1st Half 2007 <u>US\$'000</u>	Change %	2nd Qtr 2008 <u>US\$'000</u>	2nd Qtr 2007 <u>US\$'000</u>	Change %
Earnings before tax, minority interests, interest on borrowings, depreciation and amortisation, net gain from changes in fair value of biological assets, foreign exchange gain(loss), exceptional item and share of results of associated companies ("EBITDA")	423,725	210,811	101.0	222,215	122,568	81.3
Net gain from changes in fair value of biological assets	1,085,866	430,694	152.1	626,331	265,773	135.7
Interest on borrowings	(17,053)	(19,365)	(11.9)	(7,775)	(9,552)	(18.6)
Depreciation and amortisation	(27,578)	(24,334)	13.3	(14,156)	(12,266)	15.4
Foreign exchange gain(loss)	6,060	(2,791)	n.m.	1,274	(3,429)	n.m.
Exceptional items, net	18,067	74,507	(75.8)	18,067	5,974	202.4
Profit before tax, minority interests, but after interest on borrowings, depreciation and amortisation, exchange gain(loss) and exceptional items	1,489,087	669,522	122.4	845,956	369,068	129.2
Share of results of associated companies, net	2,945	2,343	25.7	1,185	1,134	4.5
Profit before tax	<u>1,492,032</u>	<u>671,865</u>	122.1	<u>847,141</u>	<u>370,202</u>	128.8

Note: (1) n.m. – not meaningful

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

	1st Half 2008 <u>US\$'000</u>	1st Half 2007 <u>US\$'000</u>	Change %	2nd Qtr 2008 <u>US\$'000</u>	2nd Qtr 2007 <u>US\$'000</u>	Change %
Operating profit	<u>391,104</u>	<u>181,692</u>	115.3	<u>204,115</u>	<u>104,407</u>	95.5
Profit before tax	388,099	166,664	132.9	202,743	98,455	105.9
Taxation	<u>(108,302)</u>	<u>(40,668)</u>	166.3	<u>(60,537)</u>	<u>(27,863)</u>	117.3
Profit for the period	<u>279,797</u>	<u>125,996</u>	122.1	<u>142,206</u>	<u>70,592</u>	101.4
Attributable to:						
Equity holders of the Company	273,791	107,005	155.9	138,083	58,081	137.7
Minority interests	<u>6,006</u>	<u>18,991</u>	(68.4)	<u>4,123</u>	<u>12,511</u>	(67.0)
Profit for the period	<u>279,797</u>	<u>125,996</u>	122.1	<u>142,206</u>	<u>70,592</u>	101.4

Note: (1) n.m. – not meaningful

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

UNAUDITED BALANCE SHEETS

(Amounts in United States dollars)

	Group		Company	
	As at		As at	
	30/6/2008	31/12/2007	30/6/2008	31/12/2007
	US\$'000	US\$'000	US\$'000	US\$'000
Assets				
Current Assets				
Cash and cash equivalents	211,592	124,487	1,259	1,521
Short-term investments	3,973	22,065	-	-
Trade receivables	153,918	119,426	-	-
Other receivables (note (a))	232,255	186,305	351	349
Inventories	498,594	311,534	-	-
	1,100,332	763,817	1,610	1,870
Non-Current Assets				
Long-term receivables (note (b))	176,799	119,216	-	-
Long-term investments	25,050	25,050	-	-
Subsidiary companies	-	-	1,770,392	1,748,539
Associated companies	4,411	18,818	-	-
Property, plant and equipment	903,284	819,946	-	-
Biological assets	4,242,059	3,129,960	-	-
Deferred income tax	17,138	12,351	-	-
Deferred charges	5,774	5,516	-	-
Brands and trademarks	2,081	2,242	-	-
Goodwill	115,898	115,898	-	-
	5,492,494	4,248,997	1,770,392	1,748,539
Total Assets	6,592,826	5,012,814	1,772,002	1,750,409

UNAUDITED BALANCE SHEETS (Cont'd)

(Amounts in United States dollars)

	Group		Company	
	As at		As at	
	30/6/2008	31/12/2007	30/6/2008	31/12/2007
	US\$'000	US\$'000	US\$'000	US\$'000
Liabilities and Equity				
Current Liabilities				
Short-term loans	341,145	262,447	10,000	20,000
Trade payables	216,413	152,953	-	-
Other payables (note(c))	58,357	66,420	43,513	34,881
Taxes payable	91,399	35,377	2,987	2,324
Obligations under finance leases	300	593	-	-
	707,614	517,790	56,500	57,205
Non-Current Liabilities				
Obligations under finance leases	31	28	-	-
Long-term borrowings	237,049	228,529	-	-
Deferred income tax	1,203,299	870,476	-	-
Long-term payables	15,216	14,781	-	-
	1,455,595	1,113,814	-	-
Total Liabilities	2,163,209	1,631,604	56,500	57,205
Equity Attributable to Equity Holders of the Company				
Issued capital	249,397	249,397	249,397	249,397
Share premium	772,100	772,100	1,406,970	1,406,970
Other paid-in capital	184,318	184,318	-	-
Other reserve	1,136	1,136	-	-
Hedging reserve	-	(16,036)	-	-
Foreign currency translation reserve	19,841	9,139	-	-
Cumulative translation adjustments	(16,684)	(16,684)	-	-
Retained earnings	3,107,423	2,119,196	59,135	36,837
	4,317,531	3,302,566	1,715,502	1,693,204
Minority Interests	112,086	78,644	-	-
Total Equity	4,429,617	3,381,210	1,715,502	1,693,204
Total Liabilities and Equity	6,592,826	5,012,814	1,772,002	1,750,409

UNAUDITED BALANCE SHEETS (Cont'd)

Note:

(a) Other Receivables

	Group		Company	
	As at		As at	
	30/6/2008	31/12/2007	30/6/2008	31/12/2007
	US\$'000	US\$'000	US\$'000	US\$'000
Prepaid expenses	50,774	8,628	6	23
Prepaid value added tax, net	30,518	43,884	-	-
Trading deposits	19,169	38,603	-	-
Others	101,484	67,096	-	-
	<u>201,945</u>	<u>158,211</u>	<u>6</u>	<u>23</u>
Related parties	30,310	28,094	345	326
	<u>232,255</u>	<u>186,305</u>	<u>351</u>	<u>349</u>

(b) Long-Term Receivables

	Group		Company	
	As at		As at	
	30/6/2008	31/12/2007	31/3/2008	31/12/2007
	US\$'000	US\$'000	US\$'000	US\$'000
Associated company	6,300	6,076	-	-
Loan receivable	15,145	13,974	-	-
Tax recoverable	90,005	49,962	-	-
Advances for project plasma plantations	4,851	3,208	-	-
Advances for project and purchase of fixed assets	47,151	33,572	-	-
Land clearing	7,423	6,447	-	-
Advances for investments in land	3,411	3,380	-	-
Others	2,513	2,597	-	-
	<u>176,799</u>	<u>119,216</u>	<u>-</u>	<u>-</u>

(c) Other Payables

	Group		Company	
	As at		As at	
	30/6/2008	31/12/2007	31/3/2008	31/12/2007
	US\$'000	US\$'000	US\$'000	US\$'000
Advances from customers	19,551	14,319	-	-
Accrued expenses	20,526	13,423	210	524
Others	18,277	35,550	157	221
	<u>58,354</u>	<u>63,292</u>	<u>367</u>	<u>745</u>
Related parties	3	3,128	43,146	34,136
	<u>58,357</u>	<u>66,420</u>	<u>43,513</u>	<u>34,881</u>

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

	As at 30/6/2008			As at 31/12/2007		
	US\$'000			US\$'000		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Amount repayable in one year or less, or on demand	331,445	10,000	341,445	242,318	20,722	263,040
Amount repayable after one year	181,281	55,799	237,080	228,557	-	228,557
Total	512,726	65,799	578,525	470,875	20,722	491,597

Details of any collateral

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

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

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 JUNE 2008

	1st Half 2008 US\$'000	1st Half 2007 US\$'000	2nd Qtr 2008 US\$'000	2nd Qtr 2007 US\$'000
Cash flows from operating activities				
Profit before tax	1,492,032	671,865	847,141	370,202
Adjustments for:				
Net gain from changes in fair value of biological assets	(1,085,866)	(430,694)	(626,331)	(265,773)
Depreciation	27,307	23,993	14,102	12,127
Amortisation	271	341	54	139
Unrealised foreign exchange loss(gain) on short-term loans, long-term borrowings and receivables, net	3,576	(1,327)	4,715	(1,129)
Share of results of associated companies, net	(2,945)	(2,343)	(1,185)	(1,134)
(Gain)Loss on disposal of property, plant and equipment, net of write off	(47)	18	(67)	(87)
Allowance for impairment loss on trade receivables and trade receivables written off	-	169	-	169
Write-back of trade payables	-	(393)	-	(393)
Deferred charges written off	-	21	-	21
Negative goodwill	(18,067)	(72,041)	(18,067)	(3,508)
Gain arising from changes in effective interests in subsidiaries	-	(2,466)	-	(2,466)
Interest income	(2,322)	(3,672)	(1,170)	(2,344)
Interest expense	17,053	19,365	7,775	9,552
Operating cash flow before working capital changes	430,992	202,836	226,967	115,376

**UNAUDITED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2008 (Cont'd)**

	1st Half 2008 US\$'000	1st Half 2007 US\$'000	2nd Qtr 2008 US\$'000	2nd Qtr 2007 US\$'000
Operating cash flow before working capital changes	430,992	202,836	226,967	115,376
Changes in operating assets and liabilities:				
Trade receivables	(26,216)	(2,641)	23,224	(19,319)
Other receivables	(33,736)	(45,598)	6,739	(20,529)
Inventories	(175,035)	(54,634)	(141,388)	(34,124)
Trade payables	61,776	2,429	75,020	49,403
Other payables	(336)	(6,695)	(3,051)	4,439
Cash generated from(used in) operations	257,445	95,697	187,511	95,246
Tax paid	(94,790)	(7,298)	(68,648)	(196)
Interest received	2,615	3,679	1,278	2,288
Interest paid	(15,967)	(18,237)	(7,110)	(8,885)
Net cash from operating activities	149,303	73,841	113,031	88,453
Cash flows from investing activities				
Proceeds from sale of property, plant and equipment	1,473	1,501	775	935
Proceeds from sale of biological assets	990	1,958	523	1,663
Capital expenditure on property, plant and equipment	(77,489)	(49,084)	(44,554)	(26,954)
Capital expenditure on biological assets	(26,159)	(19,221)	(12,187)	(9,824)
Net (increase)decrease in short-term investments	18,092	2,463	56,088	9,059
Investments in Plasma/KKPA Program plantations, net	(1,643)	3,096	(217)	838
Increase in long-term receivables from related parties	-	(549)	-	(278)
Acquisition of subsidiaries, net of cash acquired	(5,001)	(19,051)	(5,001)	(20,421)
Acquisition of additional interests in a subsidiary	-	(140,462)	-	(140,462)
Investment in deferred land rights	(20)	(191)	324	(53)
Increase in other non-current receivables and assets	(16,583)	(30,576)	(8,101)	(25,848)
Net cash used in investing activities	(106,340)	(250,116)	(12,350)	(211,345)
Cash flows from financing activities				
Proceeds from short-term loans	176,879	46,111	60,753	42,294
Proceeds from long-term borrowings	67,799	2,320	67,799	-
Payment of dividends	(36,842)	(70,898)	(36,842)	(70,898)
Payments of short-term loans	(112,133)	(41,829)	(66,889)	(38,228)
Payments of long-term borrowings	(51,561)	(169,172)	(42,181)	(152,346)
Proceeds from share placement, net	-	508,079	-	508,079
Deferred loan charges and long-term bank loan administration costs	-	(175)	-	(149)
(Increase) Decrease in time deposits pledged	(75,588)	-	(60,018)	-
Net cash from(used in) financing activities	(31,446)	274,436	(77,378)	288,752
Net increase in cash and cash equivalents	11,517	98,161	23,303	165,860
Cash and cash equivalents at beginning of the period	120,505	129,439	108,719	61,740
Cash and cash equivalents at end of the period				
(See Note below)	132,022	227,600	132,022	227,600

Note:

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

	30/6/2008 US\$'000	30/6/2007 US\$'000
Time deposits, cash and bank balances	211,592	228,549
Less: Time deposits pledged	(79,570)	(949)
	<u>132,022</u>	<u>227,600</u>

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

The Group	-----Attributable to Equity Holders of the Company-----									Minority	Total
	Issued Capital	Share Premium	Other Paid-in Capital	Other Reserve	Hedging Reserve	Foreign Currency Translation Reserve	Retained Earnings	Cumulative Translation Adjustment	Total	Interests	Equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Jan 2008	249,397	772,100	184,318	1,136	(16,036)	9,139	2,119,196	(16,684)	3,302,566	78,644	3,381,210
Profit for the period	-	-	-	-	-	-	442,825	-	442,825	16,440	459,265
Foreign currency translation	-	-	-	-	-	5,171	-	-	5,171	255	5,426
Transferred to income statement for cash flow hedge	-	-	-	-	16,036	-	-	-	16,036	-	16,036
Net gain recognised directly in equity	-	-	-	-	16,036	5,171	-	-	21,207	255	21,462
Balance as at 31 Mar 2008	249,397	772,100	184,318	1,136	-	14,310	2,562,021	(16,684)	3,766,598	95,339	3,861,937
Profit for the period	-	-	-	-	-	-	582,170	-	582,170	16,535	598,705
Dividends paid for 2007	-	-	-	-	-	-	(36,768)	-	(36,768)	(74)	(36,842)
Foreign currency translation	-	-	-	-	-	5,531	-	-	5,531	286	5,817
Net gain recognised directly in equity	-	-	-	-	-	5,531	-	-	5,531	286	5,817
Balance as at 30 Jun 2008	249,397	772,100	184,318	1,136	-	19,841	3,107,423	(16,684)	4,317,531	112,086	4,429,617

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

The Group	←-----Attributable to Equity Holders of the Company-----→									Minority	Total
	Issued Capital	Share Premium	Other Paid-in Capital	Other Reserve	Hedging Reserve	Foreign Currency Translation Reserve	Retained Earnings	Cumulative Translation Adjustment	Total	Interests	Equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Jan 2007	216,867	296,595	184,318	188	-	1,942	1,021,646	(16,684)	1,704,872	216,424	1,921,296
Profit for the period	-	-	-	-	-	-	219,286	-	219,286	20,096	239,382
Foreign currency translation	-	-	-	-	-	608	-	-	608	69	677
Change in fair value of cash flow hedge	-	-	-	-	(552)	-	-	-	(552)	-	(552)
Net gain(loss) recognised directly in equity	-	-	-	-	(552)	608	-	-	56	69	125
Balance as at 31 Mar 2007	216,867	296,595	184,318	188	(552)	2,550	1,240,932	(16,684)	1,924,214	236,589	2,160,803
Profit for the period	-	-	-	-	-	-	227,980	-	227,980	34,627	262,607
Interim dividends	-	-	-	-	-	-	(32,326)	-	(32,326)	-	(32,326)
Dividends paid for 2006	-	-	-	-	-	-	(34,916)	-	(34,916)	(3,656)	(38,572)
Share issue	32,530	494,378	-	-	-	-	-	-	526,908	-	526,908
Share issue Expenses	-	(18,829)	-	-	-	-	-	-	(18,829)	-	(18,829)
Foreign currency translation	-	-	-	-	-	1,216	-	-	1,216	84	1,300
Change of interests in subsidiaries	-	-	-	-	-	-	-	-	-	(112,507)	(112,507)
Transfer to income statement for cash flow hedge	-	-	-	-	552	-	-	-	552	-	552
Net gain(loss) recognised directly in equity	-	-	-	-	552	1,216	-	-	1,768	(112,423)	(110,655)
Balance as at 30 Jun 2007	249,397	772,144	184,318	188	-	3,766	1,401,670	(16,684)	2,594,799	155,137	2,749,936

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	Retained Earnings	Total
	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Jan 2008	249,397	1,406,970	36,837	1,693,204
Profit for the period	-	-	6,565	6,565
Balance as at 31 Mar 2008	249,397	1,406,970	43,402	1,699,769
Dividends paid for 2007	-	-	(36,768)	(36,768)
Profit for the period	-	-	52,501	52,501
Balance as at 30 Jun 2008	249,397	1,406,970	59,135	1,715,502
Balance as at 1 Jan 2007	216,867	931,465	30,439	1,178,771
Profit for the period	-	-	39,325	39,325
Balance as at 31 Mar 2007	216,867	931,465	69,764	1,218,096
Profit for the period	-	-	4,029	4,029
Share issue	32,530	494,378	-	526,908
Share issue expenses	-	(18,829)	-	(18,829)
Interim dividends	-	-	(32,326)	(32,326)
Dividends paid for 2006	-	-	(34,916)	(34,916)
Balance as at 30 Jun 2007	249,397	1,407,014	6,551	1,662,962

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 30 June 2008 and 2007.

There has been no share issuance since 31 March 2008. As at 30 June 2008, the total number of issued ordinary shares in the Company is 9,975,903,792 ordinary shares of US\$0.025 each.

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 30 June 2008 and 31 December 2007 was 9,975,903,792 ordinary shares of US\$0.025 each and 4,987,951,896 ordinary shares of US\$0.05 each, respectively.

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 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 2007.

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

Not applicable.

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

	The Group			
	1st Half 2008	1st Half 2007	2nd Qtr 2008	2nd Qtr 2007
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\$0.05	US\$0.06	US\$0.02
- Weighted average numbers of shares*	9,975,903,792	9,108,437,124	9,975,903,792	9,542,170,460
(ii) On a fully diluted basis	n.a.	n.a.	n.a.	n.a.

* Comparative figures for earnings per ordinary shares have been adjusted for the sub-division of shares effected on 13 September 2007 and 22 February 2008.

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 30 Jun 2008	As at 31 Dec 2007	As at 30 Jun 2008	As at 31 Dec 2007
Net asset value per ordinary share based on existing issued share capital of 9,975,903,792 shares as at 30 Jun 2008 (31 Dec 2007: 9,975,903,792 sub-divided shares*)	US\$0.43	US\$0.33	US\$0.18	US\$0.17

* Comparative figures for earnings per ordinary shares have been adjusted for the sub-division of shares effected on 13 September 2007 and 22 February 2008.

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 half year ended	Indonesia	China ⁽²⁾	Total
Revenue			
30 June 2008	1,213,024	351,018	1,564,042
30 June 2007	511,940	169,824	681,764
Increase/(Decrease)	701,084	181,194	882,278
Increase/(Decrease) %	136.9	106.7	129.4
Gross Profit			
30 June 2008	546,587	17,760	564,347
30 June 2007	222,866	15,131	237,997
Increase/(Decrease) in profit	323,721	2,629	326,350
Increase/(Decrease) %	145.3	17.4	137.1
EBITDA (see note (1))			
30 June 2008	410,708	13,017	423,725
30 June 2007	197,758	13,053	210,811
Increase/(Decrease) in profit	212,950	(36)	212,914
Increase/(Decrease) %	107.7	(0.3)	101.0
Interest on borrowings			
30 June 2008	15,969	1,084	17,053
30 June 2007	18,413	952	19,365
Increase/(Decrease)	(2,444)	132	(2,312)
Increase/(Decrease) %	(13.3)	13.9	(11.9)
Depreciation and amortisation			
30 June 2008	24,132	3,446	27,578
30 June 2007	21,375	2,959	24,334
Increase/(Decrease)	2,757	487	3,244
Increase/(Decrease) %	12.9	16.5	13.3
Foreign exchange gain(loss)			
30 June 2008	3,421	2,639	6,060
30 June 2007	(3,863)	1,072	(2,791)
Increase/(Decrease) in gain	7,284	1,567	8,851
Increase/(Decrease) %	n.m.	146.2	n.m.
Exceptional gain			
30 June 2008	18,067	-	18,067
30 June 2007	74,507	-	74,507
Decrease in gain	(56,440)	-	(56,440)
Increase/(Decrease) %	(75.8)	-	(75.8)
Share of associates' profit			
30 June 2008	2,945	-	2,945
30 June 2007	2,343	-	2,343
Increase in profit	602	-	602
Increase/(Decrease) %	25.7	-	25.7
Profit before tax			
30 June 2008	1,480,906	11,126	1,492,032
30 June 2007	661,651	10,214	671,865
Increase/(Decrease) in profit	819,255	912	820,167
Increase/(Decrease) %	123.8	8.9	122.1
Net profit attributable to equity holders of the Company			
30 June 2008	1,014,527	10,468	1,024,995
30 June 2007	437,407	9,859	447,266
Increase/(Decrease) in profit	577,120	609	577,729
Increase/(Decrease) %	131.9	6.2	129.2

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

PERFORMANCE FOR HALF YEAR ENDED 30 JUNE 2008

Revenue of the Group for the half year ended 30 June 2008 ("1H2008") was US\$1.56 billion, more than double of the US\$681.8 million recorded for the same period in 2007 ("1H2007").

EBITDA rose by 101 percent to US\$423.7 million as compared to US\$210.8 million in 1H2007. Similarly, the operating profit grew by 141.2 percent from US\$612.4 million in the previous period to US\$1,477 million.

Net profit attributable to equity holders of the Company increased by 129.2 percent to US\$1,025 million in 1H2008 from US\$447.3 million in 1H2007.

REVENUE

Indonesia

As a result of the historically high crude palm oil ("CPO") prices and increase in CPO production, the revenue of Indonesia Agri-business rose by 136.9 percent or US\$701.1 million from US\$511.9 million in 1H2007 to US\$1,213 million in 1H2008.

During 1H2008, the international CPO (CIF Rotterdam) prices exceeded historical high of US\$1,000 per ton, with prices hovering around US\$1,200 per ton in the second quarter of 2008. This resulted in an average price of US\$1,167 per ton in 1H2008, which was 71 percent higher than the average of US\$681 per ton in 1H2007.

Our Indonesia Agri-business operation improved, supported by higher CPO production, which grew by 22 percent to 853,000 tons in 1H2008 as compared to 702,000 tons in 1H2007. Fresh fruit bunch ("FFB") production was also higher at 3,466,600 tons in 1H2008 as compared to 2,898,500 tons in 1H2007.

China

Revenue from China Agri-business more than doubled to US\$351 million as compared to US\$169.8 million in 1H2007. This was primarily attributable to the increase in selling prices of refined edible oil products and higher crushing volumes.

Revenue contribution was mainly US\$141.1 million (1H2007: US\$63.9 million) from the crushing operation and US\$174.1 million (1H2007: US\$84.8 million) from refinery operation.

COST OF SALES

In line with the higher revenue, cost of sales rose by 125.3 percent or US\$555.9 million to US\$999.7 million as compared to US\$443.8 million in 1H2007.

Indonesia

Cost of sales from Indonesia Agri-business comprised mainly labour, plantation maintenance, fertiliser and harvesting costs, FFB purchases and CPO purchases for our downstream business.

Cost of sales increased from US\$289.1 million in 1H2007 to US\$666.4 million in 1H2008 mainly attributable to the higher purchase cost for FFB and CPO in line with the increase in market prices as well as significantly higher fertiliser and maintenance costs during the period. We purchased CPO in certain areas to minimise logistics cost to meet the CPO requirements of our refineries in Indonesia.

China

Cost of sales in China Agri-business, comprising mainly purchase cost of soybean and palm oil products, increased by 115.4 percent or US\$178.6 million to US\$333.3 million as compared to US\$154.7 million for the same period in 2007. This was primarily due to the increase in market prices of soybean and palm oil products.

GROSS PROFIT

Gross profit rose by 137.1 percent or US\$326.4 million from US\$238 million in 1H2007 to US\$564.3 million in 1H2008.

Gross profit margin of Indonesia Agri-business increased to 45.1 percent in 1H2008 as compared to 43.5 percent in 1H2007 mainly attributable to the higher CPO price. The gross profit margin would have been higher had the domestic selling prices of CPO and refined products increased in tandem with the international CPO prices. The domestic selling prices of CPO and refined products had been affected by the higher export tax.

Gross profit margin of China Agri-business decreased to 5.1 percent as compared to 8.9 percent in 1H2007 mainly attributable to the increased purchase cost of soybean and palm oil products during the period, and the Chinese governmental regulation on the domestic selling prices.

NET GAIN FROM CHANGES IN FAIR VALUE OF BIOLOGICAL ASSETS

Net gain from changes in fair value of biological assets increased by 152.1 percent or US\$655.2 million to US\$1,085.9 million in 1H2008 as compared to US\$430.7 million in 1H2007. The increase was primarily due to the effect of higher average CPO price in line with the higher market prices in 1H2008 as compared to the previous period.

This 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. Any resultant gains or losses arising from changes in fair value are recognised in the income statement.

OPERATING EXPENSES

- ***Selling expenses***

Selling expenses comprised mainly transportation, advertising and promotion, export tax and salaries. The significant increase of US\$100.8 million from US\$18.9 million in 1H2007 to US\$119.6 million in 1H2008 was mainly due to higher export tax as a result of the increase in Indonesia’s export tax rates on CPO and refined palm based products.

Prior to June 2007, Indonesia’s export tax rates ranged from 0.3 percent to 3 percent. With effect from end August 2007, the export tax rates were increased and varied according to CPO (CIF Rotterdam) price. The most recent revision to export tax rates effective on 1 February 2008 adjusted the export tax rate for CPO ranging from 0 percent (if CPO price per ton is below US\$550) to 25 percent (if CPO price per ton is above US\$1,300).

- ***General and administrative expenses***

General and administrative expenses included salaries and related expenses, rent, tax and licenses, depreciation, repairs and maintenance, and professional fees. The increase of 43.2 percent or US\$16.2 million from US\$37.5 million in 1H2007 to US\$53.6 million in 1H2008 was mainly due to increased activities relating to the Group’s Corporate Social Responsibility (“CSR”) program, higher salaries, management and professional fees in Indonesia Agri-business.

FINANCIAL EXPENSES, NET

Net financial expenses comprised net interest expenses (after deducting interest income), amortisation of deferred loan charges and other finance charges. The net financial expenses remained about constant at US\$15.3 million in 1H2008 as compared to US\$15.7 million in 1H2007.

FOREIGN EXCHANGE GAIN

Foreign exchange gain of US\$6.1 million was mainly attributable to gain on translation of net Indonesian Rupiah (“IDR”) monetary assets of Indonesia Agri-business to US Dollar (“USD”) as IDR strengthened against USD from IDR9,400 as at end of 2007 to IDR9,200 as at end of June 2008.

EXCEPTIONAL GAIN

The exceptional gain of US\$18.1 million in 1H2008 related to negative goodwill arising from the acquisition of remaining shares in an associated company, which thereafter became a wholly owned subsidiary.

In 1H2007, the exceptional gain of US\$74.5 million was mainly attributable to the negative goodwill arising from the exercise of the option related to a convertible loan to acquire new subsidiaries.

TAX

Income tax expense of US\$434.1 million in 1H2008 and US\$169.9 million in 1H2007 included deferred tax provided on the net gain on changes in fair value of biological assets of US\$325.8 million and US\$129.2 million in 1H2008 and 1H2007, respectively.

The increase of US\$264.2 million in income tax expense was mainly attributable to the increase in deferred tax provision, as well as higher taxable profit in certain subsidiaries in Indonesia.

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

SHARE OF RESULTS OF ASSOCIATED COMPANIES, NET

The Group's share of associated companies' profit (net) of US\$2.9 million was principally from PT Dami Mas Sejahtera and PT Sinar Oleochemical International in the Indonesia Agri-business.

MINORITY INTERESTS

The reduction in minority interests' share of profit by 39.7 percent or US\$21.7 million from US\$54.7 million in 1H2007 to US\$33 million in 1H2008 was primarily due to the decrease in minority interests' shareholding in PT Sinar Mas Agro Resources and Technology Tbk ("PT SMART") in Indonesia Agri-business following the Group's acquisition of additional shares during the second half of 2007.

REVIEW OF CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2008

NEW SUBSIDIARIES

The Group has incorporated Golden Agri Trading (L) Ltd ("GATL") with an initial share capital of US\$1 comprising 1 ordinary share. GATL is established in the Federal Territory of Labuan, Malaysia, and its principal activity is trading of edible oils and its related products.

PT Sinar Oleochemical International, now known as PT Soci Mas ("PTSM"), became a wholly owned subsidiary of the Group after the acquisition of 27,600 shares in PTSM at approximately US\$254 per share. This was determined on a willing buyer willing seller basis after taking into account the net book value ("NBV") of PTSM.

The acquisition was financed by internal resources and was fully settled in cash. The NBV of PTSM was approximately US\$41.8 million.

ASSETS

Total assets of the Group increased by US\$1,580 million from US\$5,012.8 million as at 31 December 2007 to US\$6,592.8 million as at 30 June 2008. Net working capital improved by US\$146.7 million from US\$246 million to US\$392.7 million at 30 June 2008.

Current Assets

Cash and cash equivalents increased by US\$87.1 mainly due to cash flow generated during 1H2008. The increase of US\$34.5 million in trade receivables was mainly from Indonesia Agri-business in line with the higher revenue.

Other receivables increased by US\$46 million mainly attributable to increase in advance payment mainly for CPO purchase as well as higher prepaid expenses during the period. These increases were offset by decrease in prepaid value added tax as a result of higher sales, and decrease in trading deposits during the period.

Inventories increased by US\$187.1 million mainly attributable to Indonesia Agri-business in line with higher commodity prices.

Non-Current Assets

Biological assets increased by US\$1,112.1 million mainly due to the recognition of net gain from changes in fair value for 1H2008.

The increase in property, plant and equipment was due to additional capital expenditures during the period relating to the construction of new refinery, mills and other ancillary plantation facilities in Indonesia Agri-business, and the acquisition of PTSM.

Long-term receivables increased by US\$57.6 million mainly due to tax prepayment and advance payment for plantation projects.

The decrease in associated companies by US\$14.4 million was attributable to PTSM, previously an associated company, which became a wholly owned subsidiary during the period.

LIABILITIES

Current Liabilities

Trade payables increased by US\$63.5 million mainly related to the payables for the soybean purchased for our China Agri-business.

Taxes payables increased by US\$56 million mainly attributable to higher income tax expenses provided as a result of better profit contribution from Indonesia Agri-business.

Higher loans was mainly attributable to the additional working capital facilities.

Non-Current Liabilities

Deferred income tax increased by US\$332.8 million primarily as a result of the deferred tax provided on the net gain on changes in fair value of biological assets in 1H2008.

Minority Interests

The increase of US\$33.4 million was mainly due to minority interests' share of 1H2008 profit in PT SMART in Indonesia Agri-business.

REVIEW OF CONSOLIDATED CASH FLOWS FOR HALF YEAR ENDED 30 JUNE 2008

Net cash flow generated from operating activities for 1H2008 was US\$149.3 million primarily due to better operating results achieved during the period, hence the Group was able to fund its investing activities from its operating cash flow. During the period, we generated net cash flow of approximately US\$11.5 million.

Net cash used investing activities of US\$106.3 million mainly comprised US\$77.5 million capital expenditure on property, plant and equipment; US\$26.2 million capital expenditure on biological assets; and US\$16.6 million increase in other non-current receivables and assets.

Net cash used in financing activities of US\$31.4 million mainly comprised US\$81 million cash from short-term and long-term loans and borrowings (net of repayment); US\$36.8 million dividends payment; and US\$75.6 million increase in time deposits pledged for our China Agri-business loans.

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 palm oil industry remains positive with continued strong core demand from the edible oil market, particularly from China and India, and emerging demand from the renewable energy sector. With our maturing plantation profile and growing CPO production, we are well positioned to seize opportunities in the industry.

Barring any unforeseen circumstances, we expect our yield to improve in 2008. We will continue to strive to increase production through further improving operational efficiency and plantation management techniques, improved transportation infrastructures and construction of additional CPO mills.

Operating environment of the China Agri-business remains challenging in view of high commodity prices, including soybean prices. Our crushing volume and our margins will continue to be affected by high soybean prices and the Chinese government measures on domestic food prices. Going forward, we will continuously strive to manage our costs as well as focus our growth on the sale of various palm-based products to selected key regions within China.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend:	Interim
Dividend Type:	Cash
Dividend Amount per Share:	0.8 Singapore cents per ordinary share (tax exempt)
Par Value of Shares:	US\$0.025
Tax Rate:	Nil

(b) Corresponding Period of the Immediately Preceding Financial Year

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

(c) Date payable

The interim dividend will be paid on 5 September 2008.

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 28 August 2008 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 27 August 2008 will be registered to determine shareholders' entitlements to the interim 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**

Not applicable.

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

Not applicable.

- 15. A breakdown of sales**

Not applicable.

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

Not applicable.

- 17. Interested persons transactions disclosure**

Name of interested person	Aggregate value of all interested person transactions during the Period under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)
	2Q2008	2Q2008
	US\$	US\$
Eka Tjipta Widjaja	651,230	Nil
Ningbo Asia Paper Tube & Carton Box Co., Ltd	Nil	260,209
Ningbo Zhonghua Paper Co., Ltd	Nil	156,452
PT Asuransi Sinar Mas	Nil	1,539,378
PT Bank Sinarmas	Nil	47,616 *
PT Bumi Serpong Damai Tbk	16,466,670	Nil
PT Rolimex Kimia Nusamas	Nil	35,845,257
PT Royal Oriental	Nil	645,204
PT Sinar Jati Mitra	Nil	554,521
Zhuhai Huafeng Food Industry (Group) Co., Ltd	Nil	1,006,865
Total	17,117,900	40,055,502

Note:

* Principal amount as at 30 June 2008 is approximately US\$1.4 million.

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

We, Simon Lim and Rafael Buhay Concepcion, Jr., being two directors of Golden Agri-Resources Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to their attention which would render the second quarter and half year ended 30 June 2008 unaudited financial results to be false or misleading.

On behalf of the board of directors

Simon Lim
Director

Rafael Buhay Concepcion, Jr.
Director

12 August 2008

BY ORDER OF THE BOARD

Simon Lim
Director
12 August 2008

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ABOUT GOLDEN AGRI-RESOURCES LTD

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

The Company's operates a total planted area of 368,000 hectares, as well as 32 palm oil processing mills, three refineries and four kernel crushing plants in Indonesia.

GAR also operates in China through an integrated deep-sea port, storage, oil seed crushing facilities and refinery facilities in Ningbo and Zhuhai.

GAR and its subsidiaries generated revenue of US\$1.9 billion in 2007. The Company has been listed on the Singapore Exchange since 1999.

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Submitted by Kimberley Lye Chor Mei, Senior Manager on 12/8/2008 to the SGX