



GOLDEN AGRI-RESOURCES LTD

PROPOSED ISSUE OF CONVERTIBLE BONDS

Further to our announcement dated 18 July 2007 regarding the proposed issue of convertible bonds (the "**Proposed Issue**"), the Directors of Golden Agri-Resources Ltd ("**GAR**" or the "**Company**") wish to inform that the Company is currently re-evaluating the Proposed Issue due to the recent volatility and weakness in the financial markets.

In addition to the Proposed Issue, the Company will also explore other financing alternatives, including bank loans, that would support its expansion program and create optimum long-term shareholders' value for the Company. The Company believes that the current strength in crude palm oil ("**CPO**") prices coupled with its strong balance sheet and operating cash flow, allows us the flexibility in determining the appropriate timing and financial instrument for future fund raising.

The Company will be releasing its announcement of the financial and operational results for the half year ended 30 June 2007 on 14 August 2007.

BY ORDER OF THE BOARD

Simon Lim
Director
6 August 2007

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ABOUT GOLDEN AGRI-RESOURCES LTD

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

With a total planted area of 338,000 hectares located in Indonesia, GAR operates 31 palm oil processing mills, 2 refineries and 4 kernel crushing plants. The Company's primary activities include cultivating and harvesting of oil palm trees; processing of fresh fruit bunch into crude palm oil ("CPO") and palm kernel oil; and refining CPO into value-added products such as cooking oils, margarine and shortening.

GAR's operations in China include refineries, port and oil-seed crushing facilities in Ningbo and Zhuhai.

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

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Submitted by Kimberley Lye Chor Mei, Senior Manager on 6/8/2007 to the SGX