



GOLDEN AGRI-RESOURCES LTD

Changes in Subsidiaries

The Board of Directors of Golden Agri-Resources Ltd (“GAR” or the “Company”) wishes to announce the following:

Indonesia Agri-business Division

(I) Incorporation of Subsidiaries:

PT Ivomas Oil & Fat (“Ivomas”)
PT Nabati Energi Mas (“Nabati”)
PT Global Media Telekomindo (“Global”)

The following 3 subsidiaries were incorporated by PT Purimas Sasmita (“Purimas”) and its subsidiaries (“Purimas group”):-

Ivomas

Established in the Republic of Indonesia with a current paid up capital of IDR120,000,000,000 (equivalent to SGD20,400,000) comprising 120,000 shares of IDR1,000,000 each. The principal activities of Ivomas are that of investment holding, ownership and cultivation of oil palm plantation.

Nabati

Established in the Republic of Indonesia with an initial paid up capital of IDR45,000,000,000 (equivalent to SGD7,650,000) comprising 45,000 shares of IDR1,000,000 each. The principal activities of Nabati are the production of palm oil based bio-diesel and other renewable resources based bio-fuel.

Global

Established in the Republic of Indonesia with an initial paid up capital of IDR1,000,000,000 (equivalent to SGD170,000) comprising 1,000,000 shares of IDR1,000 each. The principal activities of Global are the provision of telecommunication and multimedia services.

Purimas is a subsidiary of the Company.

(II) Acquisition of Subsidiaries:

PT Agrolestari Mandiri (“Agrolestari”)
PT Cahayanusa Gemilang (“Cahayanusa”)
PT Kencana Graha Permai (“Kencana”)
PT Propertindo Prima (“Propertindo”)
PT Mitrakarya Agroindo (“Mitrakarya”)

Purimas group has acquired the following 5 subsidiaries:-

Agrolestari, Cahayanusa, Kencana, Propertindo and Mitrakarya which are incorporated in the Republic of Indonesia. The principal activities of Agrolestari, Cahayanusa, Kencana and Mitrakarya are the ownership and cultivation of oil palm plantation, whilst Propertindo is in the transportation service.

Agrolestari

The purchase consideration for the 100,000 shares of IDR1,000,000 each in Agrolestari was IDR100,000,000,000 (equivalent to SGD17,000,000) which was arrived at based on the nominal value of the shares and determined on a willing buyer willing seller basis, and was fully settled in cash and financed by internal resources.

The net book value of Agrolestari was IDR98,037,577,026 (equivalent to (SGD16,666,388)).

Cahayanusa

The purchase consideration for the 90,000 shares of IDR1,000,000 each in Cahayanusa was IDR106,117,080,000 (equivalent to SGD18,039,904) and was fully settled in cash and financed by internal resources.

The purchase consideration was determined on a willing buyer willing seller basis, after taking into account the net book value of the Company.

The net book value of Cahayanusa was IDR104,947,446,094 (equivalent to SGD17,841,066).

Kencana

The purchase consideration for the 45,000 shares of IDR1,000,000 each in Kencana was IDR51,471,125,000 (equivalent to SGD8,750,091) and was fully settled in cash and financed by internal resources.

The purchase consideration was determined on a willing buyer willing seller basis, after taking into account the net book value of Kencana.

The net book value of Kencana was IDR50,890,541,374 (equivalent to SGD8,651,392).

Propertindo

The purchase consideration for the 155,240 shares of IDR1,000,000 each in Propertindo was IDR155,240,000 (equivalent to SGD26,391) which was arrived at based on IDR1,000 per share and determined on a willing buyer willing seller basis, and was fully settled in cash and financed by internal resources.

The net book value of Propertindo was negative IDR183,412,174 (equivalent to negative SGD31,180).

Mitrakarya

The purchase consideration for the 15,000 shares of IDR1,000,000 each representing 60% of the shareholding in Mitrakarya (the "Mitrakarya Shares") was IDR76,500,000,000 (equivalent to SGD13,005,000) and was fully settled in cash and financed by internal resources.

The purchase consideration was determined on a willing buyer willing seller basis; negotiated after taking into account the carrying value of the net assets and the market value of the plantation assets of Mitrakarya.

(Note: The amounts in SGD equivalents using exchange rate as at 21 March 2007 of:
IDR 1 = SGD0.00017)

BY ORDER OF THE BOARD

Simon Lim
Director
26 March 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 privately owned oil palm plantation companies.

With a total planted area of 307,000 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 26/03/2007 to the SGX