

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 2007**

	1st Half 2007 <u>US\$'000</u>	(Restated) 1st Half 2006 <u>US\$'000</u>	Change %	2nd Qtr 2007 <u>US\$'000</u>	(Restated) 2nd Qtr 2006 <u>US\$'000</u>	Change %
Revenue	681,764	534,941	27.4	406,417	266,192	52.7
Cost of sales	(443,767)	(395,761)	12.1	(271,078)	(194,579)	39.3
Gross Profit	<u>237,997</u>	<u>139,180</u>	71.0	<u>135,339</u>	<u>71,613</u>	89.0
Net gain from changes in fair value of biological assets	430,694	262,050	64.4	265,773	83,991	216.4
Operating expenses						
Selling expenses	(18,852)	(16,921)	11.4	(11,141)	(9,708)	14.8
General and administrative expenses	(37,453)	(31,771)	17.9	(19,791)	(18,264)	8.4
Total operating expenses	<u>(56,305)</u>	<u>(48,692)</u>	15.6	<u>(30,932)</u>	<u>(27,972)</u>	10.6
Operating profit	612,386	352,538	73.7	370,180	127,632	190.0
Other income(expenses)						
Financial income	3,672	2,818	30.3	2,344	1,435	63.3
Financial expenses	(19,416)	(17,250)	12.6	(9,589)	(8,419)	13.9
Share of results of associated companies, net	2,343	140	n.m.	1,134	55	n.m.
Foreign exchange (loss)gain	(2,791)	(924)	202.1	(3,429)	1,736	n.m.
Other operating income, net	1,164	1,508	(22.8)	3,588	(956)	n.m.
	<u>(15,028)</u>	<u>(13,708)</u>	9.6	<u>(5,952)</u>	<u>(6,149)</u>	(3.2)
Exceptional items						
Negative goodwill	72,041	-	n.m.	3,508	-	n.m.
Loss on disposal of property, plant and equipment	-	(544)	(100.0)	-	(544)	(100.0)
Gain arising from changes in effective interests in subsidiaries	2,466	-	n.m.	2,466	-	n.m.
	<u>74,507</u>	<u>(544)</u>	n.m.	<u>5,974</u>	<u>(544)</u>	n.m.
Profit before tax	<u>671,865</u>	<u>338,286</u>	98.6	<u>370,202</u>	<u>120,939</u>	206.1
Tax	(169,876)	(87,546)	94.0	(107,595)	(31,363)	243.1
Profit for the period	<u>501,989</u>	<u>250,740</u>	100.2	<u>262,607</u>	<u>89,576</u>	193.2
Attributable to:						
Equity holders of the Company	447,266	212,975	110.0	227,980	78,314	191.1
Minority interests	54,723	37,765	44.9	34,627	11,262	207.5
	<u>501,989</u>	<u>250,740</u>	100.2	<u>262,607</u>	<u>89,576</u>	193.2

Note (1) n.m. – not meaningful

(2) Certain comparatives have been restated to account for the retrospective adjustments arising from the adoption of IAS 41, Agriculture.

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 2007 <u>US\$'000</u>	(Restated) 1st Half 2006 <u>US\$'000</u>	Change %	2nd Qtr 2007 <u>US\$'000</u>	(Restated) 2nd Qtr 2006 <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”)	210,811	116,709	80.6	122,568	55,136	122.3
Net gain from changes in fair value of biological assets	430,694	262,050	64.4	265,773	83,991	216.4
Interest on borrowings	(19,365)	(17,206)	12.5	(9,552)	(8,395)	13.8
Depreciation and amortisation	(24,334)	(21,939)	10.9	(12,266)	(11,040)	11.1
Foreign exchange (loss)gain	(2,791)	(924)	202.1	(3,429)	1,736	n.m.
Exceptional items, net	74,507	(544)	n.m.	5,974	(544)	n.m.
Profit before tax, minority interests, but after interest on borrowings, depreciation and amortisation, exchange gain(loss) and exceptional items	669,522	338,146	98.0	369,068	120,884	205.3
Share of results of associated companies, net	2,343	140	n.m.	1,134	55	n.m.
Profit before tax	<u>671,865</u>	<u>338,286</u>	98.6	<u>370,202</u>	<u>120,939</u>	206.1

Note: (1) n.m. – not meaningful

(2) Certain comparatives have been restated to account for the retrospective adjustments arising from the adoption of IAS 41, Agriculture

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	
	30/6/2007	31/12/2006	30/6/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
Assets				
Current Assets				
Cash and cash equivalents	228,549	130,388	2,209	1,428
Short-term investments	1,195	3,658	-	-
Trade receivables	55,901	45,510	-	-
Other receivables (note (a))	169,981	100,270	1,500	-
Inventories	200,951	144,174	-	-
	656,577	424,000	3,709	1,428
Non-Current Assets				
Long-term receivables (note (b))	108,814	139,381	-	45,000
Subsidiary companies	-	-	1,695,896	1,167,698
Associated companies	19,637	17,866	-	-
Property, plant and equipment	806,175	711,992	-	-
Biological assets	2,242,920	1,616,502	-	-
Deferred income tax	18,366	23,352	-	-
Deferred charges	5,609	5,608	-	-
Brands and trademarks	2,402	2,562	-	-
Goodwill	74,519	44,099	-	-
	3,278,442	2,561,362	1,695,896	1,212,698
Total Assets	3,935,019	2,985,362	1,699,605	1,214,126

UNAUDITED BALANCE SHEETS (cont'd)

(Amounts in United States dollars)

	Group		Company	
	As at		As at	
	30/6/2007	31/12/2006	30/6/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
Liabilities and Equity				
Current Liabilities				
Short-term loans	172,437	186,760	-	3,500
Trade payables	109,568	114,067	-	-
Other payables (note(c))	37,974	41,122	35,421	31,853
Taxes payable	24,355	5,236	1,222	2
Obligations under finance leases	625	731	-	-
	<u>344,959</u>	<u>347,916</u>	<u>36,643</u>	<u>35,355</u>
Non-Current Liabilities				
Obligations under finance leases	328	640	-	-
Long-term borrowings	225,105	289,305	-	-
Deferred income tax	603,450	415,062	-	-
Long-term payables	11,241	11,143	-	-
	<u>840,124</u>	<u>716,150</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>1,185,083</u>	<u>1,064,066</u>	<u>36,643</u>	<u>35,355</u>
Equity attributable to equity holders of the Company				
Issued capital	249,397	216,867	249,397	216,867
Share premium	772,144	296,595	1,407,014	931,465
Other paid-in capital	184,318	184,318	-	-
Other reserve	188	188	-	-
Foreign currency translation reserve	3,766	1,942	-	-
Cumulative translation adjustments	(16,684)	(16,684)	-	-
Retained earnings	1,401,670	1,021,646	6,551	30,439
	<u>2,594,799</u>	<u>1,704,872</u>	<u>1,662,962</u>	<u>1,178,771</u>
Minority interests	155,137	216,424	-	-
Total equity	<u>2,749,936</u>	<u>1,921,296</u>	<u>1,662,962</u>	<u>1,178,771</u>
Total Liabilities and Equity	<u>3,935,019</u>	<u>2,985,362</u>	<u>1,699,605</u>	<u>1,214,126</u>

UNAUDITED BALANCE SHEETS (Cont'd)

Note:

(a) Other Receivables

	<u>Group</u>		<u>Company</u>	
	<u>As at</u>		<u>As at</u>	
	30/6/2007	31/12/2006	30/6/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
Prepaid expenses	19,647	4,539	-	-
Prepaid value added tax, net	27,227	21,689	-	-
Trading deposits	29,592	10,325	-	-
Others	64,771	50,223	-	-
	<u>141,237</u>	<u>86,776</u>	<u>-</u>	<u>-</u>
Related parties	28,744	13,494	1,500	-
	<u>169,981</u>	<u>100,270</u>	<u>1,500</u>	<u>-</u>

(b) Long-Term Receivables

	<u>Group</u>		<u>Company</u>	
	<u>As at</u>		<u>As at</u>	
	30/6/2007	31/12/2006	30/6/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
Associated company	5,858	5,651	-	-
Related party	-	13,584	-	-
	<u>5,858</u>	<u>19,235</u>	<u>-</u>	<u>-</u>
Loans receivable	12,184	57,803	-	45,000
Tax recoverable	38,026	32,840	-	-
Advances for plasma/KKPA program plantations, net	4,989	8,085	-	-
Advances for project and purchase of fixed assets	28,298	4,075	-	-
Land clearing	14,557	12,045	-	-
Advances for investments in land	2,553	2,553	-	-
Others	2,349	2,745	-	-
	<u>108,814</u>	<u>139,381</u>	<u>-</u>	<u>45,000</u>

(c) Other Payables

	<u>Group</u>		<u>Company</u>	
	<u>As at</u>		<u>As at</u>	
	30/6/2007	31/12/2006	30/6/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
Advances from customers	8,421	10,351	-	-
Accrued expenses	10,283	9,222	221	356
Others	16,638	18,897	-	-
	<u>35,342</u>	<u>38,470</u>	<u>221</u>	<u>356</u>
Related parties	2,632	2,652	35,200	31,497
	<u>37,974</u>	<u>41,122</u>	<u>35,421</u>	<u>31,853</u>

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

	As at 30/6/2007			As at 31/12/2006		
	US\$'000			US\$'000		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Amount repayable in one year or less, or on demand	171,313	1,749	173,062	176,779	10,712	187,491
Amount repayable after one year	225,433	-	225,433	263,489	26,456	289,945
Total	396,746	1,749	398,495	440,268	37,168	477,436

Details of any collateral

The secured loans are collateralised by certain 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 2007

		(Restated)		(Restated)
	1st Half 2007	1st Half 2006	2nd Qtr 2007	2nd Qtr 2006
	US\$'000	US\$'000	US\$'000	US\$'000
Cash flows from operating activities				
Profit before tax	671,865	338,286	370,202	120,939
Adjustments for:				
Net gain from changes in fair value of biological assets	(430,694)	(262,050)	(265,773)	(83,991)
Depreciation	23,993	21,783	12,127	10,892
Amortisation	341	156	139	148
Unrealised foreign exchange (gain)loss on short-term loans, long-term borrowings and receivables, net	(1,327)	1,332	(1,129)	(2,437)
Share of results of associated companies, net	(2,343)	(140)	(1,134)	(55)
Loss(Gain) on disposal of property, plant and equipment, net of write off	18	774	(87)	965
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	(72,041)	-	(3,508)	-
Gain arising from changes in effective interests in subsidiaries	(2,466)	-	(2,466)	-
Interest income	(3,672)	(2,818)	(2,344)	(1,435)
Interest expense	19,365	17,206	9,552	8,395
Operating cash flow before working capital changes	202,836	114,529	115,376	53,421

**UNAUDITED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2007 (Cont'd)**

	1st Half 2007 US\$'000	1st Half 2006 US\$'000	2nd Qtr 2007 US\$'000	2nd Qtr 2006 US\$'000
Operating cash flow before working capital changes	202,836	114,529	115,376	53,421
Changes in operating assets and liabilities:				
Trade receivables	(2,641)	3,530	(19,319)	1,531
Other receivables	(45,598)	(5,165)	(20,529)	(8,611)
Inventories	(54,634)	(5,443)	(34,124)	(19,135)
Trade payables	2,429	(18,871)	49,403	(4,510)
Other payables	(6,695)	(37,960)	4,439	(37,626)
Cash generated from(used in) operations	95,697	50,620	95,246	(14,930)
Tax (paid)refund	(7,298)	2,814	(196)	2,979
Interest received	3,679	3,680	2,288	1,167
Interest paid	(18,237)	(17,602)	(8,885)	(10,542)
Net cash from(used in) operating activities	73,841	39,512	88,453	(21,326)
Cash flows from investing activities				
Proceeds from sale of property, plant and equipment	1,501	2,240	935	1,221
Proceeds from sale of biological assets	1,958	6,043	1,663	5,727
Capital expenditure on property, plant and equipment	(49,084)	(21,364)	(26,954)	(11,399)
Capital expenditure on biological assets	(19,221)	(7,098)	(9,824)	(4,689)
Net decrease in short-term investments	2,463	6,112	9,059	9,791
Repayment of current accounts and deposits with a related party	-	3,340	-	-
Investments in Plasma/KKPA Program plantations,net	3,096	(1,933)	838	904
Increase in long-term receivables from related parties	(549)	(5,547)	(278)	(1,150)
Acquisition of subsidiaries, net of cash acquired	(19,051)	(5,872)	(20,421)	-
Acquisition of additional interests in a subsidiary	(140,462)	-	(140,462)	-
Investment in deferred land rights	(191)	(24)	(53)	-
Increase in other non-current receivables and assets	(30,576)	(6,335)	(25,848)	(4,634)
Net cash used in investing activities	(250,116)	(30,438)	(211,345)	(4,229)
Cash flows from financing activities				
Proceeds from short-term loans	46,111	33,156	42,294	16,362
Proceeds from long-term borrowings	2,320	75,000	-	-
Payment of dividends	(70,898)	(13,554)	(70,898)	(13,554)
Payments of short-term loans	(41,829)	(25,469)	(38,228)	(14,648)
Payments of long-term borrowings	(169,172)	(66,941)	(152,346)	(52,864)
Proceeds from share placement, net	508,079	-	508,079	-
Decrease in trust receipt payables	-	(621)	-	(324)
Deferred loan charges and long-term bank loan administration costs	(175)	(1,757)	(149)	(1)
Decrease in time deposits pledged	-	1,329	-	1,390
Net cash from(used in) financing activities	274,436	1,143	288,752	(63,639)
Net increase(decrease) in cash and cash equivalents	98,161	10,217	165,860	(89,194)
Cash and cash equivalents at beginning of the period	129,439	75,731	61,740	175,142
Cash and cash equivalents at end of the period (See Note)	227,600	85,948	227,600	85,948

Note:

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

	30/6/2007 US\$'000	30/6/2006 US\$'000
Time deposits, cash and bank balances	228,549	88,876
Less: Time deposits pledged	(949)	(2,928)
	<u>227,600</u>	<u>85,948</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 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 interest 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

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 2006 as previously reported	216,867	296,595	184,318	125,389	(1,853)	196	197,075	(16,684)	1,001,903	132,025	1,133,928
Effect of adopting IAS 41	-	-	-	(121,821)	-	-	367,592	-	245,771	(5,788)	239,983
Balance as at 1 Jan 2006, restated	216,867	296,595	184,318	3,568	(1,853)	196	564,667	(16,684)	1,247,674	126,237	1,373,911
Profit for the period, restated	-	-	-	-	-	-	134,661	-	134,661	26,503	161,164
Foreign currency translation	-	-	-	-	-	339	-	-	339	63	402
Transfer to income statement for cash flow hedge	-	-	-	-	1,853	-	-	-	1,853	-	1,853
Net gain recognised directly in equity	-	-	-	-	1,853	339	-	-	2,192	63	2,255
Balance as at 31 Mar 2006, restated	216,867	296,595	184,318	3,568	-	535	699,328	(16,684)	1,384,527	152,803	1,537,330
Profit for the period, restated	-	-	-	-	-	-	78,314	-	78,314	11,262	89,576
Dividends	-	-	-	-	-	-	(13,554)	-	(13,554)	-	(13,554)
Foreign currency translation	-	-	-	-	-	199	-	-	199	34	233
Net gain recognised directly in equity	-	-	-	-	-	199	-	-	199	34	233
Balance as at 30 Jun 2006, restated	216,867	296,595	184,318	3,568	-	734	764,088	(16,684)	1,449,486	164,099	1,613,585

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 Company	Share Capital	Share Premium	Retained Earnings	Total
	US\$'000	US\$'000	US\$'000	US\$'000
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
Balance as at 1 Jan 2006	216,867	931,465	43,945	1,192,277
Profit for the period	-	-	1,657	1,657
Balance as at 31 Mar 2006	216,867	931,465	45,602	1,193,934
Profit for the period	-	-	1,322	1,322
Dividends	-	-	(13,554)	(13,554)
Balance as at 30 Jun 2006	216,867	931,465	33,370	1,181,702

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 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

On 19 April 2007, the Company entered into a placement agreement with BNP Paribas Capital (Singapore) Ltd., CIMB-GK Securities Pte. Ltd. and Overseas-Chinese Banking Corporation Limited (collectively, the "Placement Agents") pursuant to which the Placement Agents agree to use their best endeavours to procure purchases for up to 325,300,000 new ordinary shares of US\$0.10 each in the Company. The placements were over subscribed and the 325,300,000 placement shares were fully taken up. The issue price was fixed at S\$2.4588 per share.

On 26 April 2007, the completion date of this placement, the issued and paid-up share capital of the Company has increased from US\$216,867,594.80 divided into 2,168,675,948 ordinary shares of US\$0.10 each to US\$249,397,594.80 divided into 2,493,975,948 ordinary shares of US\$0.10 each.

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 2006.

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 2007	(Restated) 1st Half 2006	2nd Qtr 2007	(Restated) 2nd Qtr 2006
Earnings per ordinary share for the period after deducting any provision for preference dividends:-				
(i) Based on weighted average number of ordinary shares	US\$0.20	US\$0.10	US\$0.10	US\$0.04
- Weighted average numbers of shares	2,277,109,281	2,168,675,948	2,385,542,615	2,168,675,948
(ii) On a fully diluted basis	n.a.	n.a.	n.a.	n.a.

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 2007	As at 31 Dec 2006	As at 30 Jun 2007	As at 31 Dec 2006
Net asset value per ordinary share based on existing issued share capital of 2,493,975,948 shares as at 30 June 2007 (31 December 2006: 2,168,675,948 shares)	US\$1.04	US\$0.79	US\$0.67	US\$0.54

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 half year ended	Indonesia	China⁽²⁾	Total
Revenue			
30 June 2007	511,940	169,824	681,764
30 June 2006	372,011	162,930	534,941
Increase/(Decrease)	139,929	6,894	146,823
Increase/(Decrease) %	37.6	4.2	27.4
Gross Profit			
30 June 2007	222,866	15,131	237,997
30 June 2006 (Restated)	123,974	15,206	139,180
Increase/(Decrease) in profit	98,892	(75)	98,817
Increase/(Decrease) %	79.8	(0.5)	71.0
EBITDA (see note (1))			
30 June 2007	197,758	13,053	210,811
30 June 2006	104,694	12,015	116,709
Increase/(Decrease) in profit	93,064	1,038	94,102
Increase/(Decrease) %	88.9	8.6	80.6
Interest on borrowings			
30 June 2007	18,413	952	19,365
30 June 2006	15,104	2,102	17,206
Increase/(Decrease)	3,309	(1,150)	2,159
Increase/(Decrease) %	21.9	(54.7)	12.5
Depreciation and amortisation			
30 June 2007	21,375	2,959	24,334
30 June 2006 (Restated)	19,158	2,781	21,939
Increase/(Decrease)	2,217	178	2,395
Increase/(Decrease) %	11.6	6.4	10.9
Foreign exchange gain(loss)			
30 June 2007	(3,863)	1,072	(2,791)
30 June 2006	(1,169)	245	(924)
Increase/(Decrease) in gain	(2,693)	827	(1,866)
Increase/(Decrease) %	(230.5)	337.6	202.1
Exceptional gain(loss)			
30 June 2007	74,507	-	74,507
30 June 2006 (Restated)	(544)	-	(544)
Increase in gain	75,051	-	75,051
Increase/(Decrease) %	n.m.	-	n.m.
Share of associates' profit(loss)			
30 June 2007	2,343	-	2,343
30 June 2006	140	-	140
Increase/(Decrease) in profit	2,203	-	2,203
Increase/(Decrease) %	n.m.	-	n.m.
Profit before tax			
30 June 2007	661,651	10,214	671,865
30 June 2006 (Restated)	330,909	7,377	338,286
Increase/(Decrease) in profit	330,742	2,837	333,579
Increase/(Decrease) %	99.9	38.5	98.6
Net profit attributable to equity holders of the Company			
30 June 2007	437,407	9,859	447,266
30 June 2006 (Restated)	205,780	7,195	212,975
Increase/(Decrease) in profit	231,627	2,664	234,291
Increase/(Decrease) %	112.6	37.0	110.0

Note: (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 2007

Revenue for the Group increased 27.4 percent to US\$681.8 million for half year ended 30 June 2007 ("1H2007") as compared to US\$534.9 million in the same period in 2006 ("1H2006").

In line with the higher revenue, EBITDA rose 80.6 percent from US\$116.7 million in 1H2006 to US\$210.8 million in 1H2007. Net profit attributable to equity holders of the Company doubled to US\$447.3 million as compared to US\$213 million in 1H2006.

REVENUE

Of the US\$681.8 million Group revenue, 75 percent or US\$511.9 million was from Indonesia Agri-business, with the remaining 25 percent or US\$169.8 million from China Agri-business.

Indonesia

The upward crude palm oil ("CPO") price trend during 1H2007 led to the increase in revenue of the Indonesia Agri-business, which rose 37.6 percent or US\$139.9 million from US\$372 million in 1H2006 to US\$511.9 million in 1H2007. During 1H2007, average international CPO (CIF Rotterdam) price per ton of US\$681 was about 57 percent higher as compared to US\$435 in 1H2006.

The increase in revenue would have been greater in 1H2007 if it were not for lower CPO production, which decreased by 13 percent to 702,000 tons as compared to 810,000 tons in 1H2006 due to the El Nino effect. Production yield had nonetheless started to recover in the second quarter 2007 with our CPO production increasing by approximately 8% compared to the first quarter 2007.

China

Revenue from China Agri-business of US\$169.8 million comprised mainly US\$84.8 million (1H2006: US\$ 66.5 million) from refinery operations and US\$63.9 million (1H2006: US\$83.9 million) from the crushing operations.

The 4.2 percent or US\$6.9 million increase in revenue from US\$162.9 million in 1H2006 to US\$169.8 million in 1H2007 was mainly from the increase in revenue of refined palm oil products.

Our crushing volume was lower in 1H2007 due to the decrease in demand for soybean meal from pig farmers, mainly as a result of the outbreak of swine fever in China which had affected the pig herd.

COST OF SALES

Cost of sales increased 12.1 percent or US\$48 million from US\$395.8 million in 1H2006 to US\$443.8 million in 1H2007, mostly arising from Indonesia Agri-business.

Indonesia

Cost of sales from Indonesia Agri-business comprised labour, plantation maintenance, manuring and harvesting costs, fresh fruit bunch ("FFB") purchases and CPO purchases for our downstream business.

Cost of sales from Indonesia Agri-business increased by 16.5 percent or US\$41.1 million to US\$289.1 million in 1H2007 from US\$248 million in 1H2006 mainly due to higher purchase cost for FFB and CPO in line with the higher CPO market price. We purchased CPO in certain areas due to logistics reasons.

China

Cost of sales in China Agri-business of US\$154.7 million comprised mainly purchase cost of soybean and refined palm oil products. The 4.7 percent or US\$7 million increase was mainly due to higher purchase cost of palm oil products in line with the higher market prices.

GROSS PROFIT

As compared to 1H2006, overall gross profit grew 71 percent or US\$98.8 million to US\$238 million in 1H2007 from US\$139.2 million, with improvement in gross profit margin from 26 percent in 1H2006 to 34.9 percent in 1H2007.

Gross profit margin of Indonesia Agri-business improved to 43.5 percent from 33.3 percent in 1H 2006 in line with the higher selling prices.

Despite the lower crushing volumes, gross profit margin of China Agri-business remained about the same at 8.9 percent as compared to 9.3 percent in 1H2006 due to the increase in sale of refined palm oil products.

NET GAIN FROM CHANGES IN FAIR VALUE OF BIOLOGICAL ASSETS

Net gain from changes in fair value of biological assets was US\$430.7 million in 1H2007 as compared to US\$262.1 million in 1H2006.

This gain was recognised in accordance with International Accounting Standard ("IAS") No. 41, whereby the biological assets 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, comprising mainly transportation, advertising and promotion, export tax and salaries increased 11.4 percent or US\$2 million to US\$18.9 million from US\$16.9 million in 1H2006. This was mainly due to higher export taxes incurred as a result of the increase in export tax rates in Indonesia.

- ***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 expenses increased 17.9 percent or US\$5.7 million from US\$31.8 million in 1H2006 to US\$37.5 million, mainly due to the inclusion of expenses from subsidiaries acquired during the period and higher salary and related expenses 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 increased 9.1 percent or US\$1.3 million to US\$15.7 million as compared to US\$14.4 million in 1H2006 mainly due to inclusion of interest expenses from subsidiaries acquired during the period.

FOREIGN EXCHANGE LOSS

The US\$2.8 million foreign exchange loss was mainly attributable to loss on cash balances due to the strengthening of US\$ against S\$ which closed at US\$1 to S\$1.532 at the end of June 2007.

EXCEPTIONAL GAIN

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

TAX

Income tax expense increased significantly by 94 percent or US\$82.3 million from US\$87.5 million in 1H2006 to US\$169.9 million mainly due to higher deferred tax provision on the net gain from changes in fair value of biological assets and higher taxable profit in certain subsidiaries.

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

MINORITY INTERESTS

Minority interests' share of profit rose 44.9 percent or US\$17 million to US\$54.7 million as compared to US\$37.8 million in 1H2006. The increase was mainly due to the net gain from changes in fair value of biological assets and better results recorded by P.T. Sinar Mas Agro Resources and Technology Tbk and its subsidiaries in Indonesia Agri-business.

NEW SUBSIDIARY

The Group has acquired 20 million ordinary shares which represents 100% of the share capital of AFP Warehouse Pte Ltd ("AWPL"), a company incorporated in Singapore (the "Acquisition"), which owns a 5-storey facility with freehold tenure in Pasir Panjang Road, Singapore (the "Property").

The newly acquired facility will be converted and used to support the Group's plan to utilise Singapore as a base for global trading and marketing. This is in line with the recent approval obtained from International Enterprise Singapore for our Singapore subsidiary to operate under the Global Trade Programme (GTP) in Singapore. In addition, this facility will be utilised for logistics management, IT infrastructure development, a showroom for our products and for Investor Relations (IR).

The consideration for the Acquisition was S\$44,000,000 (equivalent to US\$28.6 million) (the "Consideration"), which was settled by internal cash resources of S\$31,000,000 (equivalent to US\$20.2 million) and off-set with receivables amounting to S\$13,000,000 (equivalent to US\$8.4 million). The Consideration was determined on a willing buyer willing seller basis after taking into account the independent valuation of the Property at S\$78,000,000 (equivalent to US\$50.7 million). The market value of AWPL's net assets was approximately S\$44,000,000 (equivalent to US\$28.6 million).

AWPL became a wholly owned subsidiary of the Group following the Acquisition.

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 remains positive as the demand for palm oil has increased due to higher demand from China and India and the growing interest in the bio-diesel sector. In addition to this, we believe the health concerns about trans-fatty acids in hydrogenated oil will increase the demand in the countries where traditionally palm oil consumption is limited.

The low rainfall in Indonesia due to the El Nino weather patterns had affected our short-term yields and productivity. However, the weather condition has started to improve during the second quarter of 2007. 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.

The China Agri-business continues to operate under challenging market conditions with overall increases in commodity prices, including soybean prices. The higher soybean prices and the outbreak of swine fever in China had affected our crushing volume which impacted our margins. Amidst the highly competitive operating environment, we will strive to manage our costs and to increase sales of various palm-based products in order to expand our presence in the China market.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None.

(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

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared for the quarter ended 30 June 2007.

An interim dividend of S\$0.02 per share (tax exempt) in respect of the first quarter ended 31 March 2007 was paid on 13 June 2007.

**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)
	2Q2007	2Q2007
	US\$	US\$
AFP Land Limited	28,608,583	Nil
Ningbo Asia Pulp & Paper Co., Ltd	Nil	215,553
Ningbo Zhonghua Paper Co., Ltd	Nil	86,493
PT Asuransi Sinar Mas	Nil	467,888
PT Duta Pertiwi	Nil	130,680
PT Rolimex Kimia Nusamas	Nil	13,037,268
PT Sinar Jati Mitra	Nil	277,353
Wuhan Jin Ding Foodstuff Co., Ltd	Nil	110,109
Zhuhai Huafeng Food Industry (Group) Co., Ltd	Nil	782,924
Total	28,608,583	15,108,268

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 2007 unaudited financial results to be false or misleading.

On behalf of the board of directors

Simon Lim
Director

Rafael Buhay Concepcion, Jr.
Director

14 August 2007

BY ORDER OF THE BOARD

Simon Lim
Director
14 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 privately owned oil palm plantation companies.

With a total planted area of 346,000 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.

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

In December 2005, GAR expanded its operations into China which include refineries, port and oil-seed crushing facilities in Ningbo and Zhuhai.

GAR was formerly 55 percent owned by SGX-ST listed Asia Food & Properties Limited (AFP), an investment holding company with operating businesses in Agri-business, Food and Property. Effective on 27 December 2006, AFP has distributed in specie substantially all its shares held in the share capital of GAR to the shareholders of AFP (the "Distribution"). Following the Distribution, GAR and its subsidiaries ceased to be subsidiaries of AFP.

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Submitted by Kimberley Lye Chor Mei, Senior Manager on 14/08/2007 to the SGX