

## UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2009

### 1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

|                                     | Group          |                  |               |
|-------------------------------------|----------------|------------------|---------------|
|                                     | Q1 2009        | Q1 2008          | Change        |
|                                     | Rp ' million   | Rp ' million     | %             |
| Revenue                             | 1,994,943      | 2,849,823        | (30.0)        |
| Cost of sales                       | (1,173,193)    | (1,620,789)      | (27.6)        |
| <b>Gross Profit</b>                 | <b>821,750</b> | <b>1,229,034</b> | <b>(33.1)</b> |
| Gross Profit %                      | 41.2%          | 43.1%            |               |
| Other operating income              | 65,509         | 58,088           | 12.8          |
| Selling and distribution costs      | (56,790)       | (91,557)         | (38.0)        |
| General and administrative expenses | (153,686)      | (137,134)        | 12.1          |
| Other operating expenses            | (103,608)      | (5,181)          | 1,899.0       |
| <b>Profit from operations</b>       | <b>573,175</b> | <b>1,053,250</b> | <b>(45.6)</b> |
| Financial income                    | 23,718         | 19,155           | 23.8          |
| Financial expenses                  | (105,853)      | (84,584)         | 25.1          |
| <b>Profit before taxation</b>       | <b>491,040</b> | <b>987,821</b>   | <b>(50.3)</b> |
| Tax expense                         | (192,120)      | (300,417)        | (36.0)        |
| <b>Profit for the period</b>        | <b>298,920</b> | <b>687,404</b>   | <b>(56.5)</b> |
| <b>Attributable to:-</b>            |                |                  |               |
| - Equity holders of the Company     | 240,244        | 532,289          | (54.9)        |
| - Minority interests                | 58,676         | 155,115          | (62.2)        |
|                                     | <b>298,920</b> | <b>687,404</b>   | <b>(56.5)</b> |

n.m. denotes "Not Meaningful"

### Additional Information:-

Earnings before interests and tax expense, depreciation and amortisation, and gain/loss from changes in fair value of biological assets ("EBITDA")

|                                  | Group          |                  |               |
|----------------------------------|----------------|------------------|---------------|
|                                  | Q1 2009        | Q1 2008          | Change        |
|                                  | Rp ' million   | Rp ' million     | %             |
| Profit from operations           | 573,175        | 1,053,250        | (45.6)        |
| Add: Depreciation & amortisation | 78,602         | 55,473           | 41.7          |
| <b>EBITDA</b>                    | <b>651,777</b> | <b>1,108,723</b> | <b>(41.2)</b> |
| EBITDA%                          | 32.7%          | 38.9%            |               |

n.m. denotes "Not Meaningful"

Earnings per share (EPS) and net assets value (NAV) per share

| In SGD 'cents (converted at Rp7,640/S\$1) | Group   |         |          |
|-------------------------------------------|---------|---------|----------|
|                                           | Q1 2009 | Q1 2008 | Change % |
| EPS                                       | 2.19    | 4.81    | (54.6)   |

| In SGD 'cents (converted at Rp7,617/S\$1) | Group      |            |          |
|-------------------------------------------|------------|------------|----------|
|                                           | 31/03/2009 | 31/12/2008 | Change % |
| NAV per share                             | 74.48      | 72.28      | 3.0      |

**1(a)(ii). Profit before income tax is arrived at after charging/(crediting) the following significant items.**

| Other information:-                                                              | Group        |              |         |
|----------------------------------------------------------------------------------|--------------|--------------|---------|
|                                                                                  | Q1 2009      | Q1 2008      | Change  |
|                                                                                  | Rp ' million | Rp ' million | %       |
| Depreciation of property, plant and equipment                                    | 65,077       | 50,182       | 29.7    |
| Amortisation of prepaid land premiums and deferred land rights acquisition costs | 13,525       | 5,291        | 155.6   |
| Net loss / (gain) on foreign exchange                                            | 94,750       | (43,159)     | (319.5) |
| Interest on borrowings                                                           | 103,988      | 84,386       | 23.2    |
| Losses on disposal of biological assets                                          | -            | 1,018        | n/m     |
| Losses / (gains) on disposals of property and equipment                          | 1,211        | (201)        | (702.5) |
| Loss on write-off of plasma receivables                                          | 4,087        | -            | n/m     |
| Gains arising from changes in fair values of plasma receivables                  | (2,251)      | -            | n/m     |
| Reversal of allowance for decline in market values of inventories                | (17,047)     | -            | n/m     |

*n.m. denotes "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.**

|                                                                  | Group             |                   | Company           |                   |
|------------------------------------------------------------------|-------------------|-------------------|-------------------|-------------------|
|                                                                  | 31/03/2009        | 31/12/2008        | 31/03/2009        | 31/12/2008        |
|                                                                  | Rp ' million      | Rp ' million      | Rp ' million      | Rp ' million      |
| <b>Non-current assets</b>                                        |                   |                   |                   |                   |
| Biological assets                                                | 8,327,789         | 8,152,865         | -                 | -                 |
| Property, plant and equipment                                    | 3,222,051         | 2,963,688         | 73,218            | 74,272            |
| Prepaid land premiums and deferred land rights acquisition costs | 1,420,647         | 1,379,286         | -                 | -                 |
| Goodwill                                                         | 3,147,467         | 2,994,523         | -                 | -                 |
| Claims for income tax refund                                     | 162,485           | 58,953            | -                 | -                 |
| Deferred tax assets                                              | 218,455           | 239,314           | -                 | -                 |
| Investment in subsidiary companies                               | -                 | -                 | 8,487,971         | 8,487,971         |
| Loans to a subsidiary company                                    | -                 | -                 | 2,259,501         | 2,259,501         |
| Other non-current assets                                         | 596,813           | 663,430           | 282               | 863               |
| <b>Total non-current assets</b>                                  | <b>17,095,707</b> | <b>16,452,059</b> | <b>10,820,972</b> | <b>10,822,607</b> |
| <b>Current assets</b>                                            |                   |                   |                   |                   |
| Inventories                                                      | 1,068,643         | 910,542           | -                 | -                 |
| Trade and other receivables                                      | 1,163,539         | 969,160           | 19,366            | 33,790            |
| Prepaid taxes                                                    | 96,304            | 122,624           | -                 | -                 |
| Cash and cash equivalents                                        | 1,875,592         | 2,408,266         | 199,050           | 186,243           |
| <b>Total current assets</b>                                      | <b>4,204,078</b>  | <b>4,410,592</b>  | <b>218,416</b>    | <b>220,033</b>    |
| <b>Total assets</b>                                              | <b>21,299,785</b> | <b>20,862,651</b> | <b>11,039,388</b> | <b>11,042,640</b> |
| <b>Current liabilities</b>                                       |                   |                   |                   |                   |
| Trade and other payables and accruals                            | 1,168,874         | 1,042,469         | 14,675            | 15,616            |
| Interest-bearing loans and borrowings                            | 2,651,567         | 2,379,649         | -                 | -                 |
| Taxes payable                                                    | 223,937           | 403,852           | 130               | 130               |
| <b>Total current liabilities</b>                                 | <b>4,044,378</b>  | <b>3,825,970</b>  | <b>14,805</b>     | <b>15,746</b>     |
| <b>Non-current liabilities</b>                                   |                   |                   |                   |                   |
| Interest-bearing loans and borrowings                            | 3,865,028         | 3,876,936         | -                 | -                 |
| Other payables                                                   | 243,968           | 239,278           | -                 | -                 |
| Estimated liabilities for employee benefits                      | 369,241           | 355,372           | -                 | -                 |
| Deferred tax liabilities                                         | 1,579,914         | 1,589,593         | -                 | -                 |
| <b>Total non-current liabilities</b>                             | <b>6,058,151</b>  | <b>6,061,179</b>  | <b>-</b>          | <b>-</b>          |
| <b>Total liabilities</b>                                         | <b>10,102,529</b> | <b>9,887,149</b>  | <b>14,805</b>     | <b>15,746</b>     |
| <b>Net assets</b>                                                | <b>11,197,256</b> | <b>10,975,502</b> | <b>11,024,583</b> | <b>11,026,894</b> |
| <b>Attributable to equity holders</b>                            |                   |                   |                   |                   |
| Share capital                                                    | 3,584,279         | 3,584,279         | 10,912,411        | 10,912,411        |
| Treasury shares                                                  | (29,283)          | (29,283)          | (29,283)          | (29,283)          |
| Reserves                                                         | 4,606,933         | 4,366,689         | 141,455           | 143,766           |
|                                                                  | <b>8,161,929</b>  | <b>7,921,685</b>  | <b>11,024,583</b> | <b>11,026,894</b> |
| Minority interests                                               | 3,035,327         | 3,053,817         | -                 | -                 |
| <b>Total equity</b>                                              | <b>11,197,256</b> | <b>10,975,502</b> | <b>11,024,583</b> | <b>11,026,894</b> |

**1(b)(ii). Aggregate amount of the Group's borrowings and debt securities.**

|                                                       | Group                      |                            |
|-------------------------------------------------------|----------------------------|----------------------------|
|                                                       | 31/03/2009<br>Rp ' million | 31/12/2008<br>Rp ' million |
| (i) Amounts payable in one year or less, or on demand |                            |                            |
| Secured                                               | 1,731,567                  | 1,699,649                  |
| Unsecured                                             | 920,000                    | 680,000                    |
| Sub-total                                             | <b>2,651,567</b>           | <b>2,379,649</b>           |
| (ii) Amounts repayable after one year                 |                            |                            |
| Secured                                               | 3,827,528                  | 3,839,436                  |
| Unsecured                                             | 37,500                     | 37,500                     |
| Sub-total                                             | <b>3,865,028</b>           | <b>3,876,936</b>           |
| <b>TOTAL</b>                                          | <b>6,516,595</b>           | <b>6,256,585</b>           |

(iii) Details of the collaterals

The above bank term loans and investment loans are secured by:

- (a) corporate guarantees from a subsidiary
- (b) charge over the plantation assets of the respective subsidiaries

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

|                                                                   | Group          |                  |
|-------------------------------------------------------------------|----------------|------------------|
|                                                                   | Q1 2009        | Q1 2008          |
|                                                                   | Rp ' million   | Rp ' million     |
| <b>Cash flows from operating activities</b>                       |                |                  |
| Profit before taxation                                            | 491,040        | 987,821          |
| Adjustments :                                                     |                |                  |
| Depreciation and amortisation                                     | 78,602         | 55,473           |
| Losses on write-offs of property and equipment                    | 300            | -                |
| Unrealized foreign exchange losses / (gains)                      | 178,770        | (53,546)         |
| Gains arising from changes in fair values of plasma receivables   | (2,251)        | -                |
| Losses on disposal of biological assets                           | -              | 1,018            |
| Changes in fair value of long-term receivables                    | (334)          | -                |
| Provision for uncollectible plasma receivables                    | 1,819          | -                |
| Losses /(gains) on disposals of property and equipment            | 1,211          | (201)            |
| Loss on write-off of plasma receivables                           | 4,087          | -                |
| Changes in provision for asset dismantling costs                  | 65             | -                |
| Changes in estimated liability for employee benefits              | 13,869         | 13,395           |
| Reversal of allowance for decline in market values of inventories | (17,047)       | -                |
| Financial income                                                  | (23,718)       | (19,155)         |
| Financial expenses                                                | 105,853        | 84,584           |
| <b>Operating cash flow before working capital changes</b>         | <b>832,266</b> | <b>1,069,389</b> |
| <b>Changes in working capital</b>                                 |                |                  |
| Other non-current assets                                          | (132,210)      | 5,814            |
| Inventories                                                       | (141,053)      | (269,379)        |
| Receivables                                                       | (254,073)      | (668,726)        |
| Prepaid taxes                                                     | 26,320         | (23,424)         |
| Payables                                                          | 128,064        | 376,751          |
| <b>Cash flow generated from operations</b>                        | <b>459,314</b> | <b>490,425</b>   |
| Interest received                                                 | 23,718         | 19,155           |
| Interest paid                                                     | (107,512)      | (85,987)         |
| Income tax paid                                                   | (362,252)      | (399,410)        |
| <b>Net cash flows generated from operating activities</b>         | <b>13,268</b>  | <b>24,183</b>    |

|                                                                               | Group            |                  |
|-------------------------------------------------------------------------------|------------------|------------------|
|                                                                               | Q1 2009          | Q1 2008          |
|                                                                               | Rp ' million     | Rp ' million     |
| <b>Cash flows from investing activities</b>                                   |                  |                  |
| Additions of property, plant and equipment                                    | (328,223)        | (158,246)        |
| Acquisition of minority interests                                             | (89,464)         | -                |
| Proceeds from investments in repurchase contracts                             | 10,953           | -                |
| Additions to biological assets                                                | (185,780)        | (143,557)        |
| ``Increase in advances for purchases of equipment                             | -                | (4,773)          |
| Increase in plasma receivables                                                | (31,666)         | (15,541)         |
| Proceeds from disposal of property and equipment                              | 271              | 1,594            |
| Proceeds from disposal of biological assets                                   | 200              | 145              |
| Additions to prepaid land premiums and deferred land rights acquisition costs | (6,349)          | (6,628)          |
| <b>Net cash flows used in investing activities</b>                            | <b>(630,058)</b> | <b>(327,006)</b> |
| <b>Cash flows from financing activities</b>                                   |                  |                  |
| Proceeds from interest-bearing loans and borrowings                           | 372,216          | 171,275          |
| Repayment of interest-bearing loans and borrowings                            | (288,763)        | (164,931)        |
| Dividend payments by subsidiaries to minority shareholders                    | (3,980)          | -                |
| Net proceeds of amounts due to related parties                                | 4,643            | -                |
| <b>Net cash flows generated from financing activities</b>                     | <b>84,116</b>    | <b>6,344</b>     |
| <b>Net decrease in cash and cash equivalents</b>                              | <b>(532,674)</b> | <b>(296,479)</b> |
| <b>Cash and cash equivalents at the beginning of the period</b>               | <b>2,408,266</b> | <b>1,701,512</b> |
| <b>Cash and cash equivalents at the end of the period</b>                     | <b>1,875,592</b> | <b>1,405,033</b> |

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

#### STATEMENT OF CHANGES IN EQUITY

|                                                   | Group             |                   | Company           |                   |
|---------------------------------------------------|-------------------|-------------------|-------------------|-------------------|
|                                                   | 31/03/2009        | 31/03/2008        | 31/03/2009        | 31/03/2008        |
|                                                   | Rp ' million      | Rp ' million      | Rp ' million      | Rp ' million      |
| <b>Issued Capital</b>                             |                   |                   |                   |                   |
| Balance as at 1 January / 31 March <sup>(1)</sup> | 3,584,279         | 3,584,279         | 10,912,411        | 10,912,411        |
| <b>Treasury shares</b>                            |                   |                   |                   |                   |
| Balance as at 1 January / 31 March                | (29,283)          | -                 | (29,283)          | -                 |
| <b>Reserves*</b>                                  |                   |                   |                   |                   |
| Balance as at 1 January                           | 4,366,689         | 3,571,405         | 143,766           | (20,638)          |
| Net profit for the year                           | 240,244           | 532,289           | (2,311)           | (764)             |
| Balance as at 31 March                            | 4,606,933         | 4,103,694         | 141,455           | (21,402)          |
| <b>Minority Interests</b>                         |                   |                   |                   |                   |
| Balance as at 1 January                           | 3,053,817         | 2,665,415         | -                 | -                 |
| Dividend payments by subsidiaries                 | (3,980)           | -                 | -                 | -                 |
| Minority interest in acquired subsidiaries        | (73,186)          | -                 | -                 | -                 |
| Net profit for the year                           | 58,676            | 155,115           | -                 | -                 |
| Balance as at 31 March                            | 3,035,327         | 2,820,530         | -                 | -                 |
| <b>Total Equity</b>                               | <b>11,197,256</b> | <b>10,508,503</b> | <b>11,024,583</b> | <b>10,891,009</b> |

#### Notes:

(1) The issued capital of the Group differs from that of the Company as a result of applying the reverse acquisition accounting in accordance with FRS 103. It represents the total of the deemed cost of acquisition, the issued equity of Indofood Oil & Fats Pte, Ltd. immediately before the Acquisition and issue/placement of new shares by the Company subsequent to the Acquisition.

\* Reserves of the Group consist of revenue reserve and capital reserve.

(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 issue of equity securities, issue of shares for cash or 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 end of the current financial period reported on and as at end of the corresponding period of the immediately preceding financial year.**

The Company did not issue any shares during the period. As of 31 March 2009, the number of issued shares were 1,447,782,830, of which 9,000,000 shares were held by the Company as treasury shares (31 March 2008 : 1,447,782,830 issued shares and none was held as treasury share).

There were no outstanding convertibles as at 31 March 2009 and 2008.

(d)(iii). *To show the total 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.*

|                                                         | Company          |                  |
|---------------------------------------------------------|------------------|------------------|
|                                                         | 31/03/2009       | 31/12/2008       |
|                                                         | (' 000)          | (' 000)          |
| Total number of issued shares                           | 1,447,783        | 1,447,783        |
| Less: Treasury shares                                   | (9,000)          | (9,000)          |
| Total number of issued shares excluding treasury shares | <b>1,438,783</b> | <b>1,438,783</b> |

(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.*

| Treasury Shares              | Company      |               |
|------------------------------|--------------|---------------|
|                              | No of shares | Amount        |
|                              | (' 000)      | Rp ' million  |
| Balance as at 1 January 2009 | 9,000        | 29,283        |
| Purchase of Treasury shares  | -            | -             |
| Balance as at 31 March 2009  | <b>9,000</b> | <b>29,283</b> |

The Company did not purchase any of its issued shares during Q1 2009.

2. *Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.*

This consolidated financial information has not been audited nor reviewed by the external auditors.

3 *Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a 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 accounting policies have been consistently applied by the Company and the Group, and are consistent with those used in the previous financial year.

As part of harmonization of Lonsum's accounting policies with its immediate holding company, PT Salim Ivomas Pratama with effect from 2008, Lonsum had discontinued the allocation of office overheads to the cost of goods sold and capitalized as part of immature plantation. Instead, all office overheads were directly charged to general and administrative expenses and selling and distribution costs.

The comparative figures of the Group for Q1 2008 have been reinstated to conform to the presentation in Q1 2009:-



|                                     | The Group                                  |                                                     | (Increase)<br>/Decrease |
|-------------------------------------|--------------------------------------------|-----------------------------------------------------|-------------------------|
| Income Statement                    | Q1 2008<br>As<br>reinstated<br>Rp' million | Q1 2008<br>As previously<br>reported<br>Rp' million |                         |
| Cost of goods sold                  | 1,620,789                                  | 1,673,289                                           | 52,500                  |
| Selling and distribution costs      | 91,557                                     | 88,724                                              | (2,833)                 |
| General and administrative expenses | 137,134                                    | 63,660                                              | (73,474)                |
| Tax expense                         | 300,417                                    | 307,559                                             | 7,142                   |
| Minority interest                   | 155,115                                    | 161,984                                             | 6,869                   |

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

Not applicable.

6. ***Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding year, after deducting any provision for the preference dividends; (a) Based on weighted average number of shares and (b) On a fully diluted basis (detailing any adjustments made to the earnings)***

Basic earnings per share amounts are calculated by dividing earnings for the year attributable to the equity holders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted earnings per share is calculated on the same basis as the basic earnings per share except that the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential ordinary shares. The Company has no dilutive potential ordinary shares as at 31 March 2009.

|                                           | Group      |            | Change |
|-------------------------------------------|------------|------------|--------|
| Earnings per share (Rp)                   | 31/03/2009 | 31/03/2008 | %      |
| Based on weighted average number of share | 167        | 368        | (54.6) |
| Based on a fully diluted basis            | 167        | 368        | (54.6) |

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:-***

The net asset value per share for the Group is calculated using the Group's net asset value attributable to equity holders as at end of each year divided by the issued share capital of 1,438,782,830 shares (excluding 9,000,000 held in treasury shares) as of 31 March 2009 and 2008.

|                                         | Group      |            | Company    |            |
|-----------------------------------------|------------|------------|------------|------------|
|                                         | 31/03/2009 | 31/12/2008 | 31/03/2009 | 31/12/2008 |
| Net asset value per ordinary share (Rp) | 5,673      | 5,506      | 7,662      | 7,664      |

- 8 ***A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of (a) 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; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.***

**Review of Group Performance**

|                      | Group            |                  |               |
|----------------------|------------------|------------------|---------------|
|                      | Q1 2009          | Q1 2008          | Change        |
|                      | Rp ' million     | Rp ' million     | %             |
| Revenue              |                  |                  |               |
| Plantations          |                  |                  |               |
| External sales       | 587,875          | 971,533          | (39.5)        |
| Inter-segment sales  | 610,503          | 838,728          | (27.2)        |
| Sub-total            | 1,198,378        | 1,810,261        | (33.8)        |
| Cooking Oil          |                  |                  |               |
| External sales       | 1,254,796        | 1,553,845        | (19.2)        |
| Inter-segment sales  | -                | -                | -             |
| Sub-total            | 1,254,796        | 1,553,845        | (19.2)        |
| Commodity            |                  |                  |               |
| External sales       | 152,272          | 324,445          | (53.1)        |
| Inter-segment sales  | 6,434            | 3,920            | 64.1          |
| Sub-total            | 158,706          | 328,365          | (51.7)        |
| Elimination          | (616,937)        | (842,648)        | (26.8)        |
| <b>Total revenue</b> | <b>1,994,943</b> | <b>2,849,823</b> | <b>(30.0)</b> |
| <b>Gross Profit</b>  | <b>821,750</b>   | <b>1,229,034</b> | <b>(33.1)</b> |
| Gross Profit%        | 41.2%            | 43.1%            |               |

**Revenue and Gross Margin:** Crude Palm Oil (CPO) price for Q1 2009 was at average US\$577 a tonne (CIF Rotterdam) versus US\$1,156 a tonne in Q1 2008. This downturn in CPO prices have directly affected our results for Q1 2009, Group revenue declined 30% to Rp2.0 trillion compared to same period last year, reflecting lower selling prices of palm oil, rubber, edible oil products and copra-based products. Notwithstanding this, CPO sales volume was marginally up 1% to 170,507 tonnes while margarine volume saw a 14% growth compared to same quarter last year.

Given the lower palm oil, rubber and edible oil products selling prices in Q1 2009, all business divisions ended with lower revenue against same period last year. Plantation Division recorded total revenue of Rp1.2 trillion, down 34% from a year ago mainly due to the combined effects of lower selling prices of palm oil products and rubber, coupled with a decline of 35% in sales volume of rubber on the back of a weaker demand. Cooking Oils and Fats Division likewise recorded a decline of 19% in revenue largely due to lower selling prices and a decline of 4% in sales volume of cooking oil of 97,890 tonnes in Q1 2009 vs. 101,630 tonnes in Q1 2008. On a positive note, the demand for margarine products picked up with a 14% volume growth in Q1 2009. Commodity Division revenue came in lower than same period last year by 52% due to the combined effects of lower sales volume and lower average selling prices of copra-based and palm-based products.

Group overall profit margin, which was impacted by the lower selling prices of plantation crops and edible oil products, declined from 43.1% in Quarter 1 2008 to 41.2% in Q1 2009. However, the operating profit in Cooking Oils and Fats Division increased by 57% to Rp77 billion in Q1 2008 to Rp122 billion in Q1 2009 due to better operational performance.

**Gain/(loss) arising from changes in fair values of biological assets:** In accordance with the Singapore Financial Reporting Standards ("SFRS") No. 41, "Agriculture", biological assets are stated at fair value less estimated point-of-sale costs (estimated selling costs). Gains or losses arising from the changes in fair values of the biological assets at each reporting date are included in the consolidated income statement for the period in which they arise.

Notwithstanding the above, it is the practice of the Group to engage an independent firm of valuers to prepare the valuation of the biological assets (which primarily comprise oil palm and rubber plantations) on a semi-annual basis. The valuations were prepared based on the discounted net future cash flows of the underlying plantations. The expected net future cash flows of the underlying plantations are determined using the forecasted market prices of the related agricultural produce.

In line with the Group's practice, there was no recognition of gain/(loss) arising from the changes in fair values of biological assets in Q1 2009.

**Profit from Operations:** The Group profit from operations declined by 46% from Rp1.1 trillion in Q1 2008 to Rp0.6 trillion in Q1 2009. This was principally due to (i) lower gross profit in Plantation Division; (ii) higher G&A expenses mainly due to general increase in salaries and wages; and (iii) higher other operating expenses resulting mainly from net loss on foreign exchange on US dollar denominated loans of Rp95 billion versus a net gain of Rp43 billion in Q1 2008. However, selling and distribution costs were lower due to reduced freight cost and zero Indonesia export taxes during the quarter compared to Rp37 billion of export taxes in same quarter last year.

**Net Profit After Tax (NPAT):** The Group achieved a NPAT of Rp299 billion, which included higher interest on borrowings of Rp104 billion versus Rp84 billion in Q1 2008. Tax expense was lower in Q1 2009 in line with lower profit. The effective tax rate was higher in Q1 2009 at 39% versus 30% in Q1 2008 due to non-deductible expenses, comprised mainly interest expenses and net loss on foreign exchange, relating to the loans obtained for the acquisition of Lonsum.

### **Review of Financial Position**

The Group's net assets stood at Rp11.2 trillion as at 31 March 2009, increased marginally from Rp11.0 trillion as at 31 December 2008.

#### **Non-Current Assets**

Total non-current assets increased from Rp16.5 trillion as at 31 December 2008 to Rp17.1 trillion as at 31 March 2009 due to:

- Increase in biological assets due to capital expenditures incurred in immature plantations and new plantings during the quarter;
- Increase in property, plant and equipment mainly from purchases of equipment, construction of housing and infrastructure in plantations, and on-going construction works for the refinery located at Jakarta and the sugar processing plant in South Sumatra;
- Goodwill recognised during the quarter of Rp153 billion was relating to the acquisitions of the 30% minority interests in PT Sarana Inti Pratama ("Sain") and PT Mitra Inti Sejati Plantation ("Mitra");
- Decrease in Other non-current assets of Rp67 billion was mainly due to the reversal of advances of Rp136 billion, representing 60% of the consideration for the acquisitions of minority interests in Sain and Mitra, and offset by increase in advances for plasma projects of Rp32 billion.

### Current Assets

Cash position ended lower at Rp1.9 trillion versus Rp2.4 trillion as at 31 December 2008. This was attributed to payment of additional corporate income taxes for 2008 and cash outflows for investing activities such as purchases of assets, additions of biological assets and acquisitions of minority interests in Sain and Mitra;

Meanwhile, inventories ended higher by 17% to Rp 1.1 trillion as at March 2009 due to higher copra-based products and higher raw materials such as copra, coupled with higher average unit cost of CPO inventory. Trade and other receivables was higher against previous quarter arising from timing in settlement from a parent company and a related company.

### Current Liabilities

Trade and other payables and accruals rose by Rp126 billion to Rp1.2 trillion as at 31 March 2009 on higher advance payment from customers; accruals for salaries and wages, bonus and employees benefits.

Current interest-bearing loans and borrowings increased by Rp0.3 trillion to Rp2.7 trillion due to additional short-term credit facilities secured during the quarter.

Taxes payable reduced from Rp404 billion as at 31 December 2008 to Rp224 billion as at 31 March 2009 mainly due to payment of corporate income tax relating to 2008.

..

9. ***Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.***

N.A.

10. ***A commentary at the date of the announcement of the significant trends and 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.***

2008 was an extremely volatile year for commodity prices, which saw CPO price (Rotterdam CIF) averaging at historical peak of over US\$1,100 a tonne in the first half of 2008 before declining sharply in the second half of the year to end the year at US\$500 a tonne. In addition, the prices of raw materials, in particularly fertilizers and fuels also increased substantially in 2008.

CPO price has since re-gained some of its lost ground in Q1 2009, averaging US\$577 a tonne. This was attributed to the expected tighter palm oil supply and lower palm oil inventory in Malaysia due to lower seasonal production in Q1 2009. Despite this, we expect CPO price to remain volatile in 2009.

On a longer term, the fundamental demand for palm oil remains positive as it is the most widely consumed and cheapest amongst all other edible oils such as soybean and rapeseed oils. We expect demand for palm oil will continue to remain relatively resilient in 2009 despite the challenging economic climate.

We have seen some easing of the prices of raw materials in particularly fertilizers and fuel cost at the beginning of 2009. We will continue to manage our balance sheet and cash flows prudently, while exercising efficient cost management and investing strategically in our future growth.

The Group will continue to leverage on the strength of our integrated business model and continue to grow our plantation business while maintaining low cost of production, this will position us well to face the challenges ahead. Our operational strength and commitment to research and development, and our strong seed breeding operations, will enable us to continually implement and improve best practices for sustainable development of our plantations and to further strengthen our competitive position.

11. ***If a decision regarding dividend has been made.***

- (a) ***Current Financial Period Reported On***

*Nil.*

- (b) ***Corresponding Period of the Immediately Preceding Financial Year***

*Nil.*

12. ***If no dividend has been declared (recommended), a statement to that effect.***

No dividend has been declared or recommended for the first quarter ended 31 March 2009.

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**

| In Rp' million<br><u>Q1 2009</u> | Plantations      | Cooking<br>Oils  | Commodity      | Others/<br>eliminations | Total            |
|----------------------------------|------------------|------------------|----------------|-------------------------|------------------|
| <b>Revenue</b>                   |                  |                  |                |                         |                  |
| External sales                   | 587,875          | 1,254,796        | 152,272        | -                       | 1,994,943        |
| Inter-segments sales             | 610,503          | -                | 6,434          | (616,937)               | -                |
| <b>Total Sales</b>               | <b>1,198,378</b> | <b>1,254,796</b> | <b>158,706</b> | <b>(616,937)</b>        | <b>1,994,943</b> |

|                                 |         |         |       |            |                |
|---------------------------------|---------|---------|-------|------------|----------------|
| <b>Results</b>                  |         |         |       |            |                |
| Segment profit                  | 429,813 | 121,507 | 2,685 | 113,920 ** | 667,925        |
| Segment profit %                | 36%     | 10%     | 2%    |            | 33%            |
| Net foreign exchange loss       |         |         |       |            | (94,750)       |
| Net finance costs               |         |         |       |            | (82,135)       |
| <b>Profit before income tax</b> |         |         |       |            | <b>491,040</b> |
| Income tax expense              |         |         |       |            | (192,120)      |
| <b>Profit for the year</b>      |         |         |       |            | <b>298,920</b> |

| In Rp' million<br><u>Q1 2008</u> | Plantations      | Cooking<br>Oils  | Commodities    | Others/<br>eliminations | Total            |
|----------------------------------|------------------|------------------|----------------|-------------------------|------------------|
| <b>Revenue</b>                   |                  |                  |                |                         |                  |
| External sales                   | 971,533          | 1,553,845        | 324,445        | -                       | 2,849,823        |
| Inter-segments sales             | 838,728          | -                | 3,920          | (842,648)               | -                |
| <b>Total Sales</b>               | <b>1,810,261</b> | <b>1,553,845</b> | <b>328,365</b> | <b>(842,648)</b>        | <b>2,849,823</b> |

|                                 |         |        |        |             |                |
|---------------------------------|---------|--------|--------|-------------|----------------|
| <b>Results</b>                  |         |        |        |             |                |
| Segment profit                  | 945,169 | 77,335 | 31,192 | (43,605) ** | 1,010,091      |
| Segment profit %                | 52%     | 5%     | 9%     |             | 35%            |
| Net finance costs               |         |        |        |             | (65,429)       |
| Net foreign exchange gain       |         |        |        |             | 43,159         |
| <b>Profit before income tax</b> |         |        |        |             | <b>987,821</b> |
| Income tax expense              |         |        |        |             | (300,417)      |
| <b>Profit for the year</b>      |         |        |        |             | <b>687,404</b> |

\*\* Others/eliminations include SFRS adjustments, net effects arising from elimination of unrealised profit of inter-division inventories, and regional office costs.

**Revenue by Geographical Market** (based on shipment destination)

|                               | Group            |              |                  |              |               |
|-------------------------------|------------------|--------------|------------------|--------------|---------------|
|                               | Q1 2009          |              | Q1 2008          |              | Change        |
|                               | Rp' million      | %            | Rp' million      | %            | %             |
| Indonesia                     | 1,525,389        | 76.4         | 1,874,621        | 65.8         | (18.6)        |
| Asia                          | 268,628          | 13.5         | 580,777          | 20.4         | (53.7)        |
| Europe                        | 127,595          | 6.4          | 252,071          | 8.8          | (49.4)        |
| Africa, Middle East & Oceania | 47,982           | 2.4          | 62,470           | 2.2          | (23.2)        |
| America                       | 25,349           | 1.3          | 79,884           | 2.8          | (68.3)        |
| <b>Total revenue</b>          | <b>1,994,943</b> | <b>100.0</b> | <b>2,849,823</b> | <b>100.0</b> | <b>(30.0)</b> |



**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.**

Please refer to Para 8 and 10 above.

**15. Disclosure of the aggregate value of the transactions conducted under the shareholders' mandate for interested person transaction Rule 920(1)(a)(ii) of the Listing Manual**

The Group has the following the interest person transactions ("IPT") for the first quarter 2009:

| Name of Interested Person                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | Aggregate value of all Interested person transactions (excluding transactions less than S\$100,000) |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------|
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | Rp 'billion                                                                                         |
| <b>PT ISM Group</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                                                                     |
| <ul style="list-style-type: none"> <li>Rental of storage tanks</li> <li>Sales of cooking oil &amp; margarine</li> <li>Purchase of goods and services</li> </ul>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | 0.1<br>551.2<br>18.3                                                                                |
| <b>Salim Group</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                                                                                     |
| <ul style="list-style-type: none"> <li>Purchases of services, vehicles and spare parts</li> <li>Non-interest bearing loans from Salim Group</li> <li>Interest bearing loans to subsidiaries, which Salim Group has a 40% shareholding interest               <ul style="list-style-type: none"> <li>Principal amount outstanding in respect of the interest bearing loans at of end period</li> <li>Maximum loan outstanding (inclusive of principal and interest) during the period</li> </ul> </li> <li>Corporate guarantee, in proportion to the Group's shareholdings, in favour of banks in respect of loan facilities extended to certain subsidiaries, which Salim Group has a 40% shareholding interest               <ul style="list-style-type: none"> <li>Principal amount outstanding in respect of the bank loan facilities at of end period</li> <li>Maximum loan outstanding (inclusive of principal and interest) during the period</li> </ul> </li> <li>Rental of land</li> </ul> | 5.3<br>204.2<br>325.0<br>331.5<br>314.3<br>316.5<br>0.1                                             |

**BY THE ORDER OF THE BOARD**

Mark Julian Wakeford  
 Chief Executive Officer and Executive Director

29 April 2009

### **Confirmation by the Board Pursuant to Rule 705(4) of the Listing Manual**

Pursuant to Rule 705(4) of the SGX-ST Listing Manual, we Mark Julian Wakeford and Moleonoto Tjang, being two Directors of Indofood Agri Resources Ltd. ("the Company") do hereby confirm on behalf of the Board of Directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the Group's unaudited financial statements for the first quarter ended 31 March 2009 to be false or misleading in any material aspect.

On behalf of the Board of Directors:

Mark Julian Wakeford  
Chief Executive Officer

Moleonoto Tjang  
Executive Director

29 April 2009