

ANNOUNCEMENT

The Board of Directors of Indofood Agri Resources Ltd. (the “**Company**”) wishes to update that the Company and its subsidiaries (the “**Group**”) continually considers opportunities to optimise its capital structure and enhance its financial position. As such, the Company’s 90%-owned subsidiary, PT Salim Ivomas Pratama (“**PT SIMP**”) is in the process of exploring the possibility of issuing Indonesian Rupiah Bonds amounting to approximately Rp1.0 trillion (“**Proposed Bond Issue**”). There is however no certainty that the Proposed Bond Issue will proceed. It will depend on the prevailing market conditions and situations. If PT SIMP does proceed with the Proposed Bond Issue, the net proceeds raised from the Proposed Bond Issue may be used to refinance the Group’s existing borrowings.

PT SIMP is in discussion on the terms of the Proposed Bond Issue with potential managers and underwriters.

The Company will issue further announcement(s) to update shareholders of the Company on any further developments in relation to the Proposed Bond Issue as and when appropriate.

BY ORDER OF THE BOARD

Mark Julian Wakeford
Chief Executive Officer

Singapore
13 July 2009