

UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2011

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

	Group		
	31/03/2011	31/03/2010	Change
	Rp ' million	Rp ' million	%
Revenue	2,927,286	2,111,630	38.6
Cost of sales	(1,583,858)	(1,313,281)	20.6
Gross Profit	1,343,428	798,349	68.3
Gross Profit %	45.9%	37.8%	
Selling and distribution costs	(91,001)	(52,203)	74.3
General and administrative expenses	(201,620)	(167,200)	20.6
Foreign exchange gains	42,310	35,126	20.5
Other operating income	13,430	22,830	(41.2)
Other operating expenses	(40,523)	(16,525)	145.2
Profit from operations	1,066,024	620,377	71.8
Financial income	40,395	19,806	104.0
Financial expenses	(117,087)	(94,264)	24.2
Profit before tax	989,332	545,919	81.2
Income tax expense	(255,298)	(140,851)	81.3
Net profit / total comprehensive income for the period	734,034	405,068	81.2
Total comprehensive income attributable to:-			
- Owners of the parent	514,331	309,844	66.0
- Non-controlling interests	219,703	95,224	130.7
	734,034	405,068	81.2

Note : There were no other comprehensive income during the period.

Additional Information:-

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

	Group		
	31/03/2011	31/03/2010	Change
	Rp ' million	Rp ' million	%
Profit from operations	1,066,024	620,377	71.8
Add: Depreciation and amortisation	105,472	95,124	10.9
EBITDA includes foreign exchange gains	1,171,496	715,501	63.7
Less: Foreign exchange gains	42,310	35,126	20.5
EBITDA excludes foreign exchange gains	1,129,186	680,375	66.0
EBITDA%	38.6%	32.2%	

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

In SGD 'cents (converted at Rp6,966/S\$1)	Group		
	31/03/2011	31/03/2010	Change %
EPS	5.1	3.1	65.1

In SGD 'cents (converted at Rp6,906/S\$1)	Group		
	31/03/2011	31/12/2010	Change %
NAV per share	115.3	110.1	4.7

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

Other information:-	Group		
	31/03/2011 Rp ' million	31/03/2010 Rp ' million	Change %
Depreciation of property, plant and equipment	101,709	91,616	11.0
Amortisation of deferred charges and others	3,763	3,508	7.3
Interest on borrowings	111,177	83,943	32.4
Loss on disposal of biological assets	99	-	n/m
Loss arising from changes in fair values of plasma receivables	430	5,782	92.6
Provision for uncollectible plasma receivables	-	5,530	n/m
Write-off of property and equipment	564	2	n/m
Gain on disposal of property and equipment	(63)	(11)	n/m
Net changes in provision for decline in market values of inventories and obsolescence of inventories	33,564	55	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	
	31/03/2011	31/12/2010	31/03/2011	31/12/2010
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Non-current assets				
Biological assets	10,624,945	10,453,082	-	-
Property, plant and equipment	6,933,441	6,791,435	64,805	65,844
Goodwill	3,155,786	3,155,786	-	-
Claims for tax refund	400,142	400,241	-	-
Deferred tax assets	370,512	363,149	-	-
Investment in subsidiary companies	-	-	7,383,633	7,383,633
Loans to a subsidiary company	-	-	2,259,501	2,259,501
Other non-current assets	868,073	906,907	22	22
Total non-current assets	22,352,899	22,070,600	9,707,961	9,709,000
Current assets				
Inventories	1,625,608	1,321,248	-	-
Trade and other receivables	1,113,629	898,034	20,765	20,943
Advances to suppliers	204,619	42,332	-	-
Prepaid taxes	65,101	60,581	-	-
Cash and cash equivalents	3,606,316	3,795,993	1,623,402	1,621,112
Total current assets	6,615,273	6,118,188	1,644,167	1,642,055
Total assets	28,968,172	28,188,788	11,352,128	11,351,055
Current liabilities				
Trade and other payables and accruals	1,316,752	1,109,627	8,486	8,572
Advances from customers	73,980	98,244	-	-
Interest-bearing loans and borrowings	2,858,743	2,815,520	-	-
Income tax payable	185,725	102,417	130	130
Total current liabilities	4,435,200	4,125,808	8,616	8,702
Non-current liabilities				
Interest-bearing loans and borrowings	4,671,259	4,955,185	-	-
Bonds and Sukuk Ijarah payables	723,460	723,109	-	-
Other payables	279,324	284,832	-	-
Employee benefits liabilities	605,208	574,034	-	-
Deferred tax liabilities	1,819,391	1,825,524	-	-
Total non-current liabilities	8,098,642	8,362,684	-	-
Total liabilities	12,533,842	12,488,492	8,616	8,702
Net assets	16,434,330	15,700,296	11,343,512	11,342,353
Attributable to owners of the parent				
Share capital	3,584,279	3,584,279	10,912,411	10,912,411
Revenue reserves	7,801,595	7,287,264	286,949	285,790
Other reserves	138,819	138,819	144,152	144,152
	11,524,693	11,010,362	11,343,512	11,342,353
Non-controlling interests	4,909,637	4,689,934	-	-
Total equity	16,434,330	15,700,296	11,343,512	11,342,353

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

	Group	
	31/03/2011	31/12/2010
	Rp ' million	Rp ' million
(i) Amounts payable in one year or less, or on demand		
Secured	2,106,262	1,963,446
Unsecured	752,481	852,074
Sub-total	2,858,743	2,815,520
(ii) Amounts repayable after one year		
Secured	4,636,758	4,919,759
Unsecured	757,961	758,535
Sub-total	5,394,719	5,678,294
TOTAL	8,253,462	8,493,814

(iii) Details of the collaterals

The above bank term loans and investment loans are secured by (i) corporate guarantees from the Company and a subsidiary; and (ii) charge over the plantation assets of the respective subsidiaries.

As of 31 March 2011, the unsecured amount repayable after one year included Bonds and Sukuk Ijarah payables of Rp723 billion.

- 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	
	31/03/2011 Rp ' million	31/03/2010 Rp ' million
Cash flows from operating activities		
Profit before tax	989,332	545,919
Adjustments :		
Depreciation and amortisation	105,472	95,124
Unrealized foreign exchange gains	(48,794)	(28,702)
Loss on disposal of biological assets	99	-
Loss arising from changes in fair values of plasma receivables	430	5,782
Provision for uncollectible plasma receivables	-	5,530
Write-off of property and equipment	564	2
Gain on disposal of property and equipment	(63)	(11)
Net changes in provision for decline in market values of inventories and obsolescence of inventories	33,564	55
Changes in provision for asset dismantling costs	(1,520)	(229)
Changes in employee benefits liabilities	31,174	32,705
Changes in fair value of long-term receivables	1,384	6
Allowance of doubtful debts	213	601
Financial income	(40,395)	(19,806)
Financial expenses	117,087	94,264
Operating cash flows before working capital changes	1,188,547	731,240
Changes in working capital		
Other non-current assets	(44,793)	37,800
Inventories	(337,924)	(239,302)
Trade and other receivables	(233,888)	22,569
Advances to suppliers	(136,000)	(67,992)
Prepaid taxes	(3,383)	(69,241)
Trade and other payables and accruals	214,613	61,844
Advances from customers	(24,264)	(22,399)
Cash flows generated from operations	622,908	454,519
Interest received	40,395	19,806
Interest paid	(124,223)	(85,724)
Income tax paid	(185,487)	(140,640)
Net cash flows generated from operating activities	353,593	247,961

	Group	
	31/03/2011	31/03/2010
	Rp ' million	Rp ' million
Cash flows from investing activities		
Additions to property, plant and equipment	(248,453)	(211,697)
Additions to biological assets	(159,414)	(162,945)
Net changes in plasma receivables	90,604	(62,724)
Proceeds from disposal of property and equipment	245	117
Proceeds from disposal of biological assets	239	-
Investment in unquoted shares	(3,162)	(5,601)
Advances for projects and purchase of fixed assets	(27,627)	(91,608)
Net cash flows used in investing activities	(347,568)	(534,458)
Cash flows from financing activities		
Proceeds from interest-bearing loans and borrowings	388,828	840,940
Repayment of interest-bearing loans and borrowings	(561,319)	(287,705)
Net proceeds /(payments) from amount due to related parties	100	(59,924)
Net cash flows (used in)/ generated from financing activities	(172,391)	493,311
Net (decrease) /increase in cash and cash equivalents	(166,366)	206,814
Effect of changes in exchange rates on cash and cash equivalents	(23,311)	(48,723)
Cash and cash equivalents at the beginning of the period	3,795,993	1,802,345
Cash and cash equivalents at the end of the period	3,606,316	1,960,436

- 1(d)(i). *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	
	31/03/2011 Rp ' million	31/03/2010 Rp ' million	31/03/2011 Rp ' million	31/03/2010 Rp ' million
Issued Capital				
Balance as at 1 January / 31 March ⁽¹⁾	3,584,279	3,584,279	10,912,411	10,912,411
Treasury shares (IndoAgri)				
Balance as at 1 January / 31 March	-	(29,283)	-	(29,283)
Reserves*				
Balance as at 1 January	7,287,264	5,885,251	285,790	124,058
Net profit and total recognized income for the period	514,331	309,844	1,159	(11,308)
Balance as at 31 March	7,801,595	6,195,095	286,949	112,750
Other Reserves				
Balance as at 1 January / 31 March	138,819	8,267	144,152	-
Non-controlling Interests				
Balance as at 1 January	4,689,934	3,530,781	-	-
Net profit and total recognized income for the period	219,703	95,224	-	-
Balance as at 31 March	4,909,637	3,626,005	-	-
Total Equity	16,434,330	13,384,363	11,343,512	10,995,878

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 2011, the number of issued shares were 1,447,782,830, and the Company had no treasury shares. As of 31 March 2010, the number of issued shares were 1,447,782,830 issued shares, of which 9,000,000 shares were held as treasury shares.

There were no outstanding convertibles as at 31 March 2011 and 2010.

(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	
	31/03/2011 (' 000)	31/12/2010 (' 000)
Total number of issued shares excluding treasury shares	1,447,783	1,447,783

(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.*

Not applicable.

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.

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 period 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 2011.

Earnings per share (Rp)	Group		Change %
	31/03/2011	31/03/2010	
Based on weighted average number of share	355	215	65.1
Based on a fully diluted basis	355	215	65.1

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 period divided by the issued share capital of 1,447,782,830 shares as of 31 March 2011 and 31 December 2010.

	Group		Company	
	31/03/2011	31/12/2010	31/03/2011	31/12/2010
Net asset value per share (Rp)	7,960	7,605	7,835	7,834

- 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		
	31/03/2011 Rp ' million	31/03/2010 Rp ' million	Change %
Revenue			
Plantations			
External sales	757,558	617,558	22.7
Inter-segment sales *	1,349,756	703,248	91.9
Sub-total	2,107,314	1,320,806	59.5
Edible Oils & Fats **			
External sales	2,169,728	1,494,072	45.2
Sub-total	2,169,728	1,494,072	45.2
Elimination of inter-segment sales *	(1,349,756)	(703,248)	91.9
Total revenue to external parties	2,927,286	2,111,630	38.6
Gross Profit	1,343,428	798,349	68.3
Gross Profit %	45.9%	37.8%	

* Comprises mainly internal CPO sales to the Group's own refineries

** Comprises mainly cooking oil, margarine and copra-based products

Overview: The Group recorded consolidated revenue of Rp2,927 billion in 1Q2011, up 39% over 1Q2010. In line with this, net profit came in strongly at Rp734 billion in 1Q2011, registering 81% increase over the same quarter last year.

Revenue: Plantation Division posted an impressive 1Q2011 result with total revenue up 60% over the same quarter last year, reflecting higher average selling prices of palm products (ie. crude palm oil and palm kernel) and rubber, as well as higher sales volume of palm products and oil palm seeds. Inter-segment sales increased by 92%, representing higher internal CPO to the Group's refineries (up 53% from 161,000 MT in 1Q2011 from 105,000 MT in 1Q2010) at market price.

Edible Oils & Fats Division likewise reported a strong quarter with total revenue increasing 45% over the same quarter last year. The impressive sales performance was principally attributable to higher average selling prices across all edible oil & fat products and higher sales volume of cooking oil and margarine.

The Group's consolidated revenue (after elimination of inter-segment sales) in 1Q2011 grew 39% against the same quarter last year, contributing to higher external sales from both divisions. The strong sales result was attributable to higher average selling prices of edible oil & fat products and plantation crops, as well as higher sales volume of cooking oil and margarine, palm kernel and oil palm seeds. This was partially offset by lower sales volumes of CPO to external parties.

Gross Profit: Group's gross profit increased 68% to Rp1,343 billion in 1Q2011 from Rp798 billion in 1Q2010. Gross profit margin increased from 37.8% in 1Q2010 to 45.9% in 1Q2011. The improved gross profit was attributable to strong sales results from both divisions particularly the Plantation Division.

Operating Expenses (i.e. comprise of S&D Expenses, G&A, Other Operating Income / Expenses)

Selling and distribution expenses were Rp91 billion in 1Q2011, an increase of Rp39 billion over last year's level on higher export taxes of Rp21 billion mainly relating to the export sales of stearine, as well as higher freight and distribution expenses of Rp15 billion relating to higher sales volume of edible oil & fats products.

G&A expenses were Rp202 billion 1Q2011, an increase of Rp35 billion over 1Q2010 mainly due to increased salaries and employee benefits.

Other operating expenses were Rp41 billion in 1Q2011 compared to Rp17 billion in 1Q2010. This was principally attributable to provision for decline in market values of inventories of Rp34 billion relating to palm by-product at end March 2011; and the Group recognised Rp0.4 billion in 1Q2011 as compared to Rp11 billion in 1Q2010 of losses arising from changes in fair values of plasma receivables and provision for uncollectible plasma receivables.

Gain/(loss) arising from changes in fair value of biological assets: Starting 2011, the Group has changed its practice and will engage an independent firm of valuers to prepare the valuation of the biological assets (which primarily comprise oil palm and rubber plantations) on a yearly basis. Accordingly, no recognition of gain/(loss) arising from the changes in fair values of biological assets was made in 1Q2011.

Profit from Operations increased 72% to Rp1,066 billion in 1Q2011 mainly due to higher gross profit. This was partially offset by higher operating expenses as explained above.

Financial Income / Expenses: Higher financial expenses were attributable to drawn down of existing bank facilities in 2010 in respect of the development of sugar business and oil palm plantation. The increase in financial expenses of Rp23 billion was offset by higher interest income of Rp20 billion from fixed deposits.

Net Profit After Tax (NPAT): The Group's NPAT improved 81% to Rp734 billion in 1Q2011 principally due to higher profit from operations, while effective tax rate stood at 26% in 1Q2011 and 1Q2010, respectively.

Attributable profit to owners was Rp514 billion in 1Q2011, an increase of 66% over the same quarter last year. While non-controlling interest increased from Rp95 billion in 1Q2010 to Rp220 billion in 1Q2011 in recognition of the net divestment of 4.9% interest in Lonsum to the public in December 2010 by the Company.

Review of Financial Position

The Group's non-current assets totaled Rp22.4 trillion as at 31 March 2011, up from Rp22.1 trillion as at 31 December 2010. The increase was principally attributable to additions of biological assets in respect of new plantings and immature plantations; and capital expenditure relating to housing and infrastructure in plantations, on-going construction works relating to new palm oil mills in Kalimantan and South Sumatra. This was partially offset by lower plasma receivables of Rp0.1 trillion.

Total current assets were Rp6.6 trillion as at 31 March 2011 compared to Rp6.1 trillion in the previous year end. This was mainly due to:

- inventories ended higher at Rp1.6 trillion as of 31 March 2011 versus Rp1.3 trillion at the end of 2010, which was principally due to higher copra-based products, palm by-product and fertilizers;
- trade and other receivables ended higher mainly due to higher sales of cooking oil and margarine;
- higher advances to supplies relating to purchases of raw materials.;
- cash levels ended slightly lower at Rp3.6 trillion as of 31 March 2011 compared to Rp3.8 trillion at the previous year end. This was principally due to the repayment of interest bearing loans and borrowings during the quarter. The Group incurred Rp0.4 trillion on purchases of assets and additions to biological assets, which was principally funded by net cash flows generated from operations.

Total liabilities increased slightly as at 31 March 2011. The increase was mainly due to increase in trade and other payables, but this was offset by the repayment of non-current interest bearing loans and borrowings.

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 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.

CPO prices (CIF Rotterdam) remained strong in 1Q2011 with an average of US\$1,251 per tonne as compared to US\$1,108 per tonne in 4Q2010 and US\$901 per tonne in FY2010, respectively. This demonstrates the positive fundamentals for palm oil supported by tighter vegetable oil supplies. This is further supported by the improved global economic climate, underpinned by consumption growth from India, China and other emerging Asian economies, and coupled with demand for biodiesel driven by government mandates in Europe, Brazil and Argentina. In addition, we expect the demand for palm oil products in Indonesia to remain supported in the short to medium term by demand from the food and beverage industry and population growth.

Likewise, rubber prices (RSS3 SICOM) stayed robust with an average of US\$5,732 per tonne in 1Q2011 as compared to US\$4,324 per tonne in 4Q2010 and US\$3,758 per tonne in FY2010, respectively, supported by high demand fuelled by the strong automotive sector in emerging markets and a supply deficit caused by wet weather in Thailand and Malaysia.

Sugar prices (LIFFE) continued to rise with an average of US\$752 per tonne in 1Q2011 as compared to US\$728 per tonne in 4Q2010 and US\$616 per tonne in FY2010 as the sugar production has been affected by adverse weather conditions. Sugar price direction will be in part determined by production in Brazil and India, and whether India is a net importer or exporter of sugar.

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 2011.

13. 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 2011:

Name of Interested Person	Aggregate value of all Interested person transactions (excluding transactions less than S\$100,000)	
	Rp 'billion	US\$ 'million
PT ISM Group		
<ul style="list-style-type: none"> • Sales of cooking oil & margarine • Purchase of goods and services • Corporate guarantee from PT ISM <ul style="list-style-type: none"> ○ Principal amount outstanding in respect of the bank loan facilities at end of period ○ Maximum loan outstanding (inclusive of principal and interest) during the period 	814.8 6.7 150.0 150.0	- - - -
Salim Group		
<ul style="list-style-type: none"> • Sales of CPO • Sales of cooking oil • Sales of seeds • Purchases of services • Interest bearing loans from Salim Group • Interest bearing loans to subsidiaries, which are associates of Salim Group <ul style="list-style-type: none"> ○ Principal amount outstanding in respect of the interest bearing loans at end of period ○ Maximum loan outstanding (inclusive of principal and interest) during the period • Corporate guarantee, in proportion to the Group's shareholdings, in favour of banks in respect of loan facilities extended to certain subsidiaries, which are associates of Salim Group <ul style="list-style-type: none"> ○ Principal amount outstanding in respect of the bank loan facilities at end of period ○ Maximum loan outstanding (inclusive of principal and interest) during the period • Rental of land 	26.2 27.6 8.2 4.8 130.6 202.1 203.4 2,513.8 2,545.3 0.1	- - - - 14.4 21.6 21.8 50.0 50.4 -

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 2011 to be false or misleading in any material aspect.

BY THE ORDER OF THE BOARD

Mark Julian Wakeford
Chief Executive Officer and Executive Director

29 April 2011