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INDOFOOD AGRI RESOURCES LTD.

(Incorporated in the Republic of Singapore)

(Company Registration No.: 200106551G)

UPDATE ON THE IPO AND LISTING OF PT SIMP ON THE IDX

Unless otherwise stated, terms and references used in this Announcement which have not been defined herein bear the same meaning as ascribed to them in the Circular of the Company dated 5 April 2011.

The Board of Directors of the Company wishes to update that following the conclusion of the book building process, PT SIMP together with the underwriters in respect of the Indonesian Offering and the joint bookrunners and international selling agents in respect of the International Offering (collectively, "**Underwriters**") have today agreed in principle that a public offering of PT SIMP consists of 3,163,260,000 Offer Shares, representing approximately 20% of its enlarged share capital after the IPO, and the Offer Price will be Rp1,100 for each Offer Share, subject to the execution of an addendum to the Indonesian underwriting agreement and an international coordination agreement between PT SIMP and the Underwriters on or about 23 May 2011. The IPO will result in a dilution of the Company's shareholding interest in PT SIMP from 90% to 72%.

Shareholders should note that the IPO and Listing are subject to, inter alia, regulatory approvals (including the receipt of the effective statement from the BAPEPAM-LK on or about 27 May 2011). The Company will make an announcement on the financial effects of the Possible Material Dilution via the SGXNET upon the receipt of the effective statement from the BAPEPAM-LK.

Prior to the payment of the proceeds from the investors to PT SIMP which is expected to be on 8 June 2011, PT SIMP and the Underwriters retain the right to cancel the Indonesian Offering under certain conditions specified in the Indonesian underwriting agreement. The closing of the International Offering is conditional upon the closing of Indonesian Offering.

By Order of the Board of the Company

Mark Julian Wakeford
Chief Executive Officer and Executive Director
20 May 2011