

## UNAUDITED FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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 – 3Q			Group – YTD 9 months		
	30/09/2011	30/09/2010	Change	30/09/2011	30/09/2010	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Revenue	3,283,476	2,297,637	42.9	9,418,651	6,504,693	44.8
Cost of sales	(2,233,136)	(1,435,291)	55.6	(5,951,174)	(4,077,862)	45.9
<b>Gross Profit</b>	<b>1,050,340</b>	<b>862,346</b>	<b>21.8</b>	<b>3,467,477</b>	<b>2,426,831</b>	<b>42.9</b>
Gross Profit %	32.0%	37.5%		36.8%	37.3%	
Selling and distribution costs	(67,779)	(79,569)	(14.8)	(232,138)	(192,553)	20.6
General and administrative expenses	(212,124)	(194,324)	9.2	(605,694)	(530,503)	14.2
Foreign exchange (loss)/ gain	(26,434)	22,247	n/m	49,591	65,356	(24.1)
Other operating income	25,336	20,126	25.9	57,836	59,044	(2.0)
Share in loss of an associated company	-	(1,057)	n/m	(1,548)	(2,626)	(41.1)
Other operating expenses	(88,005)	(23,258)	278.4	(182,434)	(67,488)	170.3
<b>Profit from operations before biological asset gains</b>	<b>681,334</b>	<b>606,511</b>	<b>12.3</b>	<b>2,553,090</b>	<b>1,758,061</b>	<b>45.2</b>
Gain arising from changes in fair value of biological assets	-	-	n/m	-	20,176	n/m
<b>Profit from operations include biological asset gains</b>	<b>681,334</b>	<b>606,511</b>	<b>12.3</b>	<b>2,553,090</b>	<b>1,778,237</b>	<b>43.6</b>
Financial income	56,367	6,063	n/m	150,825	42,386	255.80
Financial expenses	(83,973)	(110,525)	(24.0)	(326,679)	(324,905)	0.5
<b>Profit before tax</b>	<b>653,728</b>	<b>502,049</b>	<b>30.2</b>	<b>2,377,236</b>	<b>1,495,718</b>	<b>58.9</b>
Income tax expense	(175,129)	(141,729)	23.6	(603,837)	(412,203)	46.5
<b>Net profit / total comprehensive income for the period</b>	<b>478,599</b>	<b>360,320</b>	<b>32.8</b>	<b>1,773,399</b>	<b>1,083,515</b>	<b>63.7</b>
<b>Total comprehensive income attributable to:-</b>						
- Owners of the parent	211,337	259,059	(18.4)	1,034,730	804,347	28.6
- Non-controlling interests	267,262	101,261	163.9	738,669	279,168	164.6
	<b>478,599</b>	<b>360,320</b>	<b>32.8</b>	<b>1,773,399</b>	<b>1,083,515</b>	<b>63.7</b>

Note : There were no other comprehensive income during the period.  
 n.m. denotes "Not Meaningful"

**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 – 3Q			Group – YTD 9 months		
	30/09/2011	30/09/2010	Change	30/09/2011	30/09/2010	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Profit from operations	681,334	606,511	12.3	2,553,090	1,778,237	43.6
Add: Depreciation & amortisation	133,358	107,142	24.5	361,594	303,180	19.3
Less: Gain arising from changes in fair value of biological assets	-	-	n/m	-	20,176	n/m
EBITDA includes forex (loss)/ gain	814,692	713,653	14.2	2,914,684	2,061,241	41.4
Add/(less): Foreign exchange (loss)/ gain	(26,434)	22,247	n/m	49,591	65,356	(24.1)
EBITDA excludes foreign exchange (loss) / gain	<b>841,126</b>	<b>691,406</b>	<b>21.7</b>	<b>2,865,093</b>	<b>1,995,885</b>	<b>43.6</b>
EBITDA%	25.6%	30.1%		30.4%	30.7%	

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

	Group – YTD 9 months		
	30/09/2011	30/09/2010	Change %
In SGD 'cents (converted at Rp6,972/\$1)			
EPS	10.3	8.0	27.9

	Group		
	30/09/2011	31/12/2010	Change %
In SGD 'cents (converted at Rp6,796/\$1)			
NAV per share	126.4	111.9	13.0

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

Other information:-	Group – 3Q			Group – YTD 9 months		
	30/09/2011	30/09/2010	Change	30/09/2011	30/09/2010	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Depreciation of property, plant and equipment	126,920	103,816	22.3	344,851	293,397	17.5
Amortisation of deferred charges and others	6,438	3,326	93.6	16,743	9,783	71.1
Interest on borrowings	77,878	104,741	(25.6)	307,880	306,105	0.6
Loss/ (gain) on disposal of biological assets	(25)	2,586	(101.0)	74	2,586	(97.1)
Write-off of property and equipment	575	1,838	(68.7)	1,665	2,023	(17.7)
Impairment loss on a joint venture investment	-	-	n/m	17,793	-	n/m
Loss / (gain) arising from changes in fair values of plasma receivables	6,540	(4,547)	n/m	13,608	5,246	159.4
Provision /(reversal) for uncollectible plasma receivables	16,137	(4,988)	n/m	30,772	6,843	349.7
Loss on write off plasma receivables	-	26,459	n/m	-	26,459	n/m
Gain on disposals of property and equipment	(3,363)	(740)	354.5	(4,068)	(909)	347.5
Net changes in provision for decline in market values of inventories and obsolescence of inventories	(25,742)	(6,330)	306.7	209	7,823	(97.3)

*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	
	30/09/2011	31/12/2010	30/09/2011	31/12/2010
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
<b>Non-current assets</b>				
Biological assets	10,964,546	10,453,082	-	-
Property, plant and equipment	7,185,789	6,791,435	62,731	65,844
Goodwill	3,155,786	3,155,786	-	-
Claims for tax refund	309,426	400,241	-	-
Deferred tax assets	468,414	363,149	-	-
Investment in subsidiary companies	-	-	9,660,599	7,383,633
Loans to a subsidiary company	-	-	-	2,259,501
Investment in an associated company	-	13,130	-	-
Other non-current assets	914,515	893,777	22	22
<b>Total non-current assets</b>	<b>22,998,476</b>	<b>22,070,600</b>	<b>9,723,352</b>	<b>9,709,000</b>
<b>Current assets</b>				
Inventories	1,732,350	1,321,248	-	-
Trade and other receivables	926,179	898,034	3,413	20,943
Advances to suppliers	127,175	42,332	-	-
Prepaid taxes	111,637	60,581	-	-
Cash and cash equivalents	5,906,265	3,795,993	1,483,178	1,621,112
<b>Total current assets</b>	<b>8,803,606</b>	<b>6,118,188</b>	<b>1,486,591</b>	<b>1,642,055</b>
<b>Total assets</b>	<b>31,802,082</b>	<b>28,188,788</b>	<b>11,209,943</b>	<b>11,351,055</b>
<b>Current liabilities</b>				
Trade and other payables and accruals	1,361,149	1,109,627	8,006	8,572
Advances from customers	106,084	98,244	-	-
Interest-bearing loans and borrowings	2,718,977	2,815,520	-	-
Income tax payable	72,740	102,417	130	130
<b>Total current liabilities</b>	<b>4,258,950</b>	<b>4,125,808</b>	<b>8,136</b>	<b>8,702</b>
<b>Non-current liabilities</b>				
Interest-bearing loans and borrowings	3,387,597	4,955,185	-	-
Bonds and Sukuk Ijarah payables	724,195	723,109	-	-
Other payables	290,334	284,832	-	-
Employee benefits liabilities	670,935	574,034	-	-
Deferred tax liabilities	1,880,906	1,825,524	-	-
<b>Total non-current liabilities</b>	<b>6,953,967</b>	<b>8,362,684</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>11,212,917</b>	<b>12,488,492</b>	<b>8,136</b>	<b>8,702</b>
<b>Net assets</b>	<b>20,589,165</b>	<b>15,700,296</b>	<b>11,201,807</b>	<b>11,342,353</b>
<b>Attributable to owners of the parent</b>				
Share capital	3,584,279	3,584,279	10,912,411	10,912,411
Treasury Shares	(65,348)	-	(65,348)	-
Revenue reserves	8,321,994	7,287,264	210,592	285,790
Other reserves	538,431	138,819	144,152	144,152
	<b>12,379,356</b>	<b>11,010,362</b>	<b>11,201,807</b>	<b>11,342,353</b>
Non-controlling interests	8,209,809	4,689,934	-	-
<b>Total equity</b>	<b>20,589,165</b>	<b>15,700,296</b>	<b>11,201,807</b>	<b>11,342,353</b>

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

	<b>Group</b>	
	<b>30/09/2011</b>	<b>31/12/2010</b>
	<b>Rp ' million</b>	<b>Rp ' million</b>
(i) Amounts payable in one year or less, or on demand		
Secured	1,126,417	1,963,446
Unsecured	1,592,560	852,074
Sub-total	<b>2,718,977</b>	<b>2,815,520</b>
(ii) Amounts repayable after one year		
Secured	2,592,826	4,919,759
Unsecured	1,518,966	758,535
Sub-total	<b>4,111,792</b>	<b>5,678,294</b>
<b>TOTAL</b>	<b>6,830,769</b>	<b>8,493,814</b>

(iii) Details of the collaterals

In 2010, 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 subsidiary. However, the said corporate guarantees from the Company have been discharged by the banks in 2Q2011.

As of 30 September 2011, the unsecured amount repayable after one year included Bonds and Sukuk Ijarah payables of Rp724 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 – 3Q		Group – YTD 9 months	
	30/09/2011	30/09/2010	30/09/2011	30/09/2010
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
<b>Cash flows from operating activities</b>				
Profit before taxation	653,728	502,049	2,377,236	1,495,718
Adjustments :				
Depreciation and amortisation	133,358	107,142	361,594	303,180
Realized of deferred costs	84,412	28,484	118,046	50,978
Unrealized foreign exchange loss/ (gain)	42,764	(39,941)	(45,003)	(83,251)
Loss/ (gain) on disposal of biological assets	(25)	2,586	74	2,586
Loss/ (gain) arising from changes in fair values of plasma receivables	6,540	(4,547)	13,608	5,246
Provision/ (reversal) for uncollectible plasma receivables	16,137	(4,988)	30,772	6,843
Impairment loss on a joint venture investment	-	-	17,793	-
Write-off of property and equipment	575	1,838	1,665	2,023
Gain on disposals of property and equipment	(3,363)	(740)	(4,068)	(909)
Net changes in provision for decline in market values of inventories and obsolescence of inventories	(25,742)	(6,330)	209	7,823
Write-off of plasma receivables	-	26,459	-	26,459
Changes in provision for asset dismantling costs	1,491	480	1,328	1,256
Changes in employee benefits liabilities	30,716	23,994	96,901	90,613
Changes in fair value of biological assets	-	-	-	(20,176)
Changes in fair value of long-term receivables	(615)	(42)	2,153	1,732
(Write-back)/ allowance of doubtful debts	(121)	2,653	(283)	3,254
Financial income	(56,367)	(6,063)	(150,825)	(42,386)
Financial expenses	83,973	110,525	326,679	324,905
<b>Operating cash flows before working capital changes</b>	<b>967,461</b>	<b>743,559</b>	<b>3,147,879</b>	<b>2,175,894</b>
<b>Changes in working capital</b>				
Other non-current assets	(11,849)	25,445	66,581	33,030
Inventories	179,229	(98,280)	(411,312)	(291,666)
Trade and other receivables	226,574	(24,404)	(17,329)	(107,287)
Advances to suppliers	3,715	(45,864)	(84,843)	(1,444)
Prepaid taxes	8,462	(19,637)	(51,056)	(84,111)
Trade and other payables and accruals	45,367	167,573	270,189	103,087
Advances from customers	(66,623)	(16,482)	7,840	(39,962)
<b>Cash flows generated from operations</b>	<b>1,352,336</b>	<b>731,910</b>	<b>2,927,949</b>	<b>1,787,541</b>
Interest received	56,367	6,063	150,825	42,386
Interest paid	(84,657)	(110,294)	(334,082)	(314,186)
Income tax paid	(225,464)	(148,937)	(681,242)	(485,803)
<b>Net cash flows generated from operating activities</b>	<b>1,098,582</b>	<b>478,742</b>	<b>2,063,450</b>	<b>1,029,938</b>

	Group – 2Q		Group – YTD 9 months	
	30/09/2011	30/09/2010	30/09/2011	30/09/2010
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
<b>Cash flows from investing activities</b>				
Additions to property, plant and equipment	(275,098)	(191,653)	(743,283)	(704,299)
Additions to biological assets	(248,031)	(195,491)	(633,013)	(570,131)
Net changes in plasma receivables	(38,938)	(7,077)	18,331	(125,645)
Proceeds from disposal of property and equipment	4,095	1,215	5,738	1,541
Proceeds from disposal of biological assets	1,617	100	1,856	100
Investment in unquoted shares	-	(6,266)	(6,210)	(11,867)
Advances for projects and purchase of fixed assets	(30,590)	(210,184)	(90,990)	(356,736)
<b>Net cash flows used in investing activities</b>	<b>(586,945)</b>	<b>(609,356)</b>	<b>(1,447,571)</b>	<b>(1,767,037)</b>
<b>Cash flows from financing activities</b>				
Proceeds from interest-bearing loans and borrowings	185,594	1,361,347	1,329,852	2,917,163
Repayment of interest-bearing loans and borrowings	(610,152)	(1,269,377)	(2,933,381)	(1,876,836)
Net proceeds/ (payments) from amount due to related parties	100	(10,022)	6,655	(68,046)
Dividend payments by subsidiaries to non-controlling interests	(168,631)	(101,465)	(168,631)	(111,117)
Proceeds from SIMP's IPO net of listing expenses	-	-	3,349,449	-
Purchase of treasury shares by the Company	(65,348)	-	(65,348)	-
Increase in issued share capital in IGER – minority portion	-	14,917	-	14,917
<b>Net cash flow generated from/ (used in) financing activities</b>	<b>(658,437)</b>	<b>(4,600)</b>	<b>1,518,596</b>	<b>876,081</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>(146,800)</b>	<b>(135,214)</b>	<b>2,134,475</b>	<b>138,982</b>
<b>Effect of changes in exchange rates on cash and cash equivalents</b>	<b>(12,168)</b>	<b>(6,683)</b>	<b>(24,203)</b>	<b>(49,461)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>6,065,233</b>	<b>2,033,763</b>	<b>3,795,993</b>	<b>1,802,345</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>5,906,265</b>	<b>1,891,866</b>	<b>5,906,265</b>	<b>1,891,866</b>

### Commentary on Cash Flow

The Group generated positive net cash flows from operating activities of Rp1.0 trillion in 3Q2011 and Rp2.1 trillion in 9M2011, which were principally used to fund the capital expenditures of the Group.

The Company's principal subsidiary, PT Salim Ivomas Pratama Tbk (SIMP) was listed on the Indonesia Stock Exchange on 9 June 2011. Total net proceeds raised from the SIMP listing were Rp3.3 trillion, of which Rp1.7 trillion were used for the repayment of loans to acquire a majority equity ownership in Lonsum. Consequently, the Group's cash levels ended significantly higher at Rp5.9 trillion as of September 2011 compared to Rp1.9 trillion a year ago.

- 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	
	30/09/2011 Rp ' million	30/09/2010 Rp ' million	30/09/2011 Rp ' million	30/09/2010 Rp ' million
<b>Issued Capital</b>				
Balance as at 1 January / 30 September <sup>(1)</sup>	3,584,279	3,584,279	10,912,411	10,912,411
<b>Treasury shares (IndoAgri)</b>				
Balance as at 1 January	-	(29,283)	-	(29,283)
Purchase of treasury shares	(65,348)	-	(65,348)	-
Balance as at 30 September	(65,348)	(29,283)	(65,348)	(29,283)
<b>Reserves*</b>				
Balance as at 1 January	7,287,264	5,893,518	285,790	124,058
Reserves transfer from IOFPL	-	-	1,888	-
Net profit and total recognized income for the period	1,034,730	804,347	(77,086)	4,446
Balance as at 30 September	8,321,994	6,697,865	210,592	128,504
<b>Other Reserves</b>				
Balance as at 1 January	138,819	-	144,152	-
Changes in ownership interests in subsidiary that do not result in a loss of control	399,612	-	-	-
Balance as at 30 September	538,431	-	144,152	-
<b>Non-controlling Interests</b>				
Balance as at 1 January	4,689,934	3,530,781	-	-
Dividend payments by subsidiaries	(168,631)	(111,117)	-	-
Changes in ownership interests in subsidiary that do not result in a loss of control	2,949,837	-	-	-
Additional share capital in IGER	-	14,917	-	-
Net profit and total recognized income for the period	738,669	279,168	-	-
Balance as at 30 September	8,209,809	3,713,749	-	-
<b>Total Equity</b>	<b>20,589,165</b>	<b>13,966,610</b>	<b>11,201,807</b>	<b>11,011,632</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 30 September 2011 and 2010, total number of issued shares were 1,447,782,830, of which 7,000,000 and 9,000,000 shares respectively were held by the Company as treasury shares.

There were no outstanding convertibles as at 30 September 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	
	30/09/2011	31/12/2010
	(' 000)	(' 000)
Total number of issued shares	1,447,783	1,447,783
Less: Treasury shares	(7,000)	-
Total number of issued shares excluding treasury shares	<b>1,440,783</b>	<b>1,447,783</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 2011	-	-
Purchase of Treasury shares	7,000	65,348
Balance as at 30 September 2011	<b>7,000</b>	<b>65,348</b>

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 owners of the parent 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 30 September 2011.

Earnings per share (Rp)	Group – 3Q			Group – YTD 9 months		
	30/09/2011	30/09/2010	Change %	30/09/2011	30/09/2010	Change %
Based on weighted average number of share	146	180	(18.9)	715	559	27.9
Based on a fully diluted basis	146	180	(18.9)	715	559	27.9

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 1,440,782,830 as of 30 September 2011 and 1,447,782,830 shares as of 31 December 2010.

Net asset value per share (Rp)	Group		Company	
	30/09/2011	31/12/2010	30/09/2011	31/12/2010
	8,592	7,605	7,775	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 – 3Q			Group – YTD 9 months		
	30/09/2011 Rp ' million	30/09/2010 Rp ' million	Change %	30/09/2011 Rp ' million	30/09/2010 Rp ' million	Change %
Revenue						
Plantations						
External sales	819,124	627,504	30.5	2,300,415	1,871,101	22.9
Inter-segment sales	1,228,172	1,100,130	11.6	3,959,132	2,739,497	44.5
Sub-total	2,047,296	1,727,634	18.5	6,259,547	4,610,598	35.8
Edible Oils & Fats **						
External sales	2,464,352	1,670,133	47.6	7,118,236	4,633,592	53.6
Sub-total	2,464,352	1,670,133	47.6	7,118,236	4,633,592	53.6
Elimination of inter segment sales *	(1,228,172)	(1,100,130)	11.6	(3,959,132)	(2,739,497)	44.5
<b>Total revenue to external parties</b>	<b>3,283,476</b>	<b>2,297,637</b>	<b>42.9</b>	<b>9,418,651</b>	<b>6,504,693</b>	<b>44.8</b>
<b>Gross Profit</b>	<b>1,050,340</b>	<b>862,346</b>	<b>21.8</b>	<b>3,467,477</b>	<b>2,426,831</b>	<b>42.9</b>
Gross Profit %	32.0%	37.5%		36.8%	37.3%	

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

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

### Review of Group Performance

**Overview:** The Group posted a good set of results with consolidated revenue of Rp3,283 billion in 3Q2011 and Rp9,419 billion in 9M2011, up 43% and 45% over the comparative periods in 2010. The improved performance reflected stronger sales achieved by both Plantation and Edible Oils & Fats divisions. The Group reported net profit after tax of Rp479 billion in 3Q2011 and Rp1,773 billion in 9M2011, exceeding the comparative periods in 2010 by 33% and 64% respectively.

**Revenue:** Plantation Division's total revenue increased 19% in 3Q2011 over the same quarter last year, reflecting principally higher sales volume of palm products (i.e. crude palm oil (CPO) and palm kernel) and higher average selling prices of CPO, seeds and rubber. On year-to-date basis, total revenue was 36% higher than a year ago principally on higher sales volume and higher average selling prices of palm products. Inter-segment sales increased by 12% and 45% in 3Q2011 and 9M2011 respectively, reflecting higher internal CPO to the Group's refineries at market price.

Edible Oils & Fats Division reported another strong quarter with total revenue increasing 48% over 3Q2010. The improved sales were primarily attributable to higher sales volume of cooking oil and by-products, as well as higher average selling prices of key edible oil product groups. On year-to-date basis, total revenue increased 54% over 9M2010 mainly attributable to higher sales volume and average selling prices of cooking oil, margarine and by-products. However, this was partly offset by lower sales volume of copra-based and palm-based products.

**Gross Profit:** The Group's gross profit increased 22% and 43% in 3Q2011 and 9M2011 over the comparative periods in 2010 on stronger sales results. Gross profit margin came in lower at 32% in 3Q2011 compared to 38% in 3Q2010. The decline was principally due to higher cost of production relating to timing in fertilizer application and higher purchases of fresh fruit bunches from plasma farmers/ third parties which typically gives a lower profit margin contribution. On year-to-date basis, gross profit margin was close to last year's level at 37%.

**Gain/(loss) arising from changes in fair values of biological assets:** Starting 2011, the Group has changed its practice and will 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 September 2011. In last year, the Group recognised Rp20 billion of gain in 9M2010 mainly due to lower discount rate; and partly offset by lower projected CPO prices in Rupiah terms due to a stronger projected Rupiah currency against the US dollar.

**Operating Expenses (i.e. comprise of Selling & distribution Expenses (S&D), General & administrative (G&A), Other Operating Income / Expenses):** S&D were Rp68 billion in 3Q2011, a 15% decrease over 3Q2010 as the distributors' incentives have been offset against net sales starting from 2011. On year-to-date basis, S&D was Rp232 billion compared to Rp193 billion in 9M2010 mainly due to higher export taxes relating to the export sales of stearine, as well as increased freight and distribution expenses relating to higher sales volume of edible oils and fats products.

Higher G&A in 3Q2011 and 9M2011 over the comparative periods in 2010 were principally due to increased salaries and employee benefits.

Other operating expenses were at Rp88 billion in 3Q2011 compared to Rp23 billion in 3Q2010, principally attributable to certain one-off expenses including Rp63 billion founder tax relating to the listing of SIMP and Rp19 billion share transfer fees relating to the amalgamation of a wholly-owned subsidiary, Indofood Oil & Fats Pte Ltd (IOFPL) with the Company. On year-to-date basis, other operating expenses were likewise higher at Rp182 billion vs Rp67 billion in 9M2010 due to the above one-off expenses, provision for uncollectible of plasma receivables of Rp24 billion and an impairment loss relating to the joint venture investment of Rp18 billion. This was partly offset by the loss on write off plasma receivables in 2010.

**Profit from Operations:** the Group's 3Q2011 and 9M2011 profit from operations was 12% and 44% higher than the comparative periods in 2010. The improved profit was mainly attributable to higher gross profit, but this was partly offset by foreign exchange loss in 3Q2011 and higher operating expenses as explained above.

**Financial income / expenses:** The Group reported higher financial income of Rp56 billion in 3Q2011 compared to Rp6 billion in 3Q2010 arising from fixed deposit placements with the banks. On year-to-date basis, financial income likewise came in higher on similar reasons. Financial expenses during the quarter declined 24% against 3Q2010 following the repayment of loans to acquire a majority equity ownership in Lonsum in end June 2011.

**Net Profit After Tax (NPAT):** the Group reported higher NPAT in 3Q2011 and 9M2011, up 33% and 64% respectively against the corresponding periods in 2010 primarily due to higher profits from operations as explained above. Excluding the one-off expenses relating to founder tax and share transfer fees, 3Q2011 and 9M2011 NPAT would have been higher, exceeding the comparative periods in last year by 55% and 71% respectively.

Attributable profit came in lower at Rp211 billion in 3Q2011, down 18% against 3Q2010 as a result of the dilution effect arising from the SIMP listing on 9 June 2011 and the disposal of 4.9% interest in Lonsum to external parties in December 2010 by the Company. On year-to-date basis, attributable profit was at Rp1,035 billion, an increase of 29% over 9M2010. The non-controlling interests in 3Q2011 and 9M2011 were significantly higher than the corresponding periods in 2010, reflecting the combined effects of the SIMP listing and the disposal of 4.9% interest in Lonsum as explained above.

## **Review of Financial Position**

The Company announced the listing of SIMP on the Indonesia Stock Exchange on 9 June 2011. The Group's financial position strengthened significantly with total net proceeds raised from the SIMP listing of Rp3.3 trillion, of which Rp1.7 trillion were used for the repayment of loans to acquire a majority equity ownership in Lonsum. Net debts to total equity ratio improved from 0.3x in last year end to 0.04x as of end September 2011. Subsequent to the SIMP listing, IOFPL had been amalgamated with the Company as one company with a view towards streamlining the corporate structure of the Group and in order to facilitate the upstreaming of dividends from SIMP to the Company. Following the amalgamation, all the assets and liabilities of IOFPL (including investment in a subsidiary) had been transferred to and assumed by the Company.

The Group's non-current assets increased 4% from last year end to Rp23.0 trillion as at 30 September 2011. 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. The capital expenditure was principally funded by net cash flows generated from operations.

Total current assets were Rp8.8 trillion as at 30 September 2011, up 44% from Rp6.1 trillion in the previous year end. The increase was mainly due to significantly higher cash levels of Rp5.9 trillion as at 30 September 2011 compared to Rp3.8 trillion in the last year end, this was principally attributable to the net proceeds from the SIMP listing as explained above. In addition, inventories ended higher at Rp1.7 trillion as of 30 September 2011 versus Rp1.3 trillion at the end of 2010, which was principally due to higher CPO, raw sugar, copra-based products and fertilizers.

Total liabilities decreased from Rp12.5 trillion as of last year end to Rp11.2 trillion as at 30 September 2011 mainly attributable to the repayment of the loans to acquire a majority equity ownership in Lonsum. This was partly offset by higher trade and other payables and accruals mainly relating to purchases of raw materials and fertilizers.

**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.***

The European sovereign debt crisis is one of key factors influencing the global financial and commodity markets. The recent slowdown in China's economy is also adding to the widening global financial concerns. Consequently, CPO prices (CIF Rotterdam) have declined from an average of US\$1,199 per tonne in 1H2011 to US\$1,057 per tonne in 3Q2011. However, the average CPO prices in 9M2011 of US\$1,152 per tonne remained higher as compared to US\$901 per tonne in FY2010. Despite this, the positive fundamentals for palm oil remain supported 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 will continue to be supported by the demand from the food and beverage industry and population growth.

With the increased uncertainty over the global economy particularly the Eurozone, rubber prices (RSS3 SICOM) have come under pressure and ended lower at an average of US\$4,654 per tonne in 3Q2011 as compared to US\$5,522 per tonne in 1H2011. Nonetheless, the average rubber prices in 9M2011 of US\$5,229 per tonne remained significantly higher than US\$3,758 per tonne in FY2010. The long term outlook for rubber is expected to remain positive, supported by high demand fuelled by the strong automotive sector in emerging markets (especially China), together with demand growth in more developed economies especially Europe and United States.

Sugar prices (LIFFE) stayed strong with an average of US\$725 per tonne in 9M2011 as compared to US\$616 per tonne in FY2010 as the sugar production has been affected by adverse weather conditions, and downgrades of the Brazilian sugar crop. Production in Thailand and India has increased from last year, but the world is still heavily reliant on Brazil to meet its sugar needs, and sugar price direction will be strongly influenced by production in Brazil. The impact from the floods in Thailand on the sugar production next year is still unclear.

**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 third quarter ended 30 September 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 9 months of 2011:

Name of Interested Person	Aggregate value of all Interested person transactions (excluding transactions less than S\$100,000)	
	Rp 'billion	US\$ 'million
<b>PT ISM Group</b>		
• Sales of cooking oil, margarine and others	2,327.0	-
• Purchase of goods and services	32.2	-
<b>Salim Group</b>		
• Sales of cooking oil & seeds	114.8	-
• Purchase of FFB and CPO	70.6	
• Management Fee	0.6	
• Purchases of services	17.9	-
• Interest bearing loans from Salim Group	137.1	14.4
• Interest bearing loans to subsidiaries, which are associates of Salim Group		
o Principal amount outstanding in respect of the interest bearing loans at end of period	202.1	21.6
o Maximum loan outstanding (inclusive of principal and interest) during the period	203.8	22.1
• 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		
o Principal amount outstanding in respect of the bank loan facilities at end of period	2,884.1	48.4
o Maximum loan outstanding (inclusive of principal and interest) during the period	2,927.8	48.4
• Rental of land	0.4	-

## **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 third quarter ended 30 September 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

28 October 2011