

**GOLDEN AGRI-RESOURCES LTD**
**Half Year Financial Statement And Dividend Announcement**
**FINANCIAL HIGHLIGHTS**

	<b>1st Half 2021 <u>US\$'000</u></b>	<b>1st Half 2020 <u>US\$'000</u></b>	<b>Change %</b>
Revenue	4,454,329	3,390,569	31.4
Gross Profit	1,060,877	388,538	173.0
EBITDA <sup>1</sup>	522,718	189,225	176.2
Underlying profit/(loss) <sup>2</sup>	245,963	(11,377)	n.m.
Net profit/(loss) attributable to owners of the Company	153,214	(156,870)	n.m.
Interim dividend per share (SGD cents)	0.528	-	n.m.

## Notes:

- (1) Earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, net gain/(loss) from changes in fair value of biological assets, foreign exchange loss and exceptional item.
- (2) Net profit/(loss) attributable to owners of the Company excluding net effect of net gain or loss from changes in fair value of biological assets and depreciation of bearer plants, exceptional item and other non-operating items (foreign exchange gain or loss, net tax impact from tax-based asset revaluations, and other deferred tax income or expense).

## A Condensed interim consolidated income statement and consolidated statement of comprehensive income

### UNAUDITED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30 JUNE 2021

	<b>Note</b>	<b>1st Half 2021 US\$'000</b>	<b>1st Half 2020 US\$'000</b>	<b>Change %</b>
<b>Revenue</b>	E4	4,454,329	3,390,569	31.4
Cost of sales		<u>(3,393,452)</u>	<u>(3,002,031)</u>	13.0
<b>Gross Profit</b>		<u>1,060,877</u>	<u>388,538</u>	173.0
<b>Operating expenses</b>				
Selling expenses		(620,997)	(238,931)	159.9
General and administrative expenses		<u>(147,171)</u>	<u>(137,910)</u>	6.7
Total operating expenses		<u>(768,168)</u>	<u>(376,841)</u>	103.8
<b>Operating profit</b>		<u>292,709</u>	<u>11,697</u>	n.m.
<b>Other income/(expenses)</b>				
Financial income		11,173	7,328	52.5
Financial expenses		(82,518)	(70,277)	17.4
Share of results of associated companies, net of tax		2,008	1,026	95.7
Share of results of joint ventures, net of tax		13,443	(113)	n.m.
Foreign exchange loss		(8,771)	(48,253)	(81.8)
Other operating income/(expense)		<u>30,767</u>	<u>(3,982)</u>	n.m.
		<u>(33,898)</u>	<u>(114,271)</u>	(70.3)
<b>Exceptional item</b>				
Impairment loss of investment in a joint venture		<u>-</u>	<u>(5,372)</u>	(100.0)
<b>Profit/(Loss) before tax</b>	E5	258,811	(107,946)	n.m.
Tax	E6	<u>(85,128)</u>	<u>(38,515)</u>	121.0
<b>Profit/(Loss) for the period</b>		<u>173,683</u>	<u>(146,461)</u>	n.m.
<b>Attributable to:</b>				
Owners of the Company		153,214	(156,870)	n.m.
Non-controlling interests		<u>20,469</u>	<u>10,409</u>	96.6
		<u>173,683</u>	<u>(146,461)</u>	n.m.

Note: n.m. – not meaningful.

**A Condensed interim consolidated income statement and consolidated statement of comprehensive income (cont'd)**

**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 JUNE 2021**

	<b>1st Half 2021 <u>US\$'000</u></b>	<b>1st Half 2020 <u>US\$'000</u></b>
<b>Profit/(Loss) for the period</b>	<u>173,683</u>	<u>(146,461)</u>
<b>Other comprehensive income/(loss):</b>		
<u>Items that will not be reclassified subsequently to profit or loss:</u>		
Actuarial gain/(loss) on post-employment benefits	503	(1,907)
Share of other comprehensive income of:		
A joint venture	5	-
An associated company	12	2
Changes in fair value of financial assets at fair value through other comprehensive income	74,519	(48,314)
<u>Items that may be reclassified subsequently to profit or loss:</u>		
Foreign currency translation differences on consolidation	(5,420)	(15,050)
Share of other comprehensive loss of:		
Joint ventures	(1,018)	(2,020)
Associated companies	(411)	(104)
<b>Other comprehensive income/(loss), net of tax</b>	<u>68,190</u>	<u>(67,393)</u>
<b>Total comprehensive income/(loss) for the period, net of tax</b>	<u>241,873</u>	<u>(213,854)</u>
<b>Total comprehensive income/(loss) attributable to:</b>		
Owners of the Company	223,207	(220,237)
Non-controlling interests	18,666	6,383
	<u>241,873</u>	<u>(213,854)</u>

**ADDITIONAL INFORMATION**

**Earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, net gain/(loss) from changes in fair value of biological assets, foreign exchange loss and exceptional item ("EBITDA")**

	<b>1st Half 2021 <u>US\$'000</u></b>	<b>1st Half 2020 <u>US\$'000</u></b>	<b>Change %</b>
<b>Earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, net gain/(loss) from changes in fair value of biological assets, foreign exchange loss and exceptional item ("EBITDA")</b>	522,718	189,225	176.2
Interest on borrowings	(80,751)	(68,726)	17.5
Depreciation and amortisation	(176,929)	(166,938)	6.0
Net gain/(loss) from changes in fair value of biological assets	2,544	(7,882)	n.m.
Foreign exchange loss	(8,771)	(48,253)	(81.8)
Exceptional item	-	(5,372)	(100.0)
<b>Profit/(Loss) before tax</b>	<u>258,811</u>	<u>(107,946)</u>	n.m.

Note: n.m. – not meaningful.

## B Condensed interim statements of financial position

### UNAUDITED STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		As at 30/6/2021 US\$'000	As at 31/12/2020 US\$'000	As at 30/6/2021 US\$'000	As at 31/12/2020 US\$'000
<b>Assets</b>					
Current Assets					
Cash and cash equivalents	E9	466,769	402,921	188	515
Short-term investments	E10	574,409	694,508	-	-
Trade receivables		598,546	737,203	-	-
Other current assets	E11	459,340	501,127	2,895	2,761
Biological assets		89,042	86,498	-	-
Inventories		1,349,568	935,459	-	-
		<u>3,537,674</u>	<u>3,357,716</u>	<u>3,083</u>	<u>3,276</u>
Non-Current Assets					
Long-term receivables and assets	E12	177,944	213,629	-	-
Long-term investments	E14	968,571	872,642	175,612	163,592
Subsidiary companies		-	-	3,429,024	3,429,024
Associated companies		24,775	23,359	-	-
Joint ventures		165,385	152,942	-	-
Investment properties		106	107	-	-
Property, plant and equipment		2,637,315	2,709,883	-	-
Bearer plants		1,379,520	1,416,734	-	-
Deferred tax assets		151,778	180,517	-	-
Intangible assets		196,974	198,851	-	-
		<u>5,702,368</u>	<u>5,768,664</u>	<u>3,604,636</u>	<u>3,592,616</u>
<b>Total Assets</b>		<b><u>9,240,042</u></b>	<b><u>9,126,380</u></b>	<b><u>3,607,719</u></b>	<b><u>3,595,892</u></b>

## B Condensed interim statements of financial position (cont'd)

### UNAUDITED STATEMENTS OF FINANCIAL POSITION (cont'd)

	Note	Group		Company	
		As at 30/6/2021 US\$'000	As at 31/12/2020 US\$'000	As at 30/6/2021 US\$'000	As at 31/12/2020 US\$'000
<b>Liabilities and Equity</b>					
Current Liabilities					
Short-term borrowings	E15	1,666,854	1,792,049	-	-
Bonds and notes payable	E15	96,054	153,859	-	-
Lease liabilities	E15	14,334	18,396	-	-
Trade payables		596,271	604,360	-	-
Other payables	E13	390,368	297,693	1,616	1,794
Taxes payable		48,214	22,820	-	-
		<u>2,812,095</u>	<u>2,889,177</u>	<u>1,616</u>	<u>1,794</u>
Non-Current Liabilities					
Bonds and notes payables	E15	213,163	113,195	-	-
Long-term borrowings	E15	1,047,926	1,042,740	-	-
Lease liabilities	E15	21,422	24,881	-	-
Deferred tax liabilities		153,916	154,676	-	-
Long-term payables and liabilities		366,169	470,097	289,774	231,813
		<u>1,802,596</u>	<u>1,805,589</u>	<u>289,774</u>	<u>231,813</u>
Total Liabilities		<u>4,614,691</u>	<u>4,694,766</u>	<u>291,390</u>	<u>233,607</u>
Equity Attributable to Owners of the Company					
Issued capital	E16	320,939	320,939	320,939	320,939
Share premium		1,216,095	1,216,095	1,850,965	1,850,965
Treasury shares	E16	(37,517)	(37,517)	(37,517)	(37,517)
Other paid-in capital		184,318	184,318	-	-
Other reserves					
Option reserve		31,471	31,471	31,471	31,471
Currency translation reserve		(15,808)	(10,411)	-	-
Fair value reserve		139,131	64,612	(91,453)	(91,453)
PRC statutory reserve		4,330	4,330	-	-
Other reserve		36,334	35,463	-	-
		195,458	125,465	(59,982)	(59,982)
Retained earnings		<u>2,544,148</u>	<u>2,436,627</u>	<u>1,241,924</u>	<u>1,287,880</u>
		4,423,441	4,245,927	3,316,329	3,362,285
Non-Controlling Interests		201,910	185,687	-	-
Total Equity		<u>4,625,351</u>	<u>4,431,614</u>	<u>3,316,329</u>	<u>3,362,285</u>
<b>Total Liabilities and Equity</b>		<b><u>9,240,042</u></b>	<b><u>9,126,380</u></b>	<b><u>3,607,719</u></b>	<b><u>3,595,892</u></b>

## C Condensed interim statements of changes in equity

### UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2021

<b>The Group</b>	←----- Attributable to Owners of the Company ----->						Total	Non-Controlling Interests	Total Equity
	Issued Capital	Share Premium	Treasury Shares	Other Paid-in Capital	Other Reserves	Retained Earnings			
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000			
Balance at 1 Jan 2021	320,939	1,216,095	(37,517)	184,318	125,465	2,436,627	4,245,927	185,687	4,431,614
Profit for the period	-	-	-	-	-	153,214	153,214	20,469	173,683
Other comprehensive income/(loss)	-	-	-	-	69,993	-	69,993	(1,803)	68,190
Total comprehensive income for the period	-	-	-	-	69,993	153,214	223,207	18,666	241,873
Dividends paid for 2020 (Note E17)	-	-	-	-	-	(45,693)	(45,693)	-	(45,693)
Dividends paid to non-controlling shareholders	-	-	-	-	-	-	-	(2,443)	(2,443)
Balance at 30 Jun 2021	320,939	1,216,095	(37,517)	184,318	195,458	2,544,148	4,423,441	201,910	4,625,351
Balance at 1 Jan 2020	320,939	1,216,095	(31,726)	184,318	210,142	2,457,300	4,357,068	148,376	4,505,444
(Loss)/Profit for the period	-	-	-	-	-	(156,870)	(156,870)	10,409	(146,461)
Other comprehensive loss	-	-	-	-	(62,966)	(401)	(63,367)	(4,026)	(67,393)
Total comprehensive (loss)/income for the period	-	-	-	-	(62,966)	(157,271)	(220,237)	6,383	(213,854)
Dividends paid for 2019 (Note E17)	-	-	-	-	-	(51,918)	(51,918)	-	(51,918)
Shares buy back and held as treasury shares (Note E16)	-	-	(5,791)	-	-	-	(5,791)	-	(5,791)
Balance at 30 Jun 2020	320,939	1,216,095	(37,517)	184,318	147,176	2,248,111	4,079,122	154,759	4,233,881

**C Condensed interim statements of changes in equity (cont'd)**

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (cont'd)  
FOR THE PERIOD ENDED 30 JUNE 2021**

<b><u>The Company</u></b>	<u>Issued Capital</u>	<u>Share Premium</u>	<u>Treasury Shares</u>	<u>Other Reserves</u>	<u>Retained Earnings</u>	<u>Total</u>
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance at 1 Jan 2021	320,939	1,850,965	(37,517)	(59,982)	1,287,880	3,362,285
Loss for the period, representing total comprehensive loss for the period	-	-	-	-	(263)	(263)
Dividends paid for 2020 (Note E17)	-	-	-	-	(45,693)	(45,693)
Balance at 30 Jun 2021	<u>320,939</u>	<u>1,850,965</u>	<u>(37,517)</u>	<u>(59,982)</u>	<u>1,241,924</u>	<u>3,316,329</u>
Balance at 1 Jan 2020	320,939	1,850,965	(31,726)	9,326	1,336,846	3,486,350
Loss for the period, representing total comprehensive loss for the period	-	-	-	-	(773)	(773)
Shares buy back and held as treasury shares (Note E16)	-	-	(5,791)	-	-	(5,791)
Dividends paid for 2019 (Note E17)	-	-	-	-	(51,918)	(51,918)
Balance at 30 Jun 2020	<u>320,939</u>	<u>1,850,965</u>	<u>(37,517)</u>	<u>9,326</u>	<u>1,284,155</u>	<u>3,427,868</u>

## D Condensed interim consolidated statements of cash flows

### UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2021

	<b>1st Half 2021 <u>US\$'000</u></b>	<b>1st Half 2020 <u>US\$'000</u></b>
<b>Cash flows from operating activities</b>		
<b>Profit/(Loss) before tax</b>	<b>258,811</b>	<b>(107,946)</b>
Adjustments for:		
Depreciation	173,253	164,905
Amortisation	3,676	2,033
Net (gain)/loss from changes in fair value of biological assets	(2,544)	7,882
Unrealised foreign exchange (gain)/loss	(6,128)	23,731
Share of results of associated companies, net of tax	(2,008)	(1,026)
Share of results of joint ventures, net of tax	(13,443)	113
Loss/(Gain) on disposal of property, plant and equipment	808	(201)
Bearer plants and property, plant and equipment written off	763	481
Inventories written off	225	-
Non-trade receivables written off	-	44
Allowance for impairment loss on:		
Inventories, net	22,307	4,163
Trade receivables, net	71	234
Impairment loss of investment in a joint venture	-	5,372
Changes in fair value of financial assets at fair value through profit or loss	(11,341)	13,859
Interest income	(11,173)	(7,328)
Interest expense	80,751	68,726
<b>Operating cash flow before working capital changes</b>	<b>494,028</b>	<b>175,042</b>
Changes in operating assets and liabilities:		
Trade receivables	138,572	44,955
Other current assets	27,064	(30,163)
Inventories	(436,389)	148,559
Trade payables	(8,089)	(76,072)
Other payables	(11,473)	36,239
<b>Cash generated from operations</b>	<b>203,713</b>	<b>298,560</b>
Interest received	8,191	5,252
Interest paid	(75,394)	(64,305)
Tax refund	11,772	55,503
<b>Net cash generated from operating activities</b>	<b>148,282</b>	<b>295,010</b>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	1,323	1,956
Proceeds from disposal of bearer plants	1,087	480
Capital expenditure on property, plant and equipment	(42,615)	(64,200)
Capital expenditure on bearer plants	(22,949)	(17,496)
Proceeds from/(Investments in) financial assets, net	110,040	(25,798)
(Investments in)/Proceeds from Plasma plantations, net	(2,097)	842
Dividends received from a joint venture	-	3,569
Payments for deferred expenditure and intangible assets	(2,619)	(9,507)
Net decrease/(increase) in long-term receivables and assets	5,940	(12,043)
<b>Net cash generated from/(used in) investing activities</b>	<b>48,110</b>	<b>(122,197)</b>



**D Condensed interim consolidated statements of cash flows (cont'd)****UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)  
FOR THE PERIOD ENDED 30 JUNE 2021**

	<b>1st Half 2021 <u>US\$'000</u></b>	<b>1st Half 2020 <u>US\$'000</u></b>
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	2,140,857	2,394,631
Proceeds from long-term borrowings	219,067	105,589
Proceeds from bonds issue	163,908	47,415
Payments of short-term borrowings	(2,326,590)	(2,406,826)
Payments of long-term borrowings	(152,828)	(151,983)
Payments of principal element of leases	(10,203)	(10,465)
Payment of bonds	(113,895)	-
Payments of dividends	(48,136)	(51,918)
Payments for shares buy back	-	(5,791)
Payments of deferred loan charges and loan administration costs	(4,724)	(3,140)
Decrease/(Increase) in cash in banks and time deposits pledged	636	(19,293)
<b>Net cash used in financing activities</b>	<b><u>(131,908)</u></b>	<b><u>(101,781)</u></b>
<b>Net increase in cash and cash equivalents</b>	<b>64,484</b>	<b>71,032</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b><u>399,173</u></b>	<b><u>207,125</u></b>
<b>Cash and cash equivalents at the end of the period (Note E9)</b>	<b><u><u>463,657</u></u></b>	<b><u><u>278,157</u></u></b>

## **E Notes to the condensed interim consolidated financial statements**

### **1 Corporate information**

Golden Agri-Resources Ltd (the “Company” or “GAR”) is a public limited company incorporated in Mauritius. The registered office is c/o IQ EQ Corporate Services (Mauritius) Ltd, 33 Edith Cavell Street, Port Louis, 11324, Mauritius.

The Company is principally engaged as an investment holding company. The principal activities of the subsidiaries, associated companies and joint ventures are described in Note 46 to the consolidated financial statements for the financial statements for the year ended 31 December 2020. These condensed interim consolidated financial statements as at and for half year ended 30 June 2021 comprise the condensed financial statements of the Company and its subsidiaries (the “Group”).

### **2 Basis of preparation**

The condensed interim consolidated financial statements of the Group for half year ended 30 June 2021, have been prepared in accordance with International Accounting Standard (“IAS”) 34, *Interim Financial Reporting*.

The condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual financial statements for the year ended 31 December 2020.

The condensed interim consolidated financial statements are presented in United States dollar, which is the Company’s functional currency and presentation currency. All financial information presented in United States dollars have been rounded to the nearest thousand, unless otherwise stated.

#### **2.1 New and revised International Financial Reporting Standards (“IFRSs”)**

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with the IFRSs, except for the adoption of new and revised IFRSs effective for annual periods beginning on 1 January 2021. The adoption of the new and revised IFRSs has had no material financial impact on the condensed interim financial statements of the Group. The Group has not early adopted any other new and revised IFRSs that have been issued but are not yet effective.

#### **2.2 Use of judgement and estimates**

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of the Group’s accounting policies and the reported amounts of assets, liabilities, income and expenses. Although these estimates are based on management’s best knowledge of current events and actions, actual results may actually differ from these estimates. The significant judgements made in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2020.

Estimates and underlying assumptions are reviewed on an ongoing basis. Financial impact arising from revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

### **3 Seasonal operations**

The production of fresh fruit bunch (“FFB”) in oil palm plantations is subject to seasonal fluctuations as a result of weather conditions and rainfall patterns.

## E Notes to the condensed interim consolidated financial statements (cont'd)

### 4 Segment and revenue information

	1st Half 2021 <u>US\$'000</u>	1st Half 2020 <u>US\$'000</u>
Sales in Indonesia		
Third parties	704,246	630,826
Associated companies	115,833	50,105
Joint ventures	8,255	3,237
Related parties	3,737	3,233
	<u>832,071</u>	<u>687,401</u>
Sales outside Indonesia		
Third parties	3,622,161	2,703,111
Related parties	97	57
	<u>3,622,258</u>	<u>2,703,168</u>
	<u>4,454,329</u>	<u>3,390,569</u>

<u>1st Half 2021</u>	<u>Plantations and palm oil mills US\$'000</u>	<u>Palm, laurics and others US\$'000</u>	<u>Eliminations US\$'000</u>	<u>Total US\$'000</u>
Revenue from external customers	21,081	4,433,248	-	4,454,329
Inter-segment sales	1,022,030	-	(1,022,030)	-
Total revenue	<u>1,043,111</u>	<u>4,433,248</u>	<u>(1,022,030)</u>	<u>4,454,329</u>
EBITDA	<u>365,041</u>	<u>158,406</u>	<u>(729)</u>	<u>522,718</u>
<u>Other information</u>				
Capital expenditure	48,331	16,207	-	64,538
Unallocated capital expenditure				1,026
Total capital expenditure				<u>65,564</u>
Depreciation and amortisation	(126,584)	(50,573)	228	(176,929)
Net gain from changes in fair value of biological assets	2,544	-	-	2,544
Changes in fair value of financial assets at fair value through profit or loss	5,174	6,167	-	11,341
Interest on borrowings	(55,305)	(25,446)	-	(80,751)
Share of profit/(loss) of:				
Associated companies	(240)	2,248	-	2,008
Joint ventures	-	13,443	-	13,443

## E Notes to the condensed interim consolidated financial statements (cont'd)

### 4 Segment and revenue information (cont'd)

<u>1st Half 2020</u>	<u>Plantations and palm oil mills</u> US\$'000	<u>Palm, laurics and others</u> US\$'000	<u>Eliminations</u> US\$'000	<u>Total</u> US\$'000
Revenue from external customers	8,110	3,382,459	-	3,390,569
Inter-segment sales	616,817	-	(616,817)	-
Total revenue	<u>624,927</u>	<u>3,382,459</u>	<u>(616,817)</u>	<u>3,390,569</u>
EBITDA	<u>131,709</u>	<u>58,170</u>	<u>(654)</u>	<u>189,225</u>
<u>Other information</u>				
Capital expenditure	52,749	28,783	-	81,532
Unallocated capital expenditure				164
Total capital expenditure				<u>81,696</u>
Depreciation and amortisation	(115,144)	(51,838)	44	(166,938)
Net loss from changes in fair value of biological assets	(7,882)	-	-	(7,882)
Changes in fair value of financial assets at fair value through profit or loss	(2,689)	(11,170)	-	(13,859)
Interest on borrowings	(42,122)	(26,604)	-	(68,726)
Impairment loss on investment in a joint venture	-	(5,372)	-	(5,372)
Share of profit/(loss) of:				
Associated companies	(235)	1,261	-	1,026
Joint ventures	-	(113)	-	(113)

The following is an analysis of revenue and based on geographical location of customers is as follows:

	<u>1st Half 2021</u> US\$'000	<u>1st Half 2020</u> US\$'000
China	479,001	332,334
Indonesia	832,071	687,401
India	873,232	651,032
Rest of Asia	1,154,649	896,296
Europe	693,067	535,855
Others	422,309	287,651
Consolidated revenue	<u>4,454,329</u>	<u>3,390,569</u>

The following is an analysis of the carrying amount of non-current non-financial assets, analysed by the geographical areas in which the assets are located:

	<u>30.6.2021</u> US\$'000	<u>31.12.2020</u> US\$'000
Indonesia	4,094,394	4,209,433
China	98,270	101,408
Singapore	134,564	136,859
India	74,120	74,753
Others	44,346	45,475
Total non-current non-financial assets	<u>4,445,694</u>	<u>4,567,928</u>

## E Notes to the condensed interim consolidated financial statements (cont'd)

### 5 Profit/(Loss) before tax

Significant items not disclosed elsewhere in condensed interim consolidated financial statements:

	1st Half 2021 <u>US\$'000</u>	1st Half 2020 <u>US\$'000</u>
Depreciation of property, plant and equipment	(112,915)	(105,445)
Depreciation of bearer plant	(60,335)	(59,457)
Depreciation of investment property	(3)	(3)
(Loss)/Gain on disposal of property, plant and equipment	(808)	201
Bearer plant and property, plant and equipment written off	(763)	(481)
Allowance for impairment loss on inventories*	(22,307)	(4,163)
Impairment loss on investment in a joint venture**	-	(5,372)
Gain/(Loss) on changes in fair value of financial assets at FVTPL	<u>11,341</u>	<u>(13,859)</u>

\* Allowance for impairment loss was made and charged to cost of sales as the carrying amount of certain inventories was higher than the net realisable value.

\*\* Impairment loss on investment in a joint venture was made as the valuation carried out by an independent valuer was lower than the net carrying value of investment.

#### Related party transactions

	1st Half 2021 <u>US\$'000</u>	1st Half 2020 <u>US\$'000</u>
(i) Sale of services		
Rental income from related parties	148	150
Rental income from joint ventures	244	106
(ii) Purchase of goods and services		
Insurance premium to a related party	2,887	1,681
Purchase of non-palm oil products from related parties	31,198	30,087
Freight and related expenses to joint ventures	2,198	1,054
Rental and service charge expense to related parties	145	20
Rental and service charge expense to a joint venture	-	90
(iii) Dividend income from joint ventures	<u>-</u>	<u>3,569</u>

### 6 Income tax

	1st Half 2021 <u>US\$'000</u>	1st Half 2020 <u>US\$'000</u>
Current income tax	57,186	9,715
Deferred income tax	<u>27,942</u>	<u>28,800</u>
	<u>85,128</u>	<u>38,515</u>

## E Notes to the condensed interim consolidated financial statements (cont'd)

### 7 Earnings per share

Earning/(Loss) per ordinary share for the period:

(i) Based on weighted average number of ordinary shares

- Weighted average numbers of shares

(ii) On a fully diluted basis

- Weighted average numbers of shares

	1st Half 2021	1st Half 2020
	USD1.21cents	(USD1.23cents)
	12,692,073,056	12,707,708,547
	Not applicable	Not applicable
	Not applicable	Not applicable

### 8 Net asset value per share

Net asset value per ordinary share based on existing issued share capital of 12,692,073,056 shares

	The Group		The Company	
	As at 30 Jun 2021	As at 31 Dec 2020	As at 30 Jun 2021	As at 31 Dec 2020
	US\$0.36	US\$0.35	US\$0.26	US\$0.26

### 9 Cash and cash equivalents

Time deposits, cash and bank balances

Less: Cash in banks and time deposits pledged

Cash and cash equivalents in the consolidated statement of cash flows

	Group	
	30.6.2021 US\$'000	31.12.2020 US\$'000
	466,769	402,921
	(3,112)	(3,748)
	<u>463,657</u>	<u>399,173</u>

### 10 Short-term investments

Time deposits

Equity securities at FVOCI

Financial assets at FVTPL:

Equity securities held for trading

Debt securities held for trading

Convertible debt securities held for trading

	Group	
	30.6.2021 US\$'000	31.12.2020 US\$'000
	<u>38,618</u>	<u>74,558</u>
	<u>16,755</u>	<u>18,950</u>
	8,883	10,247
	59,836	140,436
	450,317	450,317
	<u>519,036</u>	<u>601,000</u>
	<u>574,409</u>	<u>694,508</u>

## E Notes to the condensed interim consolidated financial statements (cont'd)

### 11 Other current assets

	Group		Company	
	30.6.2021 US\$'000	31.12.2020 US\$'000	30.6.2021 US\$'000	31.12.2020 US\$'000
Prepaid expenses	37,432	24,581	18	26
Prepaid taxes	92,405	107,578	-	-
Deposits and advances to suppliers	188,587	117,834	-	-
Derivative receivable	13,025	98,058	-	-
Others	114,396	141,347	1	1
	445,845	489,398	19	27
Receivable from joint ventures	13,186	11,568	-	-
Receivable from related parties	309	161	-	-
Receivable from subsidiaries	-	-	2,876	2,734
	459,340	501,127	2,895	2,761

### 12 Long-term receivables and assets

	Group		Company	
	30.6.2021 US\$'000	31.12.2020 US\$'000	30.6.2021 US\$'000	31.12.2020 US\$'000
Loan receivable from joint ventures and an associated company	52,211	32,763	-	-
Tax recoverable	84,114	114,814	-	-
Advances for plasma plantations, net	13,195	11,464	-	-
Advances for projects	3,935	30,162	-	-
Land clearing	5,165	4,190	-	-
Advances for investment in land	1,495	1,495	-	-
Others	17,829	18,741	-	-
	177,944	213,629	-	-

### 13 Other payables

	Group		Company	
	30.6.2021 US\$'000	31.12.2020 US\$'000	30.6.2021 US\$'000	31.12.2020 US\$'000
Advances and deposits	101,866	81,987	-	-
Accrued expenses	109,323	81,907	171	368
Payable to third parties	116,847	77,691	-	-
Others	58,580	51,781	8	8
	386,616	293,366	179	376
Payable to related parties	3,752	4,327	1,437	1,418
	390,368	297,693	1,616	1,794

### 14 Long-term investments

	Group		Company	
	30.6.2021 US\$'000	31.12.2020 US\$'000	30.6.2021 US\$'000	31.12.2020 US\$'000
Equity securities at FVOCI	853,563	747,594	175,612	163,592
Financial assets at FVTPL: Equity/Fund securities	115,008	125,048	-	-
	968,571	872,642	175,612	163,592

## E Notes to the condensed interim consolidated financial statements (cont'd)

### 15 Borrowings

	<b>Group</b>	
	30.6.2021 <u>US\$'000</u>	31.12.2020 <u>US\$'000</u>
Current liabilities		
Short-term borrowings	1,666,854	1,792,049
Bonds and notes payable	96,054	153,859
Lease liabilities	14,334	18,396
	<u>1,777,242</u>	<u>1,964,304</u>
Non-current liabilities		
Long-term borrowings	1,047,926	1,042,740
Bonds and notes payable	213,163	113,195
Lease liabilities	21,422	24,881
	<u>1,282,511</u>	<u>1,180,816</u>
	<u>3,059,753</u>	<u>3,145,120</u>

	30.6.2021 <u>US\$'000</u>			31.12.2020 <u>US\$'000</u>		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Amount repayable in one year or less	1,098,259	678,983	1,777,242	1,238,773	725,531	1,964,304
Amount repayable after one year	943,266	339,245	1,282,511	861,941	318,875	1,180,816
Total	<u>2,041,525</u>	<u>1,018,228</u>	<u>3,059,753</u>	<u>2,100,714</u>	<u>1,044,406</u>	<u>3,145,120</u>

The secured borrowings are collateralised by certain cash and cash equivalents, short-term investments, inventories, trade receivables, bearer plants, biological assets and property, plant and equipment.

### 16 Issued capital and treasury shares

	<u>No. of ordinary shares</u>		<u>Amount</u>	
	<u>Issued capital</u>	<u>Treasury shares</u>	<u>Issued capital</u>	<u>Treasury shares</u>
			<u>US\$'000</u>	<u>US\$'000</u>
Issued and fully paid:				
Balance at 31 December 2019 and 1 January 2020	12,837,548,556	(102,792,400)	320,939	(31,726)
Treasury shares purchased	-	(42,683,100)	-	(5,791)
Balance at 31 December 2020	<u>12,837,548,556</u>	<u>(145,475,500)</u>	<u>320,939</u>	<u>(37,517)</u>
Balance at 1 January 2021 and 30 June 2021	<u>12,837,548,556</u>	<u>(145,475,500)</u>	<u>320,939</u>	<u>(37,517)</u>

There were no movements in the Company's issued capital since 30 June 2020.



## E Notes to the condensed interim consolidated financial statements (cont'd)

### 17 Dividends

	1st Half 2021 <u>US\$'000</u>	1st Half 2020 <u>US\$'000</u>
Final dividend paid in respect of previous year of S\$0.0048 (1H2020: S\$0.0058) per share	<u>45,693</u>	<u>51,918</u>

### 18 Financial instruments

#### Fair Value of Financial Instruments

The carrying amounts of financial assets and liabilities with a maturity of less than one year, which include cash and cash equivalents, time deposits, short-term investments, trade and other receivables, trade and other payables and short-term interest-bearing borrowings are assumed to approximate their fair values due to their short-term maturities.

The fair values of long-term receivables and long-term interest-bearing borrowings are calculated based on discounted expected future principal and interest cash flows. The discount rates used are based on market rates for similar instruments at the end of the reporting period. As at 30 June 2021 and 31 December 2020, the carrying amounts of the long-term receivables and long-term interest-bearing borrowings approximate their fair values.

#### Fair Value Hierarchy

The following table presents financial assets and financial liabilities measured at fair value on a recurring basis and classified by level of the following fair value measurement hierarchy:

- (a) Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- (b) Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is as prices) or indirectly (i.e. derived from prices); and
- (c) Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	<u>Level 1</u> <u>US\$'000</u>	<u>Level 2</u> <u>US\$'000</u>	<u>Level 3</u> <u>US\$'000</u>	<u>Total</u> <u>US\$'000</u>
<u>At 30 June 2021</u>				
Financial assets at FVOCI (Equity)	-	-	870,318	870,318
Financial assets at FVTPL held for trading	3,945	9,252	620,847	634,044
Derivative receivable	-	13,025	-	13,025
Derivative payable	-	(25,252)	-	(25,252)
	<u>3,945</u>	<u>(2,975)</u>	<u>1,491,165</u>	<u>1,492,135</u>
<u>At 31 December 2020</u>				
Financial assets at FVOCI (Equity)	-	-	766,544	766,544
Financial assets at FVTPL held for trading	5,684	10,591	709,773	726,048
Derivative receivable	-	98,058	-	98,058
Derivative payable	-	(26,763)	-	(26,763)
	<u>5,684</u>	<u>81,886</u>	<u>1,476,317</u>	<u>1,563,887</u>

## **E Notes to the condensed interim consolidated financial statements (cont'd)**

### **18 Financial instruments (cont'd)**

#### Methods and Assumptions Used to Determine Fair Values

The methods and assumptions used by management to determine fair values are as follows:

(i) Level 1 fair value measurements

The fair value of securities traded in active markets is based on quoted market prices at the reporting date.

(ii) Level 2 fair value measurements

Fair value of forward currency contracts is calculated by reference to current forward exchange rates for contracts with similar maturity profiles as at the reporting date. The fair value of unquoted debt and equity securities is determined by reference to fund statements provided by non-related fund managers. For commodity futures contracts, observable prices are used as a measure of fair values for the outstanding contracts. For firm commitment contracts, the fair values are based on market prices and management's best estimate and are arrived at by reference to the market prices of another contract that is substantively similar and adjusted for premium or discount where relevant.

(iii) Level 3 fair value measurements

The fair values of financial assets classified under Level 3 of the fair value hierarchy were determined by reference to fund statements provided by non-related fund managers and valuation reports prepared by independent professional valuers. Valuation techniques included:

- Net present value method – Fair value was determined by reference to valuations performed using the net present value method on its underlying assets, adjusted for the external borrowings. Forecasts of future cash flows are based on historical results, growth rate using industry trends, discount rate based on capital fund structure, general market and economic conditions, taking into account any weighted estimation uncertainty on cash flows due to the impact of the Covid-19 pandemic.
- Fund statements – Fair value was made with reference to the fund statements provided by non-related fund managers. The fund managers determined the fair value of its entire portfolio using multiple valuation techniques including price of recent transactions, Backsolve and option pricing model, Monte Carlo simulation, adjusted net assets value and discounted cash flow method of the investee companies, taking into consideration any investee's underlying businesses that were affected by the impact of the Covid-19 pandemic.

### **19 Significant capital expenditure commitments**

At the end of the reporting period, the estimated significant expenditure committed but not provided for in the consolidated financial statements amounted to US\$38,126,000 (31.12.2020: US\$31,895,000).

### **20 Subsequent events**

As announced on 8 August 2021, the Group's subsidiary, Gemini Edibles & Fats India Limited ("GEF") has initiated the process for its proposed listing on the BSE Limited and the National Stock Exchange of India (the "Proposed Listing") and, in this connection, has filed a draft red herring prospectus dated 7 August 2021 with the Securities and Exchange Board of India ("SEBI"). Should GEF's application for the Proposed Listing be approved by SEBI, it is envisaged that there will be an initial public offering and the Group is anticipated to continue being the largest shareholder of GEF, post-Listing and for the foreseeable future. The Company will make further announcement(s) as and when there are material development(s) in relation to the Proposed Listing.

## F Other information required by Listing Rule Appendix 7.2

### 1 Review

The condensed interim consolidated statement of financial position of Golden Agri-Resources Ltd (the “Company”) and its subsidiaries as at 30 June 2021 and the related condensed consolidated income statements and statement of other comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for half year then ended and certain explanatory notes have not been audited or reviewed.

### 2 Review of performance of the Group

	1st Half 2021 US\$'000	1st Half 2020 US\$'000	Change %
<b>Revenue by segment</b>			
Plantations and palm oil mills	1,043,111	624,927	66.9
Palm, laurics and others	4,433,248	3,382,459	31.1
Inter-segment eliminations	(1,022,030)	(616,817)	65.7
<b>Total Revenue</b>	<b>4,454,329</b>	<b>3,390,569</b>	<b>31.4</b>
<b>EBITDA by segment</b>			
Plantations and palm oil mills	365,041	131,709	177.2
Palm, laurics and others	158,406	58,170	172.3
Inter-segment eliminations	(729)	(654)	11.5
<b>Total EBITDA</b>	<b>522,718</b>	<b>189,225</b>	<b>176.2</b>

Notes:

- (1) EBITDA refers to earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, net gain/(loss) from changes in fair value of biological assets, foreign exchange loss and exceptional item.
- (2) Plantations and palm oil mills segment refers to products from upstream business.
- (3) Palm, laurics and others segment refers to processing and merchandising of palm and oilseed based products i.e. bulk, branded, oleo-chemicals and other vegetable oils, as well as production and distribution of other consumer products in China and Indonesia mainly food and beverages.

#### REVIEW OF PERFORMANCE FOR HALF YEAR ENDED 30 JUNE 2021

The Group recorded revenue of US\$4,454.3 million for half year ended 30 June 2021 (“1H2021”), representing an increase of 31.4% as compared to US\$3,390.6 million in the same period in 2020 (“1H2020”) in line with the increasing international crude palm oil (“CPO”) prices. Consequently, EBITDA increased by 176.2% to US\$522.7 million, while net profit for the period achieved a turnaround to US\$173.7 million in 1H2021.

#### PLANTATIONS AND PALM OIL MILLS

Revenue from our plantations and palm oil mills segment increased by 66.9% to US\$1,043.1 million in 1H2021, mainly driven by higher CPO prices during the current period. The average international CPO (FOB Belawan) price for the current period was 76.6% higher at US\$1,088 per tonne as compared to US\$616 per tonne in the previous corresponding period. However, following the adoption of a new export tax & levy scheme in Indonesia at the end of 2020, the net CPO price after export tax & levy during 1H2021 only increased by 29.2% from US\$559 per tonne to US\$722 per tonne.

EBITDA from our plantations and palm oil mills segment therefore increased from US\$131.7 million in 1H2020 to US\$365.0 million in 1H2021.

Our fresh fruit bunch (“FFB”) and palm product output for 1H2021 were higher at 5,183,000 tonnes and 1,598,000 tonnes respectively as compared to 4,084,000 tonnes and 1,219,000 tonnes respectively in 1H2020 in view of the favourable weather conditions.

#### PALM, LAURICS AND OTHERS

Our palm, laurics and others segment refers to all processing and merchandising of palm and oilseeds product, oleo-chemicals and other vegetable oils, as well as production and distribution of other consumer products in China and Indonesia.

## **F Other information required by Listing Rule Appendix 7.2 (cont'd)**

Our palm, laurics and others segment reported higher revenue of US\$4,433.2 million with EBITDA higher at US\$158.4 million in the current period. The increase in revenue was mainly attributable to higher average selling prices despite lower sales volume. Sales volume was lower in the current period due to timing of delivery resulting to higher inventory level as at end June 2021. EBITDA improvement was a result of a better margin following the improvement from COVID-19 outbreak in 2020.

### **FINANCIAL EXPENSES, NET**

Net financial expenses comprised net interest expenses (after deducting interest income), amortisation of deferred loan charges and other finance charges. Net financial expenses increased from US\$62.9 million in 1H2020 to US\$71.3 million in the current period mainly due to higher cost of fund during the current period in line with higher IDR denominated borrowings.

### **SHARE OF RESULTS OF JOINT VENTURES, NET**

The Group recorded share of profit in joint ventures of US\$13.4 million in 1H2021 as compared to share of loss in joint ventures of US\$0.1 million in the previous corresponding period. This was mainly attributable to the improved operating performance in a joint venture during the current period.

### **FOREIGN EXCHANGE LOSS**

The Group recorded a net foreign exchange loss of US\$8.8 million in 1H2021 as compared to US\$48.3 million in 1H2020. The current period's loss was mainly attributable to translation loss arising from net IDR denominated monetary asset. Higher depreciation of Indonesian Rupiah against USD in the previous corresponding period had resulted in higher loss in 1H2020.

### **OTHER OPERATING INCOME/(EXPENSE), NET**

Net other operating income/(expense) comprised mainly changes in fair value of biological assets (agricultural produce) and financial assets, income from sales of seedlings and other materials, as well as rental income. The Group recorded net operating income of US\$30.8 million in 1H2021 as compared to expense of US\$4.0 million in 1H2020 mainly due to net gain from changes in fair value of biological assets and financial assets recorded in the current period as compared to net loss recorded in 1H2020.

### **TAX**

Income tax comprised provision for current and deferred income tax derived by applying the varying statutory tax rates of the different countries in which the Group operates on its taxable profit and taxable temporary difference. No group relief is available for set-off of taxable profits against tax losses of companies within the Group. Net tax expense was higher at US\$85.1 million in 1H2021 mainly in line with higher taxable profit recorded in certain subsidiaries during the current period.

## **REVIEW OF FINANCIAL POSITION AS AT 30 JUNE 2021**

### **ASSETS**

The Group's total assets were higher at US\$9,240.0 million as at 30 June 2021 as compared to US\$9,126.4 million as at end 2020.

Total current assets increased by US\$180.0 million to US\$3,537.7 million mainly due to higher inventory amount for our downstream businesses.

Total non-current assets decreased by US\$66.3 million to US\$5,702.4 million mainly due to lower book value of bearer plants, and property, plant and equipment due to depreciation expenses, as well as lower advances for projects.

Short-term investments decreased by US\$120.1 million to US\$574.4 million mainly due to redemption made. Long-term investments increased by US\$95.9 million mostly due to fair value gain in line with higher market value during the current period.

## **F Other information required by Listing Rule Appendix 7.2 (cont'd)**

### **LIABILITIES**

Total liabilities of the Group decreased from US\$4,694.8 million as at end 2020 to US\$4,614.7 million as at 30 June 2021 mainly due to lower total borrowings following repayments made during the current period.

Other current payables increased to US\$390.4 million mainly due to increases in accrued operating expense, advances received from customers and other payables.

Long-term payables and liabilities decreased from US\$470.1 million to US\$366.2 million mainly due to settlements made during the current period.

### **REVIEW OF CASH FLOWS FOR HALF YEAR ENDED 30 JUNE 2021**

Operating cash flow before working capital changes improved significantly from US\$175.0 million in 1H2020 to US\$494.0 million following the better operating performance for the current period. However, our working capital requirement was higher at US\$290.3 million in 1H2021 as compared to cash inflow from working capital of US\$123.5 million in 1H2020, due to higher carrying value of inventories resulted from timing of delivery. The significant change in cash flow for working capital requirement of US\$413.8 million, coupled with the lower tax refund received in 1H2021, has resulted in the lower net cash generated from operating activities reported by the Group of US\$148.3 million as compared to US\$295.0 million in 1H2020.

The Group recorded net cash generated from investing activities of US\$48.1 million in 1H2021 as compared to net cash used of US\$122.2 million in 1H2020. The current cash inflows was mainly relating to proceeds from redemption of funds and short-term time deposits, partially offset by capital expenditures on our property, plant and equipment, and bearer plants.

Net cash used in financing activities of US\$131.9 million was mainly related to net repayment for borrowings and payments for dividends during the current period.

In view of the above, the Group ended the period with higher cash and cash equivalents of US\$463.7 million as compared to US\$278.2 million as of end June 2020.

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

Not applicable.

### **4 A commentary at the date of the announcement of the 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 state of the virus outbreak remains fluid over the world. Mass COVID-19 vaccination programmes being rolled out in all of the world's major economies has improved its economic outlook, but the emergence of new variants of the COVID-19 virus and potentially shortage or slow rollout of vaccines across developing economies could hamper a return of activity to pre-pandemic levels. Nonetheless, the outlook of CPO prices remains stable due to the tightness in global vegetable oil supply, while demand for CPO is estimated to remain firm due to staple usage for food and energy sector. The Group will continue to monitor these situations closely, especially the health and safety of our employees. The Group will also continue to implement comprehensive measures to minimise the impact on our business operations and to optimise profit opportunities.

**F Other information required by Listing Rule Appendix 7.2 (cont'd)****5 Dividend****(a) Current Financial Period Reported On**

Any ordinary dividend declared for the current financial period reported on? Yes

Name of Dividend: Interim dividend  
 Dividend Type: Cash  
 Dividend Amount per share: 0.528 Singapore cents per ordinary share  
 Number of shares: 12,692,073,056  
 Tax Rate: Tax not applicable

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

Any ordinary dividend declared for the corresponding period of the immediately preceding financial year? No

**(c) Date payable**

30 November 2021.

**(d) Record date**

5.00 p.m. on 23 November 2021.

**6 Interested persons transactions disclosure**

Name of interested person ("IP")	Nature of Relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate* pursuant to Rule 920) US\$	Aggregate value of all interested person transactions conducted under shareholders' mandate* pursuant to Rule 920 (excluding transactions less than S\$100,000) US\$
Ningbo Asia Paper Tube & Cartons Box Co., Ltd	#1	Nil	82,254
Ningbo Asia Pulp & Paper Co., Ltd	#1	Nil	96,037
PT Asuransi Sinar Mas	#1	Nil	5,746,972
PT Bank Sinarmas Tbk	#1	Nil	35,499,547 #2
PT Cakrawala Mega Indah	#1	Nil	6,733,501
PT Indah Kiat Pulp & Paper Tbk	#1	Nil	311,613
PT Pindo Deli Pulp and Paper Mills	#1	Nil	74,750
PT Rolimex Kimia Nusamas	#1	Nil	25,023,785
PT Roundhill Capital Indonesia	#1	Nil	7,659,065
PT Royal Oriental	#1	Nil	1,718,970
<b>Total</b>		<b>Nil</b>	<b>82,946,494</b>

**Notes:**

- \* Renewed at Annual Meeting on 28 April 2021 pursuant to Rule 920 of the SGX-ST listing manual ("Listing Manual").  
 #1 These IPs are regarded as associates of GAR's controlling shareholder under Chapter 9 of the Listing Manual on interested person transactions.  
 #2 Principal amount of placements as at 30 June 2021 is approximately US\$13.80 million.

**F Other information required by Listing Rule Appendix 7.2 (cont'd)**

**7 Confirmation pursuant to the rule 720(1) of the listing manual**

The Company confirms that it has procured undertakings from all its directors and executive officers in the form set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

**8 Confirmation pursuant to the rule 705(5) of the listing manual**

We, Franky Oesman Widjaja and Rafael Buhay Concepcion, Jr., being two directors of Golden Agri-Resources Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to their attention which would render the half year ended 30 June 2021 unaudited financial results to be false or misleading.

On behalf of the board of directors

Franky Oesman Widjaja  
Director

Rafael Buhay Concepcion, Jr.  
Director

**BY ORDER OF THE BOARD**

Rafael Buhay Concepcion, Jr.  
Director  
13 August 2021

Submitted by Kimberley Lye Chor Mei, Director, Corporate Secretarial on 13 August 2021 to the SGX