JAPFA LTD
(Company Registration Number: 200819599W)
(Incorporated in Singapore on 8 October 2008)

PROFIT WARNING FOR THE GROUP'S UNAUDITED FINANCIAL RESULTS FOR SECOND QUARTER AND HALF-YEAR ENDED 30 JUNE 2017

The Board of Directors of Japfa Ltd wishes to advise that, based on preliminary numbers, the Group expects its wholly-owned subsidiary, Japfa Comfeed Vietnam Limited Company (JCV), to record a substantial loss which will cause the Group to register a negative PATMI (Profit Attributable to Owners of the Parent, Net of Tax) for 2Q2017 of between US$3-4 million. The Group's Core PATMI w/o forex* will however be positive.

JCV's expected losses in 2Q2017 are substantially larger than its reported loss for 1Q2017 and is largely due to the average selling prices (ASP) for swine in 2Q2017 falling well below operating costs. This market weakness is consistent with the outlook for Vietnam reported by the Company in its full-year unaudited financial statements for 2016 on 1 March 2017, and its 1Q2017 unaudited financial statements on 27 April 2017.

Further details regarding the Group's performance will be made available in its unaudited consolidated financial results for 2Q2017 which will be announced after trading hours on **Thursday, 27 July 2017**.

By Order of the Board

Japfa Ltd
Tan Yong Nang
Executive Director and Chief Executive Officer

Date: 25 July 2017

* We derived Core PATMI from "Profit Attributable to Owners of the Parent, Net of Tax" by excluding changes in fair value of biological assets (net of tax) and derivatives and by excluding extraordinary items (namely the gain/loss from the buyback of USD bonds).
We define Core PATMI w/o forex is an estimate derived from Core PATMI by excluding foreign exchange gains/losses (before tax) attributable to the owners of the parent. As the majority of the foreign exchange gains/losses are unrealized and arises from the translation of USD bonds from a subsidiary in Indonesia, which has no tax implication, we have not made an estimate of the tax impact on foreign exchange gains/losses.