JAPFA LTD
AND ITS SUBSIDIARIES

(Registration Number: 200819599W)

UNAUDITED FINANCIAL UPDATE FOR THE FIRST QUARTER ENDED 31 MARCH 2021

This Unaudited Financial Update is a voluntary disclosure of the Company's Income Statement, Statement of Comprehensive Income and Statement of Financial Position for 1Q2021. For a limited discussion of the Company's 1Q2021 financial results, please refer to the Company's Investor Presentation 1Q2021 Financial Results available on the SGXnet and the Company's website www.japfa.com.

JAPFA LTD.

(Registration Number: 200819599W)

Income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Income Statement

	Jan - Mar		
	2021 US$'000	2020 US$'000	Change %
Revenue	1,103,149	949,907	16%
Cost of Sales	(826,009)	(749,678)	10%
Gross Profit	277,140	200,229	38%
Marketing and Distribution Costs	(37,720)	(38,809)	-3%
Administrative Expenses	(89,587)	(74,367)	20%
Operating Profit	149,833	87,053	72%
Interest Income	1,315	862	53%
Finance Costs	(19,789)	(24,835)	-20%
Other (Loss)/Gain	(4,886)	710	n/m
Share of results of Associate and Joint Ventures	700	50	n/m
Foreign Exchange Adjustments (Loss)/Gain	(10,652)	2,737	n/m
Changes in Fair Value of Biological Assets[1]	(11,725)	(13,160)	-11%
Profit Before Tax	104,796	53,417	96%
Tax Expense	(22,673)	(5,904)	284%
Profit After Tax	82,123	47,513	73%
Profit After Tax Attributable to Owners of the Parent* ("PATMI")	**48,546**	**35,463**	37%
Profit After Tax Attributable to Non-Controlling Interests	33,577	12,050	179%
Profit After Tax	82,123	47,513	73%

n/m : not meaningful

Additional information:

Management believes that Core PATMI w/o forex and EBITDA are important measures of performance, although these are not standard measures under IFRS.

Core PATMI w/o forex	67,901	49,906	36%

* We derived Core PATMI from "Profit Attributable to Owners of the Parent, Net of Tax" by excluding a) changes in fair value of biological assets (net of tax), other than gains/(losses) from the sale of beef in China[1], b) changes in fair value of derivatives, and c) extraordinary items, attributable to the owners of the parent.

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. We have not made an estimate of the tax impact on foreign exchange gains/losses. This is because the majority of the gains/losses are unrealised and arise from the translation of USD bonds (from a subsidiary in Indonesia) and USD loans (from subsidiaries in China), which have no tax implication.

EBITDA	185,582	120,415	54%

We define EBITDA as profit before tax, excluding interest income, finance costs, depreciation and amortisation expenses. We also exclude a) foreign exchange adjustments gains/(losses), b) changes in fair value of derivatives relating to foreign exchange hedging, and c) fair value of biological assets, other than gains/(losses) from the sale of beef in China[1].

---

[1] Changes in Fair Value of Biological Assets in 1Q2021 includes a gain of US$5.6 million from the sale of beef in China.

JAPFA LTD.

(Registration Number: 200819599W)

Net Profit is arrived at after (charging)/ crediting the following:

	Jan - Mar		
	2021	2020	Change
	US$'000	US$'000	%
Finance Costs	(19,789)	(24,835)	-20%
Foreign Exchange Adjustments (Loss)/Gain	(10,652)	2,737	n/m
Depreciation of Property, Plant and Equipment	(30,596)	(30,797)	-1%
Depreciation of Investment Properties	(86)	(79)	9%
Depreciation of Right-Of-Use Assets	(6,925)	(5,508)	26%
Amortisation of Intangible Assets	(393)	(479)	-18%
Interest Income	1,315	862	53%
Changes in Fair Value of Biological Assets	(11,725)	(13,160)	-11%
Gain/(loss) on Derivative Financial Instruments			
- Forex	3,633	1,402	159%
- Non-Forex	327	(2,725)	n/m

n/m : not meaningful

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

	Jan - Mar		
	2021	2020	Change
	US$'000	US$'000	%
Profit After Tax	82,123	47,513	73%
Other Comprehensive Loss:			
Items that will not be reclassified to profit or loss:			
Remeasurement of the Net Defined Benefits Plan, Net of Tax	-	350	n/m
Items that may be reclassified subsequently to profit or loss:			
Exchange Differences on Translating Foreign Operations, Net of Tax	(32,952)	(138,162)	-76%
Share of Other Comprehensive Income of Associate and Joint Ventures	(703)	-	n/m
Cash Flow Hedges	1,191	(17,232)	n/m
Other Comprehensive Loss for the Year, Net of Tax	(32,464)	(155,044)	-79%
Total Comprehensive Income/(Loss)	49,659	(107,531)	n/m
Total Comprehensive Income/(Loss) Attributable to Owners of Parent, Net of Tax	28,271	(56,351)	n/m
Total Comprehensive Income/(Loss) Attributable to Non-Controlling Interests, Net of Tax	21,388	(51,180)	n/m
Total Comprehensive Income/(Loss)	49,659	(107,531)	n/m

n/m : not meaningful

JAPFA LTD.

(Registration Number: 200819599W)

Statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	As at 31/3/2021	As at 31/12/2020	As at 31/3/2021	As at 31/12/2020
	US$'000	US$'000	US$'000	US$'000
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	1,169,674	1,204,815	111	116
Right-Of-Use Assets	181,287	183,088	1,303	40
Real Estate Assets	66,798	68,907	-	-
Investment Properties	4,713	5,106	-	-
Intangible Assets	13,454	14,225	-	-
Investment in Subsidiaries	-	-	1,052,986	1,051,956
Investments in Associate and Joint Ventures	33,568	33,757	28,000	28,000
Biological Assets	414,078	418,341	-	-
Deferred Tax Assets	32,115	34,355	-	-
Other Receivables	17,872	17,931	-	-
Other Financial Assets	9,023	20,735	-	-
Other Assets	80,838	62,162	-	-
Total Non-Current Assets	2,023,420	2,063,422	1,082,400	1,080,112
Current Assets				
Inventories	923,077	787,937	-	-
Biological Assets	95,639	97,973	-	-
Trade and Other Receivables	192,926	430,712	49,663	276,305
Other Financial Assets	2,569	2,515	2,404	2,404
Other Assets	82,158	60,636	2,331	2,590
Cash at banks	527,600	224,686	3,700	9,676
Total Current Assets	1,823,969	1,604,459	58,098	290,975
Total Assets	3,847,389	3,667,881	1,140,498	1,371,087
EQUITY AND LIABILITIES				
Equity				
Share Capital	1,059,882	1,059,882	1,059,882	1,059,882
Treasury Shares	(22,988)	(22,886)	(22,987)	(22,886)
Retained Earnings	667,923	770,228	55,316	210,976
Other Reserves	(214,875)	(219,850)	(5,915)	(9,051)
Translation Reserve	(188,590)	(167,666)	-	-
Equity Attributable to Owners of the Parent	1,301,352	1,419,708	1,086,296	1,238,921
Non-Controlling Interests	563,703	542,315	-	-
Total Equity	1,865,055	1,962,023	1,086,296	1,238,921
Non-Current Liabilities				
Defined benefit plan liabilities	120,487	120,946	-	-
Deferred Tax Liabilities	5,678	5,011	-	-
Other Payables	4,050	3,004	1,017	700
Loans and Borrowings	673,403	569,101	-	-
Lease liabilities	154,334	142,163	895	-
Other Financial Liabilities	-	-	-	-
Other Liabilities	3,057	3,072	-	-
Total Non-Current Liabilities	961,009	843,297	1,912	700
Current Liabilities				
Income Tax Payable	42,493	29,885	-	-
Trade and Other Payables	376,575	358,438	51,819	52,748
Loans and Borrowings	564,160	432,011	-	78,687
Lease liabilities	10,860	20,854	471	31
Other Financial Liabilities	3,640	8,812	-	-
Other Liabilities	23,594	12,561	-	-
Total Current Liabilities	1,021,325	862,561	52,290	131,466
Total Liabilities	1,982,334	1,705,858	54,202	132,166
Total Equity and Liabilities	3,847,389	3,667,881	1,140,498	1,371,087

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.

	As at 31/3/2021	As at 31/12/2020
Total number of issued shares excluding treasury shares	2,025,934,720	2,026,084,720

Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Jan - Mar	
	2021	2020
	US Cents	US Cents
Earnings per share for the period		
(a) Based on weighted average number of ordinary shares in issue	2.40	1.80
(b) Based on a fully diluted basis	2.40	1.80
Weighted Average Number of Ordinary Shares	2,025,954,720	1,973,814,150

Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the current financial period reported on and immediately preceding financial year.

	Group		Company	
	As at 31/3/2021	As at 31/12/2020	As at 31/3/2021	As at 31/12/2020
Net asset value per ordinary share				
- in US$	0.64	0.70	0.54	0.61
- in S$	0.87	0.93	0.72	0.81

Net asset value per ordinary share is based on the issued share capital excluding treasury shares of the Company at the end of the financial period.