

Company Registration No. 199904785Z

Wilmar International Limited and its Subsidiaries

Unaudited Condensed Interim Financial Statements
For the six months and full year ended 31 December 2021

Table of Contents

A. Financial highlights	Page 3
B. Unaudited condensed interim consolidated income statement	Page 4
C. Unaudited condensed interim consolidated statement of comprehensive income	Page 5
D. Unaudited condensed interim balance sheets	Page 6
E. Unaudited condensed interim statements of changes in equity	Page 8
F. Unaudited condensed interim consolidated cash flow statement	Page 14
G. Notes to the unaudited condensed interim consolidated financial statements	Page 17
H. Other information required by listing rule appendix 7.2	Page 34

A. Financial highlights

	2H2021 US\$'000	2H2020 US\$'000	Change	FY2021 US\$'000	FY2020 US\$'000	Change
Revenue	36,259,202	27,869,077	30.1%	65,793,619	50,526,794	30.2%
Profit Before Tax	1,550,353	1,486,570	4.3%	2,765,861	2,311,062	19.7%
Net Profit	1,139,477	923,587	23.4%	1,890,390	1,534,110	23.2%
Core Net Profit	1,110,216	850,759	30.5%	1,842,433	1,486,287	24.0%
EBITDA	2,287,810	2,120,807	7.9%	4,171,904	3,609,447	15.6%
EPS - Basic (US cents per share)	18.1	14.5	24.2%	30.0	24.2	24.0%
EPS - Fully diluted (US cents per share)	18.1	14.5	24.3%	29.9	24.1	24.0%
				31 December 2021	31 December 2020	Change
Net Tangible Asset (US\$'000)				14,529,991	13,436,663	8.1%
Net Asset per share (US\$ per share)				3.17	2.99	6.0%
Net Tangible Asset per share (US\$ per share)				2.31	2.13	8.5%

B. Unaudited condensed interim consolidated income statement

		6 months ended 31 December 2021 US\$'000	6 months ended 31 December 2020 US\$'000	12 months ended 31 December 2021 US\$'000	12 months ended 31 December 2020 US\$'000
	Note				
Revenue	11	36,259,202	27,869,077	65,793,619	50,526,794
Cost of sales		(32,399,623)	(24,801,891)	(58,602,446)	(44,929,244)
Gross profit		3,859,579	3,067,186	7,191,173	5,597,550
Other items of income					
Net gain arising from changes in fair value of biological assets		21,335	6,107	21,335	6,107
Finance income		174,581	183,419	335,287	419,826
Other operating income		142,894	250,115	255,487	334,886
Other items of expense					
Selling and distribution expenses		(1,766,990)	(1,365,417)	(3,412,741)	(2,517,636)
Administrative expenses		(556,913)	(501,242)	(1,095,798)	(955,519)
Other operating expenses		(104,237)	(93,555)	(196,813)	(176,760)
Finance costs		(316,085)	(250,465)	(588,422)	(651,110)
Non-operating items		15,897	72,304	36,858	51,533
Share of results of joint ventures		23,541	32,624	63,548	71,123
Share of results of associates		56,751	85,494	155,947	131,062
Profit before tax	4	1,550,353	1,486,570	2,765,861	2,311,062
Income tax expense	5	(349,638)	(444,065)	(699,602)	(620,088)
Profit after tax		1,200,715	1,042,505	2,066,259	1,690,974
Attributable to:					
Owners of the Company		1,139,477	923,587	1,890,390	1,534,110
Non-controlling interests		61,238	118,918	175,869	156,864
		1,200,715	1,042,505	2,066,259	1,690,974

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

C. Unaudited condensed interim consolidated statement of comprehensive income

	6 months ended 31 December 2021 US\$'000	6 months ended 31 December 2020 US\$'000	12 months ended 31 December 2021 US\$'000	12 months ended 31 December 2020 US\$'000
Profit after tax	1,200,715	1,042,505	2,066,259	1,690,974
Other comprehensive income:				
Items that will not be reclassified subsequently to income statement				
Fair value adjustment on investment securities at fair value through other comprehensive income	(29,069)	30,833	10,880	(77,187)
(Loss)/gain on disposal of investment securities at fair value through other comprehensive income	-	(19,147)	6	(19,147)
(Loss)/gain on remeasurements of defined benefit plan	(550)	25,417	(550)	25,417
	<u>(29,619)</u>	<u>37,103</u>	<u>10,336</u>	<u>(70,917)</u>
Items that may be reclassified subsequently to income statement				
Foreign currency translation	125,009	1,130,376	196,369	810,410
Fair value adjustment on cash flow hedges	(5,562)	(66,504)	74,741	(20,427)
Fair value adjustment on forward elements of forward contracts	(4,154)	(7,791)	(11,961)	8,006
	<u>115,293</u>	<u>1,056,081</u>	<u>259,149</u>	<u>797,989</u>
Other comprehensive income, net of tax	85,674	1,093,184	269,485	727,072
Total comprehensive income for the period/year	1,286,389	2,135,689	2,335,744	2,418,046
Attributable to:				
Owners of the Company	1,209,970	1,901,279	2,122,261	2,164,511
Non-controlling interests	76,419	234,410	213,483	253,535
	<u>1,286,389</u>	<u>2,135,689</u>	<u>2,335,744</u>	<u>2,418,046</u>

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

D. Unaudited condensed interim balance sheets

	Note	Group		Company	
		31 December	31 December	31 December	31 December
		2021	2020	2021	2020
		US\$'000	US\$'000	US\$'000	US\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	6	14,192,433	12,773,714	119,798	97,627
Investment properties		38,286	32,475	-	-
Bearer plants		638,118	666,133	-	-
Intangible assets		5,393,884	5,445,692	-	-
Investment in subsidiaries		-	-	10,468,178	10,141,987
Investment in joint ventures		631,572	624,159	-	3,800
Investment in associates		2,874,956	2,726,322	13,677	13,677
Investment securities		365,301	370,808	-	-
Deferred tax assets		204,495	203,494	-	-
Derivative financial instruments	7	11,956	61,188	-	-
Other financial receivables		150,136	127,642	313,255	303,137
Other non-financial assets		63,874	64,779	-	-
Other bank deposits		2,338,437	-	-	-
		26,903,448	23,096,406	10,914,908	10,560,228
Current assets					
Inventories		11,738,686	9,436,151	-	-
Trade receivables		6,833,416	5,277,871	-	-
Other financial receivables		4,183,458	4,548,468	5,678,762	5,913,550
Other non-financial assets		1,827,070	1,804,917	7,473	6,337
Derivative financial instruments	7	563,981	641,249	-	-
Investment securities		326,846	286,706	-	-
Other bank deposits		3,649,000	3,222,044	-	-
Cash and bank balances		2,692,541	2,706,164	1,033	6,371
		31,814,998	27,923,570	5,687,268	5,926,258
TOTAL ASSETS		58,718,446	51,019,976	16,602,176	16,486,486
EQUITY AND LIABILITIES					
Current liabilities					
Trade payables		2,009,073	1,613,448	-	-
Other financial payables		2,374,133	2,084,097	5,376,050	5,566,865
Other non-financial liabilities		862,926	764,248	-	-
Derivative financial instruments	7	566,612	893,729	-	-
Loans and borrowings	8	22,291,835	17,145,894	308,724	163,593
Tax payables		288,652	331,740	-	-
		28,393,231	22,833,156	5,684,774	5,730,458
NET CURRENT ASSETS		3,421,767	5,090,414	2,494	195,800

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

D. Unaudited condensed interim balance sheets (continued)

		Group		Company	
	Note	31 December 2021 US\$'000	31 December 2020 US\$'000	31 December 2021 US\$'000	31 December 2020 US\$'000
Non-current liabilities					
Other financial payables		276,525	268,604	1,425,000	589,708
Other non-financial liabilities		200,723	182,678	-	-
Derivative financial instruments	7	55,279	49,836	-	-
Loans and borrowings	8	6,822,646	6,003,578	-	323,180
Deferred tax liabilities		367,713	298,817	-	-
		7,722,886	6,803,513	1,425,000	912,888
TOTAL LIABILITIES		36,116,117	29,636,669	7,109,774	6,643,346
NET ASSETS		22,602,329	21,383,307	9,492,402	9,843,140
Equity attributable to owners of the Company					
Share capital	9	8,458,995	8,458,995	8,895,134	8,895,134
Treasury shares	9	(304,886)	(222,039)	(304,886)	(222,039)
Retained earnings		11,726,821	10,953,237	696,726	972,709
Other reserves		42,945	(307,838)	205,428	197,336
		19,923,875	18,882,355	9,492,402	9,843,140
Non-controlling interests		2,678,454	2,500,952	-	-
TOTAL EQUITY		22,602,329	21,383,307	9,492,402	9,843,140
TOTAL EQUITY AND LIABILITIES		58,718,446	51,019,976	16,602,176	16,486,486

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Unaudited condensed interim statements of changes in equity

	Attributable to owners of the Company						
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total	Non-controlling interests	Equity total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period from 01.07.2021 to 31.12.2021							
GROUP							
Opening balance at 1 July 2021	8,458,995	(270,074)	10,829,519	(5,851)	19,012,589	2,628,722	21,641,311
Profit for the period	-	-	1,139,477	-	1,139,477	61,238	1,200,715
Other comprehensive income	-	-	-	70,493	70,493	15,181	85,674
Total comprehensive income for the period	-	-	1,139,477	70,493	1,209,970	76,419	1,286,389
Grant of equity-settled share options	-	-	-	3,323	3,323	-	3,323
Share capital contributed by non-controlling shareholders	-	-	-	-	-	23,189	23,189
Acquisition of treasury shares	-	(42,049)	-	-	(42,049)	-	(42,049)
Reissuance of treasury shares pursuant to exercise of share options	-	7,237	-	630	7,867	-	7,867
Dividends on ordinary shares	-	-	(231,768)	-	(231,768)	-	(231,768)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(33,388)	(33,388)
Net transfer to other reserves	-	-	(10,407)	10,407	-	-	-
Total contributions by and distributions to owners	-	(34,812)	(242,175)	14,360	(262,627)	(10,199)	(272,826)
Acquisition of subsidiaries	-	-	-	-	-	4,079	4,079
Acquisition of additional interest in subsidiaries	-	-	-	(36,370)	(36,370)	(20,254)	(56,624)
Dilution of interest in subsidiaries	-	-	-	313	313	(313)	-
Total changes in ownership interests in subsidiaries	-	-	-	(36,057)	(36,057)	(16,488)	(52,545)
Closing balance at 31 December 2021	8,458,995	(304,886)	11,726,821	42,945	19,923,875	2,678,454	22,602,329

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Unaudited condensed interim statements of changes in equity (continued)

	Attributable to owners of the Company						
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total	Non-controlling interests	Equity total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period from 01.07.2020 to 31.12.2020							
GROUP							
Opening balance at 1 July 2020	8,458,995	(91,443)	10,191,555	(2,076,856)	16,482,251	1,072,886	17,555,137
Profit for the period	-	-	923,587	-	923,587	118,918	1,042,505
Other comprehensive income	-	-	(19,147)	996,839	977,692	115,492	1,093,184
Total comprehensive income for the period	-	-	904,440	996,839	1,901,279	234,410	2,135,689
Grant of equity-settled share options	-	-	-	2,578	2,578	-	2,578
Share capital contributed by non-controlling shareholders	-	-	-	-	-	13,254	13,254
Acquisition of treasury shares	-	(141,009)	-	-	(141,009)	-	(141,009)
Reissuance of treasury shares pursuant to exercise of share options	-	10,413	-	1,002	11,415	-	11,415
Dividends on ordinary shares	-	-	(185,907)	-	(185,907)	-	(185,907)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(22,772)	(22,772)
Net transfer to other reserves	-	-	43,149	(43,149)	-	-	-
Total contributions by and distributions to owners	-	(130,596)	(142,758)	(39,569)	(312,923)	(9,518)	(322,441)
Acquisition of additional interest in subsidiaries	-	-	-	(10,382)	(10,382)	6,516	(3,866)
Disposal of subsidiaries	-	-	-	(1,062)	(1,062)	-	(1,062)
Dilution of interest in subsidiaries	-	-	-	823,192	823,192	1,196,658	2,019,850
Total changes in ownership interests in subsidiaries	-	-	-	811,748	811,748	1,203,174	2,014,922
Closing balance at 31 December 2020	8,458,995	(222,039)	10,953,237	(307,838)	18,882,355	2,500,952	21,383,307

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Unaudited condensed interim statements of changes in equity (continued)

	Attributable to owners of the Company				Equity attributable to owners of the Company, total
	Share capital US\$'000	Treasury shares US\$'000	Retained earnings US\$'000	Other reserves US\$'000	US\$'000
For the period from 01.07.2021 to 31.12.2021					
COMPANY					
Opening balance at 1 July 2021	8,895,134	(270,074)	996,004	201,475	9,822,539
Loss for the period	-	-	(67,510)	-	(67,510)
Total comprehensive income for the period	-	-	(67,510)	-	(67,510)
Grant of equity-settled share options	-	-	-	3,323	3,323
Acquisition of treasury shares	-	(42,049)	-	-	(42,049)
Reissuance of treasury shares pursuant to exercise of share options	-	7,237	-	630	7,867
Dividends on ordinary shares	-	-	(231,768)	-	(231,768)
Total transactions with owners in their capacity as owners	-	(34,812)	(231,768)	3,953	(262,627)
Closing balance at 31 December 2021	8,895,134	(304,886)	696,726	205,428	9,492,402
For the period from 01.07.2020 to 31.12.2020					
COMPANY					
Opening balance at 1 July 2020	8,895,134	(91,443)	832,945	235,979	9,872,615
Profit for the period	-	-	283,448	-	283,448
Total comprehensive income for the period	-	-	283,448	-	283,448
Grant of equity-settled share options	-	-	-	2,578	2,578
Acquisition of treasury shares	-	(141,009)	-	-	(141,009)
Reissuance of treasury shares pursuant to exercise of share options	-	10,413	-	1,002	11,415
Dividends on ordinary shares	-	-	(185,907)	-	(185,907)
Transfer to retained earnings	-	-	42,223	(42,223)	-
Total transactions with owners in their capacity as owners	-	(130,596)	(143,684)	(38,643)	(312,923)
Closing balance at 31 December 2020	8,895,134	(222,039)	972,709	197,336	9,843,140

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Unaudited condensed interim statements of changes in equity (continued)

	Attributable to owners of the Company				Equity attributable to owners of the Company, total	Non-controlling interests	Equity total
	Share capital	Treasury shares	Retained earnings	Other reserves			
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
2021							
GROUP							
Opening balance at 1 January 2021	8,458,995	(222,039)	10,953,237	(307,838)	18,882,355	2,500,952	21,383,307
Profit for the year	-	-	1,890,390	-	1,890,390	175,869	2,066,259
Other comprehensive income	-	-	6	231,865	231,871	37,614	269,485
Total comprehensive income for the year	-	-	1,890,396	231,865	2,122,261	213,483	2,335,744
Grant of equity-settled share options	-	-	-	6,871	6,871	-	6,871
Share capital contributed by non-controlling shareholders	-	-	-	-	-	41,416	41,416
Acquisition of treasury shares	-	(97,503)	-	-	(97,503)	-	(97,503)
Reissuance of treasury shares pursuant to exercise of share options	-	14,656	-	1,221	15,877	-	15,877
Dividends on ordinary shares	-	-	(968,301)	-	(968,301)	-	(968,301)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(81,210)	(81,210)
Net transfer to other reserves	-	-	(148,511)	148,511	-	-	-
Total contributions by and distributions to owners	-	(82,847)	(1,116,812)	156,603	(1,043,056)	(39,794)	(1,082,850)
Acquisition of subsidiaries	-	-	-	-	-	27,225	27,225
Acquisition of additional interest in subsidiaries	-	-	-	(37,998)	(37,998)	(20,509)	(58,507)
Liquidation of subsidiaries	-	-	-	-	-	(2,590)	(2,590)
Dilution of interest in subsidiaries	-	-	-	313	313	(313)	-
Total changes in ownership interests in subsidiaries	-	-	-	(37,685)	(37,685)	3,813	(33,872)
Closing balance at 31 December 2021	8,458,995	(304,886)	11,726,821	42,945	19,923,875	2,678,454	22,602,329

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Unaudited condensed interim statements of changes in equity (continued)

	Attributable to owners of the Company						Equity total US\$'000
	Share capital US\$'000	Treasury shares US\$'000	Retained earnings US\$'000	Other reserves US\$'000	Equity attributable to owners of the Company, total US\$'000	Non-controlling interests US\$'000	
2020							
GROUP							
Opening balance at 1 January 2020	8,458,995	(122,579)	10,113,650	(1,687,557)	16,762,509	1,113,609	17,876,118
Profit for the year	-	-	1,534,110	-	1,534,110	156,864	1,690,974
Other comprehensive income	-	-	(19,147)	649,548	630,401	96,671	727,072
Total comprehensive income for the year	-	-	1,514,963	649,548	2,164,511	253,535	2,418,046
Grant of equity-settled share options	-	-	-	3,467	3,467	-	3,467
Share capital contributed by non-controlling shareholders	-	-	-	-	-	22,538	22,538
Acquisition of treasury shares	-	(141,009)	-	-	(141,009)	-	(141,009)
Reissuance of treasury shares pursuant to exercise of share options	-	41,549	-	2,339	43,888	-	43,888
Dividends on ordinary shares	-	-	(618,578)	-	(618,578)	-	(618,578)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(80,130)	(80,130)
Net transfer to other reserves	-	-	(56,798)	56,798	-	-	-
Total contributions by and distributions to owners	-	(99,460)	(675,376)	62,604	(712,232)	(57,592)	(769,824)
Acquisition of subsidiaries	-	-	-	-	-	3,312	3,312
Acquisition of additional interest in subsidiaries	-	-	-	(154,864)	(154,864)	(9,490)	(164,354)
Disposal of subsidiaries	-	-	-	(1,062)	(1,062)	-	(1,062)
Dilution of interest in subsidiaries	-	-	-	823,493	823,493	1,197,578	2,021,071
Total changes in ownership interests in subsidiaries	-	-	-	667,567	667,567	1,191,400	1,858,967
Closing balance at 31 December 2020	8,458,995	(222,039)	10,953,237	(307,838)	18,882,355	2,500,952	21,383,307

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Unaudited condensed interim statements of changes in equity (continued)

	Attributable to owners of the Company				Equity attributable to owners of the Company, total US\$'000
	Share capital US\$'000	Treasury shares US\$'000	Retained earnings US\$'000	Other reserves US\$'000	
2021					
COMPANY					
Opening balance at 1 January 2021	8,895,134	(222,039)	972,709	197,336	9,843,140
Profit for the year	-	-	692,318	-	692,318
Total comprehensive income for the year	-	-	692,318	-	692,318
Grant of equity-settled share options	-	-	-	6,871	6,871
Acquisition of treasury shares	-	(97,503)	-	-	(97,503)
Reissuance of treasury shares pursuant to exercise of share options	-	14,656	-	1,221	15,877
Dividends on ordinary shares	-	-	(968,301)	-	(968,301)
Total transactions with owners in their capacity as owners	-	(82,847)	(968,301)	8,092	(1,043,056)
Closing balance at 31 December 2021	8,895,134	(304,886)	696,726	205,428	9,492,402
2020					
COMPANY					
Opening balance at 1 January 2020	8,895,134	(122,579)	1,381,856	233,753	10,388,164
Profit for the year	-	-	167,208	-	167,208
Total comprehensive income for the year	-	-	167,208	-	167,208
Grant of equity-settled share options	-	-	-	3,467	3,467
Acquisition of treasury shares	-	(141,009)	-	-	(141,009)
Reissuance of treasury shares pursuant to exercise of share options	-	41,549	-	2,339	43,888
Dividends on ordinary shares	-	-	(618,578)	-	(618,578)
Transfer to retained earnings	-	-	42,223	(42,223)	-
Total transactions with owners in their capacity as owners	-	(99,460)	(576,355)	(36,417)	(712,232)
Closing balance at 31 December 2020	8,895,134	(222,039)	972,709	197,336	9,843,140

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

F. Unaudited condensed interim consolidated cash flow statement

	6 months ended 31 December 2021 US\$'000	6 months ended 31 December 2020 US\$'000	12 months ended 31 December 2021 US\$'000	12 months ended 31 December 2020 US\$'000
Cash flows from operating activities				
Profit before tax	1,550,353	1,486,570	2,765,861	2,311,062
Adjustments for:				
Net gain arising from changes in fair value of biological assets	(21,335)	(6,107)	(21,335)	(6,107)
Depreciation of bearer plants	29,913	44,552	58,707	72,483
Depreciation of property, plant and equipment	561,309	518,025	1,084,495	982,958
(Increase)/decrease in fair value of investment properties	(2,129)	2,834	(2,129)	2,834
(Gain)/loss on disposal of investment in a joint venture	(2,393)	869	(2,393)	998
Gain on disposal of investment in associates	-	(4,023)	-	(2,275)
Fair value (gain)/loss arising from changes of interest in joint ventures resulting in change of control	(1,879)	1,430	(1,879)	(1,010)
Amortisation of intangible assets	1,619	1,301	3,454	2,554
Loss on disposal of property, plant and equipment	402	7,771	6,780	12,694
Gain on disposal of biological assets	(169)	(135)	(390)	(168)
(Gain)/loss on disposal/liquidation of subsidiaries	(137)	(159)	575	59
(Gain)/loss on disposal of investment securities at fair value through profit or loss	(1,449)	903	(1,060)	(2,271)
Grant of share options to employees	3,323	2,578	6,871	3,467
Net fair value (gain)/loss on derivative financial instruments	(56,402)	215,163	(103,633)	126,986
Net fair value loss/(gain) on investment securities at fair value through profit or loss	6,544	(27,738)	(3,014)	44,472
Foreign exchange differences arising from translation	78,055	96,716	203,986	117,980
Investment income from investment securities	(21,843)	(52,178)	(40,751)	(110,527)
Interest expense	319,197	253,778	594,674	660,216
Interest income	(174,581)	(183,419)	(335,287)	(419,826)
Share of results of joint ventures	(23,541)	(32,624)	(63,548)	(71,123)
Share of results of associates	(56,751)	(85,494)	(155,947)	(131,062)
Operating cash flows before working capital changes	2,188,106	2,240,613	3,994,037	3,594,394
Changes in working capital:				
Increase in inventories	(178,039)	(2,474,676)	(2,257,517)	(1,306,492)
Increase in receivables and other assets	(1,184,146)	(1,600,509)	(1,330,359)	(1,378,586)
Increase in payables	896,515	588,189	487,789	242,187
Cash flows generated from/(used in) operations	1,722,436	(1,246,383)	893,950	1,151,503
Interest paid	(281,245)	(268,574)	(535,394)	(645,177)
Interest received	128,748	213,372	283,502	452,963
Income taxes paid	(221,748)	(217,694)	(687,102)	(406,502)
Net cash flows generated from/(used in) operating activities	1,348,191	(1,519,279)	(45,044)	552,787

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

F. Unaudited condensed interim consolidated cash flow statement (continued)

	6 months ended 31 December 2021 US\$'000	6 months ended 31 December 2020 US\$'000	12 months ended 31 December 2021 US\$'000	12 months ended 31 December 2020 US\$'000
Cash flows from investing activities				
Net cash flow on acquisition of subsidiaries	8,112	(41,058)	9,442	(83,360)
Decrease/(increase) in plasma investments	4,330	(2,646)	8,464	(2,481)
(Increase)/decrease in investment securities at fair value through profit or loss	(29,284)	4,027	(35,132)	(13,328)
Increase in other non-financial assets	(54,188)	-	(54,188)	-
Payments for property, plant and equipment	(1,400,079)	(1,097,376)	(2,482,070)	(1,921,835)
Payments for bearer plants	(22,080)	(30,216)	(44,685)	(54,146)
Decrease in investment securities at fair value through other comprehensive income	19,000	34,705	18,554	54,244
Investment income from investment securities	21,843	52,178	40,751	110,527
Net cash flow on investment in joint ventures	(9,037)	(51,079)	(29,214)	(51,079)
Payments for investment in associates	(1,576)	(7,189)	(2,233)	(17,868)
Payments for intangible assets	(125)	(999)	(503)	(1,145)
Dividends received from joint ventures	11,339	14,124	11,339	27,766
Dividends received from associates	48,795	39,468	58,383	55,700
Proceeds from disposal of property, plant and equipment	65,465	31,448	85,519	53,747
Proceeds from disposal of interest/capital reduction in joint ventures	50,037	75	62,083	260
Proceeds from disposal/dilution of interest in associates	-	8,872	-	24,472
Net cash flow from disposal/liquidation of subsidiaries	-	8,509	(2,588)	11,613
Net cash flows used in investing activities	(1,287,448)	(1,037,157)	(2,356,078)	(1,806,913)

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

F. Unaudited condensed interim consolidated cash flow statement (continued)

	6 months ended 31 December 2021 US\$'000	6 months ended 31 December 2020 US\$'000	12 months ended 31 December 2021 US\$'000	12 months ended 31 December 2020 US\$'000
Cash flows from financing activities				
Decrease/(increase) in net amount due from related parties	25,921	(4,571)	47,071	4,672
Increase in net amount due from joint ventures	(22,884)	(11,328)	(11,253)	(14,148)
Increase in net amount due from associates	(10,182)	(13,823)	(37,879)	(23,836)
Increase/(decrease) in advances from non-controlling shareholders	2,675	(43,658)	19,631	(37,999)
Proceeds from/(repayment of) loans and borrowings	660,798	(1,448,325)	6,338,583	685,065
Increase in fixed deposits pledged with financial institutions for bank facilities	(1,140,145)	(423,831)	(3,313,731)	(1,646,742)
(Increase)/decrease in other financial receivables	(436,869)	4,245,128	462,691	2,869,677
Decrease/(increase) in other deposits with maturity more than 3 months	1,026,739	(1,030,184)	62,672	(1,110,750)
Interest paid	(8,700)	(8,120)	(14,288)	(20,621)
Net cash flow from acquisition of additional interest in subsidiaries	(56,624)	(3,866)	(58,507)	(164,354)
Shares buy-back held as treasury shares	(42,049)	(141,009)	(97,503)	(141,009)
Dividends paid by the Company	(231,768)	(185,907)	(968,301)	(618,578)
Dividends paid to non-controlling shareholders by subsidiaries	(33,388)	(22,772)	(81,210)	(80,130)
Proceeds from dilution of interest in subsidiaries	-	2,019,850	-	2,021,071
Proceeds from reissuance of treasury shares by the Company	7,867	11,415	15,877	43,888
Proceeds from issue of ordinary shares by subsidiaries to non-controlling shareholders	23,189	13,254	41,416	22,538
Net cash flows (used in)/generated from financing activities	(235,420)	2,952,253	2,405,269	1,788,744
Net (decrease)/increase in cash and cash equivalents	(174,677)	395,817	4,147	534,618
Cash and cash equivalents at the beginning of the period/year	2,762,320	2,187,679	2,583,496	2,048,878
Cash and cash equivalents at the end of the period/year	2,587,643	2,583,496	2,587,643	2,583,496

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

G. Notes to the unaudited condensed interim consolidated financial statements

1. CORPORATE INFORMATION

Wilmar International Limited (the “Company”) is a limited liability company, incorporated in Singapore and is listed on the Singapore Exchange Securities Trading Limited (“SGX-ST”). These unaudited condensed interim consolidated financial statements as at and for the six months and full year ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the Group).

The registered office and principal place of business of the Company is located at 28 Biopolis Road, Wilmar International, Singapore 138568.

The principal activities of the Company are those of investment holding and the provision of management services to its subsidiaries, joint ventures and associates. The principal activities of the significant subsidiaries are disclosed in the Group’s annual consolidated financial statements as at 31 December 2020.

2 BASIS OF PREPARATION

The unaudited condensed interim consolidated financial statements for the six months ended 31 December 2021 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The unaudited 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 of the Group since the last condensed interim consolidated financial statements for the period ended 30 June 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The unaudited condensed interim consolidated financial statements are presented in US Dollars (“USD” or “US\$”), which is also the parent company’s functional currency, except when otherwise indicated. All values in the tables are rounded to the nearest thousands (US\$’000) except when otherwise indicated.

2.1 ADOPTION OF NEW AND AMENDED SFRS(I)

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial period and year, the Group has adopted all the new and revised standards that are effective for annual financial periods beginning on or after 1 January 2021. The adoption of these standards did not have any material effect on the financial performance or position of the Group and the Company.

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

2.2. USE OF JUDGEMENTS AND ESTIMATES

In preparing the unaudited condensed interim consolidated financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management 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. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next interim period are disclosed below.

(a) Impairment of goodwill and brands

The Group determines whether goodwill and brands are impaired on an annual basis or when there is an indication of impairment. This requires an estimation of the value in use of the cash-generating unit (or group of cash-generating units) to which the goodwill and brands are allocated. Estimating the value in use requires the Group to make an estimate of the expected future cash flows from the cash-generating unit (or group of cash-generating units) and also to choose a suitable discount rate in order to calculate the present value of those cash flows. The carrying amount of the Group's goodwill and brands as at 31 December 2021 were approximately US\$3,819,147,000 (31 December 2020: US\$3,868,037,000) and US\$1,552,461,000 (31 December 2020: US\$1,552,654,000) respectively.

(b) Income and deferred taxes

The Group has exposure to income taxes in various jurisdictions. Significant judgement is involved in determining the Group-wide provision for income taxes. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognises liabilities for expected tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made. The carrying amounts of the Group's income tax payable, deferred tax assets and deferred tax liabilities as at 31 December 2021 were approximately US\$288,652,000 (31 December 2020: US\$331,740,000), US\$204,495,000 (31 December 2020: US\$203,494,000) and US\$367,713,000 (31 December 2020: US\$298,817,000) respectively.

3. SEASONAL OPERATIONS

The Group's seasonal peak sales period is typically in the second half of the year.

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

4. PROFIT BEFORE TAX

4.1 The following items have been included in arriving at profit before tax:

	Group			
	6 months ended 31 December 2021 US\$'000	6 months ended 31 December 2020 US\$'000	12 months ended 31 December 2021 US\$'000	12 months ended 31 December 2020 US\$'000
Depreciation and impairment loss of property, plant and equipment and bearer plants - net	(591,222)	(562,577)	(1,143,202)	(1,055,441)
Amortisation of intangible assets	(1,619)	(1,301)	(3,454)	(2,554)
Loss on disposal of property, plant and equipment	(402)	(7,771)	(6,780)	(12,694)

4.2 Related party disclosures

Sale and purchase of goods and services

The following significant transactions between the Group and related parties took place on terms agreed between the parties during the financial period and year:

	Group			
	6 months ended 31 December 2021 US\$'000	6 months ended 31 December 2020 US\$'000	12 months ended 31 December 2021 US\$'000	12 months ended 31 December 2020 US\$'000
Related parties				
Purchase of goods	591,166	492,145	1,110,708	970,947
Sale of goods	316,961	120,851	492,549	226,089
Joint ventures				
Purchase of goods	541,702	454,789	1,119,880	999,339
Sale of goods	1,227,406	724,058	2,022,374	1,232,831
Associates				
Purchase of goods	695,806	413,940	1,022,030	787,304
Sale of goods	630,141	500,655	1,101,038	860,827

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

5. INCOME TAX EXPENSE

The major components of income tax expense in the unaudited condensed interim consolidated income statement are:

	Group			
	6 months ended 31 December 2021 US\$'000	6 months ended 31 December 2020 US\$'000	12 months ended 31 December 2021 US\$'000	12 months ended 31 December 2020 US\$'000
Consolidated Income Statement				
<i>Current income tax - continuing operations</i>				
Current period/year	247,539	356,991	646,976	567,875
Under/(over) provision in respect of previous periods/years	1,785	11,047	(22,813)	(1,894)
	249,324	368,038	624,163	565,981
<i>Deferred income tax - continuing operations</i>				
Origination and reversal of temporary differences	92,117	68,686	55,795	32,848
Under provision in respect of previous periods/years	8,197	7,341	19,644	21,259
Income tax expense recognised in the income statement	349,638	444,065	699,602	620,088
Deferred income tax related to other comprehensive income:				
Net tax charges/(credit) in fair value of derivative financial instruments designated as cash flow hedges and others	7,705	(4,403)	4,916	(2,865)

6. PROPERTY, PLANT AND EQUIPMENT

During the financial year, the Group acquired assets amounting to US\$2,524,545,000 (2020: US\$1,992,847,000) and disposed of assets amounting to US\$92,299,000 (2020: US\$66,441,000), resulting in a net loss on disposal of US\$6,780,000 (2020: US\$12,694,000 net loss on disposal).

During the six months ended 31 December 2021, the Group acquired assets amounting to US\$1,455,416,000 (six months ended 31 December 2020: US\$1,180,011,000) and disposed of assets amounting to US\$65,867,000 (six months ended 31 December 2020: US\$39,219,000), resulting in a net loss on disposal of US\$402,000 (six months ended 31 December 2020: US\$7,771,000 net loss on disposal).

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

7. DERIVATIVE FINANCIAL INSTRUMENTS

	Group					
	31 December 2021			31 December 2020		
	Contract/ Notional amount US\$'000	Assets US\$'000	Liabilities US\$'000	Contract/ Notional amount US\$'000	Assets US\$'000	Liabilities US\$'000
Forward currency contracts, options and cross currency interest rate swaps	14,669,666	137,265	180,912	10,576,276	185,348	254,837
Futures, options and swap contracts	10,436,870	264,288	331,230	11,447,195	341,894	596,679
Interest rate swap	117,106	-	6,045	1,113,978	-	10,972
Fair value of firm commitment contracts	7,282,237	174,384	103,704	6,952,962	175,195	81,077
Total derivative financial instruments		575,937	621,891		702,437	943,565
Less: Current portion		(563,981)	(566,612)		(641,249)	(893,729)
Non-current portion		11,956	55,279		61,188	49,836

The Group classifies derivative financial instruments as financial assets/liabilities at fair value through profit or loss. The Group does not apply hedge accounting, except for those designated as hedges of commodity products, Medium Term Notes and foreign exchange risk.

Certain derivative transactions that are not transacted on an exchange are entered into under International Swaps and Derivatives Association (ISDA) Master Netting Agreements and Long Form Confirmations. In general, the amounts owed by each counterparty that are due on a single day in respect of all transactions outstanding in the same currency under the agreement are aggregated into a single net amount being payable by one party to the other. In certain circumstances, for example when a credit event such as a default occurs, all outstanding transactions under the agreement are terminated, the termination value is assessed and only a single net amount is due or payable in settlement of all transactions.

8. LOANS AND BORROWINGS

	Group			
	31 December 2021		31 December 2020	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
(a) Amount repayable in one year or less, or on demand	869,677	21,422,158	347,211	16,798,683
(b) Amount repayable after one year	1,406,709	5,415,937	707,534	5,296,044
	2,276,386	26,838,095	1,054,745	22,094,727

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

9. SHARE CAPITAL TREASURY SHARES

(a) Share capital

	Group		Company	
	Number of shares		Number of shares	
	'000	US\$'000	'000	US\$'000
At 1 January 2020, 31 December 2020, 1 January 2021 and 31 December 2021	6,403,402	8,458,995	6,403,402	8,895,134

The holders of ordinary shares, except for treasury shares, are entitled to receive dividends as and when declared by the Company. All ordinary shares, except for treasury shares, carry one vote per share without restrictions. The ordinary shares have no par value. All the above issued ordinary shares are fully paid.

The Company has granted options to both directors and executives of the Group to subscribe for the Company's ordinary shares.

As at 31 December 2021, the issued and paid up capital excluding treasury shares comprised 6,295,172,000 (31 December 2020: 6,316,232,000) ordinary shares.

(b) Treasury shares

	Group and Company	
	Number of shares	
	'000	US\$'000
At 1 January 2020	(62,529)	(122,579)
Acquired during the financial year	(44,716)	(141,009)
Reissued pursuant to employee share option plans:		
- For cash on exercise of employee share options	20,075	43,888
- Transferred from employee share option reserve	-	8,382
- Transferred to general reserve on reissuance of treasury shares	-	(10,721)
	20,075	41,549
At 31 December 2020 and 1 January 2021	(87,170)	(222,039)
Acquired during the financial year	(28,047)	(97,503)
Reissued pursuant to employee share option plans:		
- For cash on exercise of employee share options	6,987	15,877
- Transferred from employee share option reserve	-	2,905
- Transferred to general reserve on reissuance of treasury shares	-	(4,126)
	6,987	14,656
At 31 December 2021	(108,230)	(304,886)

Treasury shares relate to ordinary shares of the Company that are held by the Company.

28,047,000 shares (31 December 2020: 44,716,000) had been acquired during the financial year.

Options for a total of 6,987,000 ordinary shares (31 December 2020: 20,075,000) were exercised during the financial year pursuant to Wilmar ESOS 2009.

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

10. FAIR VALUE OF ASSETS AND LIABILITIES

Fair value of assets and liabilities that are carried at fair value

The following table shows an analysis of assets and liabilities carried at fair value by level of fair value hierarchy:

	Group			Total US\$'000
	Quoted prices in active markets for identical instruments (Level 1) US\$'000	Significant other observable inputs (Level 2) US\$'000	Significant unobservable inputs (Level 3) US\$'000	
2021				
Assets measured at fair value				
Financial assets:				
Investment securities at FVOCI	35,058	263,557	66,686	365,301
Investment securities at FVPL	326,846	-	-	326,846
Derivatives:				
- Forward currency contracts, options and cross currency interest rate swaps	-	137,265	-	137,265
- Futures, options, swap contracts, interest rate swap and firm commitment contracts	232,664	206,008	-	438,672
At 31 December 2021	594,568	606,830	66,686	1,268,084
Non-financial assets:				
Biological assets	-	-	66,012	66,012
Investment properties	-	-	38,286	38,286
At 31 December 2021	-	-	104,298	104,298
Liabilities measured at fair value				
Financial liabilities:				
Derivatives:				
- Forward currency contracts, options and cross currency interest rate swaps	-	180,912	-	180,912
- Futures, options, swap contracts, interest rate swap and firm commitment contracts	298,379	142,600	-	440,979
At 31 December 2021	298,379	323,512	-	621,891

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

10. FAIR VALUE OF ASSETS AND LIABILITIES (CONTINUED)

Fair value of assets and liabilities that are carried at fair value (continued)

	Group			Total US\$'000
	Quoted prices in active markets for identical instruments (Level 1) US\$'000	Significant other observable inputs (Level 2) US\$'000	Significant unobservable inputs (Level 3) US\$'000	
2020				
Assets measured at fair value				
Financial assets:				
Investment securities at FVOCI	46,826	252,869	71,113	370,808
Investment securities at FVPL	286,706	-	-	286,706
Derivatives:				
- Forward currency contracts, options and cross currency interest rate swaps	-	185,348	-	185,348
- Futures, options, swap contracts, interest rate swap and firm commitment contracts	270,805	246,284	-	517,089
At 31 December 2020	604,337	684,501	71,113	1,359,951
Non-financial assets:				
Biological assets	-	-	44,724	44,724
Investment properties	-	-	32,475	32,475
At 31 December 2020	-	-	77,199	77,199
Liabilities measured at fair value				
Financial liabilities:				
Derivatives:				
- Forward currency contracts, options and cross currency interest rate swaps	-	254,837	-	254,837
- Futures, options, swap contracts, interest rate swap and firm commitment contracts	551,599	137,129	-	688,728
At 31 December 2020	551,599	391,966	-	943,565

Fair value hierarchy

The Group classifies fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date,
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices), and
- Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

10. FAIR VALUE OF ASSETS AND LIABILITIES (CONTINUED)

Fair value of assets and liabilities that are carried at fair value (continued)

Methods and assumptions used to determine fair values

The methods and assumptions used by management to determine fair values of assets and liabilities other than those whose carrying amounts reasonably approximate their fair values are as follows:

Assets and liabilities	Methods and assumptions
<ul style="list-style-type: none">• Quoted equity instruments	Other than the quoted equity instruments disclosed in level 3, fair value is determined directly by reference to their published market bid price at the balance sheet date.
<ul style="list-style-type: none">• Investment funds	The fair value is determined by reference to valuation provided by non-related fund managers.
<ul style="list-style-type: none">• Unquoted equity instruments	The fair value is derived using valuation methods which include earnings multiple approach and discounted cash flows.
<ul style="list-style-type: none">• Forward currency contracts	Fair value of forward currency contracts is calculated by reference to current forward exchange rates for contracts with similar maturity profiles.
<ul style="list-style-type: none">• Futures, options and swap contracts, interest rate swap and firm commitment contracts	Where available, quoted market prices are used as a measure of fair values for the outstanding contracts. Where the quoted market prices are not available, the fair values are based on management's best estimate and are arrived at by reference to the market prices of another contract that is substantially similar.
<ul style="list-style-type: none">• Biological assets	Fair value of biological assets has been determined based on the market price and the estimated yield of FFB, net of maintenance and harvesting costs, overhead costs and estimated cost to sell.
<ul style="list-style-type: none">• Investment properties	The fair value of investment property is based on current and estimated future rental income generated from comparable properties.

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

10. FAIR VALUE OF ASSETS AND LIABILITIES (CONTINUED)

Fair value of assets and liabilities that are carried at fair value (continued)

Movements in Level 3 assets and liabilities measured at fair value

The following table presents the reconciliation for all assets and liabilities measured at fair value based on significant unobservable inputs (Level 3).

	Group			
	Investment securities US\$'000	Biological assets US\$'000	Investment properties US\$'000	Total US\$'000
At 1 January 2020	186,515	38,641	33,181	258,337
Total gain/(loss) recognised in the income statement:				
- Net gain arising from changes in fair value of biological assets	-	6,107	-	6,107
- Net loss arising from fair value adjustment of investment properties	-	-	(2,834)	(2,834)
Additions	132	-	-	132
Disposals	(41,079)	-	-	(41,079)
Total (loss)/gain recognised in the other comprehensive income:				
- Net loss arising from changes in fair value	(78,023)	-	-	(78,023)
- Foreign currency translation	3,568	(24)	2,128	5,672
At 31 December 2020	71,113	44,724	32,475	148,312
At 1 January 2021	71,113	44,724	32,475	148,312
Total gain recognised in the income statement:				
- Net gain arising from changes in fair value of biological assets	-	21,335	-	21,335
- Net loss arising from fair value adjustment of investment properties	-	-	2,129	2,129
Additions	1,114	-	-	1,114
Transfer from property, plant and equipment	-	-	2,758	2,758
Transfer to level 2	(8,096)	-	-	(8,096)
Total gain/(loss) recognised in the other comprehensive income:				
- Net gain arising from changes in fair value	4,820	-	-	4,820
- Foreign currency translation	(2,265)	(47)	924	(1,388)
At 31 December 2021	66,686	66,012	38,286	170,984

There has been no transfer from Level 1 and Level 2 to Level 3 for the financial year ended 31 December 2020 and 31 December 2021.

There has been transfer of investment securities from Level 3 to Level 2 for the financial year ended 31 December 2021 based on offer received.

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

10. FAIR VALUE OF ASSETS AND LIABILITIES (CONTINUED)

Fair value of assets and liabilities that are carried at fair value (continued)

Impact of changes to key assumptions Level 3 fair value measurement of financial instruments

The following table shows the impact on Level 3 fair value measurement of financial instruments by using reasonably possible alternative assumptions:

	Group			
	31 December 2021 US\$'000		31 December 2020 US\$'000	
	Carrying amount	Effect of reasonably possible alternative assumptions	Carrying amount	Effect of reasonably possible alternative assumptions
Investment securities				
- Quoted equity instruments	35,270	(i)	37,416	(i)
- Unquoted equity instruments	31,416	(ii)	33,697	(ii)

- (i) The fair value of the quoted equity instruments is estimated using a discounted cash flow model, which includes some assumptions that are not supported by observable market data, including future estimated dividend income.
- (ii) The estimated fair value of unquoted equity instruments were determined based on valuation methods including the earnings multiple approach and discounted cash flow model.

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

11. SEGMENT AND REVENUE INFORMATION

Reporting format

For the management purposes, the Group is organised into business units based on the types of products and services, and has four reportable operating segments as follows:

Food Products

This segment comprises the processing, branding and distribution of a wide range of edible food products, which includes vegetable oil produced from palm and oilseeds, sugar, flour, rice, noodles, specialty fats, snacks, bakery and dairy products. These food products are sold in either consumer and medium packaging or in bulk depending on customer requirements.

Feed and Industrial Products

This segment comprises the processing, merchandising and distribution of products, which includes animal feeds, non-edible palm and lauric products, agricultural commodities, oleochemicals, gas oil and biodiesel.

Plantation and Sugar Milling

This segment comprises oil palm plantation and sugar milling activities, which includes the cultivation and milling of palm oil and sugarcane.

Others

This segment includes logistics & jetty port services and investment activities.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain aspects, is measured differently from operating profit or loss in the consolidated financial statements. Group income taxes are managed on a group basis and are not allocated to operating segments.

Allocation basis and transfer pricing

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly income tax, deferred tax assets and liabilities, loans and borrowings, corporate assets and related expenses.

Inter-segment sales took place on terms agreed between the various business segments. Segment revenue, expenses and results include transfers between business segments. These transfers are eliminated on consolidation.

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

11. SEGMENT AND REVENUE INFORMATION (CONTINUED)

	Food Products US\$'000	Feed and Industrial Products US\$'000	Plantation and Sugar Milling US\$'000	Others US\$'000	Eliminations US\$'000	Per Consolidated Financial Statements US\$'000
6 months ended 31 December 2021						
Revenue:						
Sales to external customers	15,539,694	19,696,227	958,319	64,962	-	36,259,202
Inter-segment	323,065	2,034,203	1,246,398	96,712	(3,700,378)	-
Total revenue	15,862,759	21,730,430	2,204,717	161,674	(3,700,378)	36,259,202
Results:						
Segment results	252,602	782,195	400,099	38,488	-	1,473,384
Share of results of joint ventures	(1,379)	24,343	-	577	-	23,541
Share of results of associates	26,734	(11,347)	31,063	10,301	-	56,751
Unallocated expenses						(3,323)
Profit before tax						1,550,353
Income tax expense						(349,638)
Profit for the period						1,200,715

	Food Products US\$'000	Feed and Industrial Products US\$'000	Plantation and Sugar Milling US\$'000	Others US\$'000	Eliminations US\$'000	Per Consolidated Financial Statements US\$'000
6 months ended 31 December 2020						
Revenue:						
Sales to external customers	12,921,181	14,270,359	355,515	322,022	-	27,869,077
Inter-segment	297,604	1,744,553	857,726	102,301	(3,002,184)	-
Total revenue	13,218,785	16,014,912	1,213,241	424,323	(3,002,184)	27,869,077
Results:						
Segment results	657,391	425,139	187,773	100,727	-	1,371,030
Share of results of joint ventures	(3,570)	37,976	-	(1,782)	-	32,624
Share of results of associates	52,126	78	27,683	5,607	-	85,494
Unallocated expenses						(2,578)
Profit before tax						1,486,570
Income tax expense						(444,065)
Profit for the period						1,042,505

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

11. SEGMENT AND REVENUE INFORMATION (CONTINUED)

	Food Products US\$'000	Feed and Industrial Products US\$'000	Plantation and Sugar Milling US\$'000	Others US\$'000	Eliminations US\$'000	Per Consolidated Financial Statements US\$'000
12 months ended 31 December 2021						
Revenue:						
Sales to external customers	28,966,864	35,227,767	1,468,943	130,045	-	65,793,619
Inter-segment	541,286	3,666,756	2,181,996	168,428	(6,558,466)	-
Total revenue	29,508,150	38,894,523	3,650,939	298,473	(6,558,466)	65,793,619
Results:						
Segment results	680,936	1,261,026	564,051	47,224	-	2,553,237
Share of results of joint ventures	2,583	60,731	-	234	-	63,548
Share of results of associates	50,829	27,650	59,980	17,488	-	155,947
Unallocated expenses						(6,871)
Profit before tax						2,765,861
Income tax expense						(699,602)
Profit for the year						2,066,259
Assets and Liabilities: (As at 31 December 2021)						
Segment assets	23,133,013	23,903,379	6,914,459	8,688,934	(7,762,512)	54,877,273
Investment in joint ventures	304,662	326,220	-	690	-	631,572
Investment in associates	1,021,406	842,309	489,376	521,865	-	2,874,956
Unallocated assets						334,645
Total assets						58,718,446
Segment liabilities	15,498,435	15,911,456	2,760,326	8,664,906	(7,762,512)	35,072,611
Unallocated liabilities						1,043,506
Total liabilities						36,116,117

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

11. SEGMENT AND REVENUE INFORMATION (CONTINUED)

	Food Products US\$'000	Feed and Industrial Products US\$'000	Plantation and Sugar Milling US\$'000	Others US\$'000	Eliminations US\$'000	Per Consolidated Financial Statements US\$'000
12 months ended 31 December 2020						
Revenue:						
Sales to external customers	23,208,554	26,068,395	662,369	587,476	-	50,526,794
Inter-segment	388,125	2,864,195	1,492,038	193,119	(4,937,477)	-
Total revenue	23,596,679	28,932,590	2,154,407	780,595	(4,937,477)	50,526,794
Results:						
Segment results	1,152,398	795,877	104,832	59,237	-	2,112,344
Share of results of joint ventures	18,189	51,081	-	1,853	-	71,123
Share of results of associates	79,563	(2,149)	42,437	11,211	-	131,062
Unallocated expenses						(3,467)
Profit before tax						2,311,062
Income tax expense						(620,088)
Profit for the year						1,690,974
Assets and Liabilities: (As at 31 December 2020)						
Segment assets	19,234,743	19,612,155	5,667,814	8,901,258	(6,069,963)	47,346,007
Investment in joint ventures	341,091	279,824	-	3,244	-	624,159
Investment in associates	951,533	808,946	478,813	487,030	-	2,726,322
Unallocated assets						323,488
Total assets						51,019,976
Segment liabilities	12,571,693	11,493,671	1,639,478	8,884,460	(6,069,963)	28,519,339
Unallocated liabilities						1,117,330
Total liabilities						29,636,669

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

11. SEGMENT AND REVENUE INFORMATION (CONTINUED)

Geographical information

Revenue information based on the geographical location of customers as follows:

	Revenues			
	6 months ended 31 December 2021 US\$'million	6 months ended 31 December 2020 US\$'million	12 months ended 31 December 2021 US\$'million	12 months ended 31 December 2021 US\$'million
South East Asia	8,283	5,180	14,995	10,097
People's Republic of China	17,146	15,626	31,544	27,570
India	936	778	1,853	1,251
Europe	1,515	794	2,548	1,649
Australia/New Zealand	1,543	1,327	2,711	2,315
Africa	2,790	1,938	5,036	3,154
Others	4,046	2,226	7,107	4,491
	36,259	27,869	65,794	50,527

Breakdown of sales

	FY2021 US\$'000	FY2020 US\$'000	Change %
(a) Sales reported for first half year	29,534,417	22,657,717	30.4%
(b) Operating profit after tax before deducting non-controlling interests reported for first half	865,544	648,469	33.5%
(c) Sales reported for second half year	36,259,202	27,869,077	30.1%
(d) Operating profit after tax before deducting non-controlling interests reported for second half	1,200,715	1,042,505	15.2%

G. Notes to the unaudited condensed interim consolidated financial statements (continued)

12. DIVIDENDS

	12 months ended 31 December 2021	12 months ended 31 December 2020
	SGD per share	SGD per share
Interim ordinary dividend	0.050	0.040
Final ordinary dividend	0.105	0.090
Total interim and final dividend	0.155	0.130
Special dividend	-	0.065
Total dividend	0.155	0.195

	12 months ended 31 December 2021	12 months ended 31 December 2020
	US\$'000	US\$'000
Annual Dividend		
Ordinary		
- Interim	231,768	185,907
- Final #	487,923	427,664
- Special	-	308,869
Total	719,691	922,440

Final ordinary dividend is estimated based on number of shares outstanding (excluding treasury shares) as at 31 January 2022.

H. Other information required by listing rule appendix 7.2

1. Review

The condensed interim balance sheets of Wilmar International Limited and its subsidiaries as at 31 December 2021 and the related condensed interim consolidated income statement, condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated cash flow statement for the six months and full year ended 31 December 2021 and certain explanatory notes have not been audited or reviewed by the Company's auditors.

2. Review of performance of the Group

Overview

FY2021 was an excellent year for the Group, achieving record core net profit of US\$1.84 billion (FY2020: US\$1.49 billion), a 24.0% increase from prior year. Including non-operating gains, net profit for the year increased by 23.2% to US\$1.89 billion (FY2020: US\$1.53 billion). The solid results were achieved on the back of strong performance in the third and fourth quarter of the year. The Group also saw a jump in its core net profit by 30.5% to US\$1.11 billion in 2H2021 (2H2020: US\$850.8 million). This is the highest full year and second half net profits attained by the Group since listing.

Strong performance in the Feed and Industrial Products segment and Plantation and Sugar Milling segment continued into the second half of the year. The favourable performance in the Feed and Industrial Products segment was on the back of good refining margins and sustained sales volume from midstream tropical oil operations, as well as steady contributions from sugar merchandising activities, though these were partially impacted by thinner margins and weaker sales volume from soybean crushing activities. Higher palm oil and sugar prices further drove the growth for Plantation and Sugar Milling segment in 2H2021. Nevertheless, high raw material cost impacted the Food Products segment, as raw material cost increased faster than selling price adjustments. Strong growth from the Group's investments in Africa contributed favourably to the Group's results in 2H2021 but overall contribution from investments was affected by weaker share of results mainly from the Group's associates and joint ventures in China and Europe. Together with the gains from non-operating items and changes in fair value of biological assets, net profit for 2H2021 improved by 23.4% to US\$1.14 billion (2H2020: US\$923.6 million).

Revenue and Cost of Sales

Revenue for 2H2021 increased by 30.1% to US\$36.26 billion (2H2020: US\$27.87 billion) mainly as a result of higher commodity prices during the said period. In addition, sales volume for medium pack and bulk Food Products and tropical oils grew during the period, though the growth was dampened by weaker oilseeds and grains and sugar merchandising sales. Correspondingly, cost of sales for the period increased by 30.6% to US\$32.40 billion (2H2020: US\$24.80 billion).

Revenue for the full year increased by 30.2% to US\$65.79 billion (FY2020: US\$50.53 billion) while cost of sales increased by 30.4% to US\$58.60 billion (FY2020: US\$44.93 billion).

Finance Income

Finance Costs

	2H2021	2H2020	FY2021	FY2020
	US\$ million	US\$ million	US\$ million	US\$ million
Finance income	174.6	183.4	335.3	419.8
Finance costs	(316.1)	(250.5)	(588.4)	(651.1)

Finance income decreased by 4.8% to US\$174.6 million in 2H2021 (2H2020: US\$183.4 million) upon the maturity of higher yielding deposits that were placed in the earlier part of 2020. Finance cost increased by 26.2% to US\$316.1 million in 2H2021 (2H2020: US\$250.5 million) due to higher average borrowings, in line with the increase in commodity prices and increasing interest rates during the said period. Similarly, for FY2021, finance income decreased by 20.1% to US\$335.3 million (FY2020: US\$419.8 million) while finance cost decreased by 9.6% to US\$588.4 million (FY2020: US\$651.1 million).

H. Other information required by listing rule appendix 7.2 (continued)

Other Operating Items – Net

	2H2021	2H2020	FY2021	FY2020
	US\$ million	US\$ million	US\$ million	US\$ million
Other operating income	142.9	250.1	255.5	334.9
Other operating expenses	(104.2)	(93.6)	(196.8)	(176.8)
Other operating items – net	38.7	156.5	58.7	158.1

Net other operating gains were lower at US\$38.7 million in 2H2021 (2H2020: US\$156.5 million gain) and at US\$58.7 million for FY2021 (FY2020: US\$158.1 million) mainly due to higher foreign exchange loss arising from the revaluation of the Group's financial assets and liabilities. The decrease in net other operating gains for FY2021 was offset by a decrease in non-cash impairment of sugar assets in India in 1H2021.

Taking into account the foreign exchange impact arising from forward exchange instruments entered into for hedging purposes reported under cost of sales, the Group recorded net foreign exchange losses of US\$16.0 million (2H2020: US\$50.9 million gain) and US\$28.4 million (FY2020: US\$56.3 million gain) in 2H2021 and FY2021 respectively.

Selling and Distribution Expenses

Selling and distribution expenses increased by 29.4% to US\$1.77 billion in 2H2021 (2H2020: US\$1.37 billion) mainly due to higher export duties as a result of increased CPO prices during the period, as well as higher freight charges incurred as global freight rates increased. For FY2021, selling and distribution expenses increased by 35.6% to US\$3.41 billion (FY2020: US\$2.52 billion).

Administrative Expenses

Administrative expenses, comprising mainly personnel costs, IT related costs and depreciation charges, increased by 11.1% to US\$556.9 million in 2H2021 (2H2020: US\$501.2 million) and 14.7% to US\$1.10 billion in FY2021 (FY2020: US\$955.5 million). This is in line with the growth of the Group's business.

Non-operating Items

The Group recorded non-operating gains of US\$15.9 million in 2H2021 (2H2020: US\$72.3 million) mainly from lower investment income and gains arising from investment securities. The gains were higher in prior period due to the volatile stock market conditions globally in early 2020, and the strong recovery in equity market conditions in 2H2020. Non-operating gains for the full year were US\$36.9 million (FY2020: US\$51.5 million), mainly from investment income.

Share of Results of Joint Ventures & Associates

The Group's investment in Africa performed well in 2H2021 and contributed favourably to the Group's share of results of joint ventures and associates. Nevertheless, overall share of results of joint ventures and associates for 2H2021 was lower at US\$80.3 million in 2H2021 (2H2020: US\$118.1 million) as it was impacted by weaker results mainly from investments in China and Europe. Together with strong contributions from the Group's investments in 1H2021, overall share of results of joint ventures and associates increased by 8.6% to US\$219.5 million in FY2021 (FY2020: US\$202.2 million).

Income Tax Expense

Effective tax rate for the Group was 23.8% in 2H2021 (2H2020: 32.5%) and 27.5% in FY2021 (FY2020: 29.4%) as a result of changes in composition of profits from different tax jurisdictions.

H. Other information required by listing rule appendix 7.2 (continued)

Group Financial Performance by Business Segment

Sales Volume of Key Segments

	Sales Volume			Sales Volume		
	2H2021 MT'000	2H2020 MT'000	Inc/(Dec) %	FY2021 MT'000	FY2020 MT'000	Inc/(Dec) %
Food Products						
- Consumer Products	4,436	4,697	-5.6%	8,539	9,423	-9.4%
- Medium Pack and Bulk	10,513	10,256	2.5%	19,726	17,794	10.9%
Feed and Industrial Products						
- Tropical Oils	11,839	11,512	2.8%	22,808	22,226	2.6%
- Oilseeds and Grains	11,125	11,889	-6.4%	20,199	22,071	-8.5%
- Sugar	5,854	8,338	-29.8%	11,987	13,787	-13.1%
Plantation and Sugar Milling #						
- Sugar Milling	2,246	2,206	1.8%	3,300	3,527	-6.4%

Excludes oil palm plantation volume

Six Months Ended 31 December

Revenue	2H2021 US\$'000	2H2020 US\$'000	Variance	
			US\$'000	%
Food Products				
- Consumer Products	6,453,651	5,864,015	589,636	10.1%
- Medium Pack and Bulk	9,409,108	7,354,770	2,054,338	27.9%
Feed and Industrial Products				
- Tropical Oils	13,708,802	8,715,961	4,992,841	57.3%
- Oilseeds and Grains	5,184,324	4,585,194	599,130	13.1%
- Sugar	2,837,304	2,713,757	123,547	4.6%
Plantation and Sugar Milling				
- Oil Palm Plantation	1,416,461	653,340	763,121	116.8%
- Sugar Milling	788,256	559,901	228,355	40.8%
Others	161,674	424,323	(262,649)	-61.9%
Eliminations	(3,700,378)	(3,002,184)	(698,194)	-23.3%
Total revenue	36,259,202	27,869,077	8,390,125	30.1%

Twelve Months Ended 31 December

Revenue	FY2021 US\$'000	FY2020 US\$'000	Variance	
			US\$'000	%
Food Products				
- Consumer Products	12,171,630	11,167,695	1,003,935	9.0%
- Medium Pack and Bulk	17,336,520	12,428,984	4,907,536	39.5%
Feed and Industrial Products				
- Tropical Oils	24,218,630	16,240,437	7,978,193	49.1%
- Oilseeds and Grains	9,242,704	8,130,699	1,112,005	13.7%
- Sugar	5,433,189	4,561,454	871,735	19.1%
Plantation and Sugar Milling				
- Oil Palm Plantation	2,435,086	1,137,893	1,297,193	114.0%
- Sugar Milling	1,215,853	1,016,514	199,339	19.6%
Others	298,473	780,595	(482,122)	-61.8%
Eliminations	(6,558,466)	(4,937,477)	(1,620,989)	-32.8%
Total revenue	65,793,619	50,526,794	15,266,825	30.2%

H. Other information required by listing rule appendix 7.2 (continued)

Six Months Ended 31 December

Profit before tax	2H2021	2H2020	Variance	
	US\$'000	US\$'000	US\$'000	%
Food Products	252,602	657,391	(404,789)	-61.6%
Feed and Industrial Products	782,195	425,139	357,056	84.0%
Plantation and Sugar Milling	400,099	187,773	212,326	113.1%
Others	38,488	100,727	(62,239)	-61.8%
Share of results of joint ventures	23,541	32,624	(9,083)	-27.8%
Share of results of associates	56,751	85,494	(28,743)	-33.6%
Unallocated expenses #	(3,323)	(2,578)	(745)	-28.9%
Total profit before tax	1,550,353	1,486,570	63,783	4.3%

Twelve Months Ended 31 December

Profit before tax	FY2021	FY2020	Variance	
	US\$'000	US\$'000	US\$'000	%
Food Products	680,936	1,152,398	(471,462)	-40.9%
Feed and Industrial Products	1,261,026	795,877	465,149	58.4%
Plantation and Sugar Milling	564,051	104,832	459,219	438.1%
Others	47,224	59,237	(12,013)	-20.3%
Share of results of joint ventures	63,548	71,123	(7,575)	-10.7%
Share of results of associates	155,947	131,062	24,885	19.0%
Unallocated expenses #	(6,871)	(3,467)	(3,404)	-98.2%
Total profit before tax	2,765,861	2,311,062	454,799	19.7%

Unallocated expenses refer to expenses in relation to the grant of share options to employees.

H. Other information required by listing rule appendix 7.2 (continued)

Food Products (Consumer Products, Medium Pack and Bulk)

This segment recorded an overall volume growth of 3.9%, with sales volume increasing to 28.3 million MT in FY2021 (FY2020: 27.2 million MT). The growth in sales volume was mainly driven by its medium pack and bulk sales, as the relaxation of Covid-19 restrictions in countries globally saw consumer consumption trend in FY2021 reverting to pre-Covid pattern. Compared to FY2020, more people dined out in FY2021, resulting in stronger demand from the HORECA and food processing industries. The Group also focused on its rice and flour expansion plans, leading these businesses to record strong volume growth during the year. Nevertheless, the segment was impacted by high raw material cost during the year, resulting in lower profits of US\$680.9 million (FY2020: US\$1.15 billion).

Overall sales volume for 2H2021 was comparable with 2H2020 at 14.9 million MT. Medium pack and bulk products sales volume grew by 2.5% in 2H2021 to 10.5 million MT (2H2020: 10.3 million MT), while consumer products sales decreased by 5.6% to 4.4 million MT (2H2020: 4.7 million MT). However, this lower rate of decrease in consumer pack sales volume in 2H2021 compared to 1H2021 reflected the improvement in our sales activities in the second half of the year.

Despite the decrease in sales volume, overall revenue from consumer pack sales increased by 10.1% in 2H2021 to US\$6.45 billion (2H2020: US\$5.86 billion) as a result of upward selling price adjustments to consumer pack products, while revenue of medium pack and bulk products grew by 27.9% to US\$9.41 billion (2H2020: US\$7.35 billion).

Feed and Industrial Products (Tropical Oils, Oilseeds and Grains and Sugar)

Profit for the segment rose by 84.0% to US\$782.2 million in 2H2021 (2H2020: US\$425.1 million). The growth was on the back of good refining margins and sustained demand for midstream tropical oils products, as well as steady contributions from sugar merchandising activities. However, soybean crushing margins were thin during the said period as hog farming margins continued to remain weak, resulting in lower demand for soybean meals. For FY2021, segment profit increased by 58.4% to US\$1.26 billion (FY2020: US\$795.9 million).

Overall volume for the segment decreased to 28.8 million MT in 2H2021 (2H2020: 31.7 million MT) and to 55.0 million MT in FY2021 (FY2020: 58.1 million MT) as a result of weaker demand for oilseeds and lower sugar merchandising activities. Revenue for the segment increased by 35.7% to US\$21.73 billion in 2H2021 (2H2020: US\$16.01 billion) and by 34.4% to US\$38.89 billion in FY2021 (FY2020: US\$28.93 billion) on the back of higher commodity prices.

Plantation and Sugar Milling

Plantation and Sugar Milling's profit more than doubled during the period, from US\$187.8 million in 2H2020 to US\$400.1 million in 2H2021 on the back of firmer oil palm and sugar prices. Unfavourable weather conditions impacted oil palm production during the current period, with production yield for palm plantations decreasing to 9.5 MT per hectare in 2H2021 (2H2020: 10.8 MT per hectare). This led to an overall decrease in fresh fruit bunches production to 1,933,504 MT in 2H2021 (2H2020: 2,121,508 MT). Together with the strong segment results in 1H2021 and absence of impairment of sugar milling assets in India, segment profit for the year increased by more than five times to US\$564.1 million (FY2020: US\$104.8 million).

Sales volume for sugar milling operations increased by 1.8% to 2.2 million MT in 2H2021 (2H2020: 2.2 million MT) whereas full year sales volume affected by weaker demand in 1H2021 decreased by 6.4% to 3.3 million MT in FY2021 (FY2020: 3.5 million MT). Backed by higher sugar prices, revenue increased by 40.8% to US\$788.3 million in 2H2021 (2H2020: US\$559.9 million) and by 19.6% to US\$1.22 billion in FY2021 (FY2020: US\$1.02 billion).

H. Other information required by listing rule appendix 7.2 (continued)

Others

This segment recorded profit before tax of US\$38.5 million in 2H2021 (2H2020: US\$100.7 million) mainly from lower mark-to-market gains and investment income from the Group's investment portfolio. Together with higher mark-to-market gains recognised in 1Q2021, full year profit of the segment was US\$47.2 million (FY2020: US\$59.2 million).

Review of Balance Sheet and Cash Flows

Higher inventory stockholding and commodity prices during the year led inventories to increase by 24.4% to US\$11.74 billion as at 31 December 2021. Average inventory turnover days also increased to 69 days in FY2021 (FY2020: 63 days). Inventory turnover days was much lower in the previous year due to the Covid-19 pandemic and lockdown situation in China in early 2020 which caused more households to stock up on food products, resulting in inventories being sold at a much faster pace.

In line with the increase in sales revenue generated by the Group, trade receivables increased by US\$1.56 billion to US\$6.83 billion in FY2021. Average turnover days for FY2021 stayed healthy and comparable at 32 days (FY2020: 32 days).

As at 31 December 2021, trade payables increased by US\$395.6 million to US\$2.01 billion in FY2021 mainly due to the increase in commodity prices. Average turnover days was lower at 12 days in FY2021 (FY2020: 14 days).

The Group generated strong operating cash flows before working capital changes of US\$3.99 billion for FY2021, on the back of the solid set of results achieved during the year. However, higher commodity prices led to a cash outflow of US\$3.10 billion on working capital. Correspondingly, this led to higher net loans and borrowings (net of other bank deposits, cash and bank balances and financial products with financial institutions – current) by US\$3.63 billion to US\$17.24 billion as of 31 December 2021, resulting in net gearing ratio increasing to 0.87x in FY2021 (FY2020: 0.72x). Adjusted net debts (excluding liquid working capital), which better reflects the Group's debt position, increased by US\$310.7 million to US\$5.35 billion as at 31 December 2021 (FY2020: US\$5.04 billion) mainly due to higher dividend payout of US\$1.05 billion and share buyback of US\$97.5 million. Adjusted net gearing ratio remains stable and healthy at 0.27x for FY2021 (FY2020: 0.27x). As at 31 December 2021, the Group has US\$25.84 billion of unutilised banking facilities.

Note : Turnover days are calculated by averaging the monthly turnover days to better reflect the true turnover period in view of the seasonality of the Group's business. Monthly turnover days are computed using revenue and cost of sales for the month.

H. Other information required by listing rule appendix 7.2 (continued)

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

No forecast was previously disclosed by the Group.

4. 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.

Over the years, our focus has always been to grow the business for the long term, devoting resources to develop businesses with synergies with our existing businesses, develop new and often difficult markets with huge potential and building integrated processing facilities which increase the competitiveness of our plants, while widening our product offerings. However, this strategy requires patience because of its long gestation in showing results. Our ability to achieve good results during the current difficult business environment is a result of the realisation of this strategy. The successful listing of our China subsidiary, Yihai Kerry Arawana Holdings Co. Ltd. in October 2020 and India joint venture, Adani Wilmar Limited in February 2022 at significant market capitalisation, reflects the tremendous value creation of this approach and the significant under-valuation of our group assets. The Group's long-term assets, including intangible assets and investments in joint ventures and associates, have a net book value of US\$23.8 billion as at 31 December 2021. However, this approach is only possible with the support of our shareholders, Board of Directors and employees with long term commitment to our Group. We will continue with this strategy and believe it will build Wilmar into a significant global food and agri business in the future.

Looking ahead, we expect sales volume for our Food Products segment to grow as we expand our plants and into central kitchen businesses in China. Soybean crushing will be challenging with high soybean prices and poor hog farming margins in China. Palm Processing, Palm Plantation and Sugar Milling segment should perform well.

Barring unforeseen circumstances, we expect results for FY2022 to be satisfactory.

H. Other information required by listing rule appendix 7.2 (continued)

5. Dividend Information

5a. Current Financial Period Reported on

Any dividend declared for the current financial period reported on?

Yes.

5b. Corresponding Period of the Immediate Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes.

Please see Note 12 for more information.

5c. Date payable

6 May 2022

5d. Books closure date

Notice is hereby given that the Share Transfer Register and Register of Members of the Company will be closed on 28 April 2022 for the purposes of determining shareholders' entitlements to the proposed final dividend of S\$0.105 per ordinary share for the financial year ended 31 December 2021 (the "Proposed Dividend").

Duly completed and stamped transfers in respect of ordinary shares not registered in the name of The Central Depository (Pte) Limited, together with all relevant documents of title thereto, received by the Company's Share Registrar, Tricor Barbinder Share Registration Services of 80 Robinson Road, #02-00, Singapore 068898, up to 5.00 pm on 27 April 2022 will be registered to determine shareholders' entitlement to the Proposed Dividend.

Shareholders (being depositors) whose securities accounts with The Central Depository (Pte) Limited are credited with the Company's ordinary shares as at 5.00 pm on 27 April 2022 will be entitled to the Proposed Dividend.

The Proposed Dividend, if approved by shareholders at the Company's Annual General Meeting will be paid on 6 May 2022.

H. Other information required by listing rule appendix 7.2 (continued)

6. Interested Person Transactions

Name of Interested Person	Aggregate value of all Interested Person Transactions during the period under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all Interested Person Transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)
	2021 US\$'000	2021 US\$'000
Archer Daniels Midland Group	NIL	1,230,060
Associates of Kuok Khoon Ean & Kuok Khoon Hua [#]	65,112	148,876
Kuok Khoon Hong's Associates	12,033	6,637
PPB Group Bhd	229,724	NIL
Kuok Brothers Sdn Bhd	559	NIL

[#] The IP associates for Mr Kuok Khoon Ean and Mr Kuok Khoon Hua are substantially the same, and are not disclosed separately to avoid duplication.

7. Confirmation pursuant to Rule 720 (1) of the SGX-ST Listing Manual

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7.7) pursuant to Rule 720 (1) of the SGX-ST Listing Manual.

BY ORDER OF THE BOARD

.....
KUOK KHOON HONG
Chairman and
Chief Executive Officer

22 February 2022

H. Other information required by listing rule appendix 7.2 (continued)

8. Disclosure of persons occupying managerial positions in the issuer or any of its principal subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13).

(i) Person related to Mr Kuok Khoon Hong (Chairman & CEO and a Substantial Shareholder of the Company)

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Teo La-Mei	62	Cousin of Mr Kuok Khoon Hong	Appointed as Group Legal Counsel & Company Secretary on 19 August 2009 Appointed as Executive Director on 21 February 2019	No Change

(ii) Persons related to Mr Kuok Khoon Ean (Non-Executive Director of the Company)

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Kuok Khoon Hong	72	Cousin of Mr Kuok Khoon Ean	Appointed as Chairman & CEO of the Wilmar Group on 14 July 2006	No Change
Teo La-Mei	62	Cousin of Mr Kuok Khoon Ean	Appointed as Group Legal Counsel & Company Secretary on 19 August 2009 Appointed as Executive Director on 21 February 2019	No Change

H. Other information required by listing rule appendix 7.2 (continued)

(iii) Persons related to Mr Kuok Khoon Hua (Non-Executive Director of the Company)

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Kuok Khoon Hong	72	Cousin of Mr Kuok Khoon Hua	Appointed as Chairman & CEO of the Wilmar Group on 14 July 2006	No Change
Teo La-Mei	62	Cousin of Mr Kuok Khoon Hua	Appointed as Group Legal Counsel & Company Secretary on 19 August 2009 Appointed as Executive Director on 21 February 2019	No Change

(iv) Person related to Ms Teo La-Mei (Executive Director of the Company)

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Kuok Khoon Hong	72	Cousin of Ms Teo La-Mei	Appointed as Chairman & CEO of the Wilmar Group on 14 July 2006	No Change