



**Global Palm Resources Holdings Limited and its subsidiaries**  
***Registration Number: 200921345M***

Condensed Interim Financial Statements  
For the six months ended 30 June 2022

**Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income  
For the six months ended 30 June 2022**

	Note	Group		
		6 months ended 30 June 2022	6 months ended 30 June 2021	Change
		Rp '000	Rp '000	%
Revenue	4	246,745,078	248,024,149	-1
Cost of sales		(133,897,677)	(174,809,030)	-23
<b>Gross profit</b>		<b>112,847,401</b>	<b>73,215,119</b>	<b>54</b>
<b>Other items of expense</b>				
Interest income	5	2,332,439	2,532,227	-8
Other income	6	8,905,976	951,814	836
Distribution expenses	6	(4,713,853)	(4,244,640)	11
Administrative expenses	6	(30,603,581)	(22,919,844)	34
Loss allowance on Plasma plantation receivables		(137,802)	(363,190)	-62
Finance costs		(48,930)	(71,916)	-32
Other expenses	6	(27,509,180)	(3,698,354)	644
<b>Profit before income tax</b>	<b>6</b>	<b>61,072,470</b>	<b>45,401,216</b>	<b>35</b>
Income tax expense	7	(19,953,841)	(1,089,760)	1,731
<b>Profit for the financial period</b>		<b>41,118,629</b>	<b>44,311,456</b>	<b>-7</b>
<b>Other comprehensive income/(loss):</b>				
<u>Items that will not be reclassified subsequently to profit or loss:</u>				
Currency translation differences		3,691,691	3,936,951	-6
<b>Total other comprehensive income for the financial period, net of tax</b>		<b>3,691,691</b>	<b>3,936,951</b>	<b>-6</b>
<b>Total comprehensive income for the financial period</b>		<b>44,810,320</b>	<b>48,248,407</b>	<b>-7</b>
<b>Profit attributable to:</b>				
Owners of the parent		37,724,771	41,850,226	-10
Non-controlling interest		3,393,858	2,461,230	38
		<b>41,118,629</b>	<b>44,311,456</b>	<b>-7</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent		41,416,462	45,787,177	-10
Non-controlling interest		3,393,858	2,461,230	38
		<b>44,810,320</b>	<b>48,248,407</b>	<b>-7</b>
		<b>Rp</b>	<b>Rp</b>	
<b>Earnings per share</b>				
- Basic and diluted	8	<b>151</b>	<b>167</b>	<b>-10</b>

*n.m. – not meaningful*

**Condensed Interim Consolidated Statement of Financial Position  
As at 30 June 2022**

	Note	Group As at		Company As at	
		30 June 2022 Rp '000	31 December 2021 Rp '000	30 June 2022 Rp '000	31 December 2021 Rp '000
<b>Non-current assets</b>					
Bearer plants	10	292,940,173	296,999,793	-	-
Property, plant and equipment	11	233,195,470	234,691,188	8,687	11,267
Right-of-use assets		1,399,055	1,961,772	1,170,965	1,616,077
Investments in subsidiaries		-	-	774,419,315	763,424,287
Plasma plantation receivables	12	45,797,534	44,479,120	-	-
Operating use rights	13	47,696,498	50,876,821	-	-
Deferred charges		37,839,454	37,832,099	-	-
		<b>658,868,184</b>	<b>666,840,793</b>	<b>775,598,967</b>	<b>765,051,631</b>
<b>Current assets</b>					
Biological assets		31,251,200	31,251,200	-	-
Inventories		97,054,014	20,681,126	-	-
Trade and other receivables		38,320,802	37,249,210	274,910,096	306,974,726
Dividend receivable		-	-	34,565,517	55,262,719
Current income tax recoverable		5,074,449	4,882,869	-	-
Prepayments		5,095,111	1,553,337	409,659	261,418
Financial assets at fair value through profit or loss		15,596,874	10,688,511	4,691,268	3,468,496
Derivative financial instruments		4,952,430	-	4,952,430	-
Cash and cash equivalents	14	154,168,213	159,969,935	14,496,555	12,014,575
		<b>351,513,093</b>	<b>266,276,188</b>	<b>334,025,525</b>	<b>377,981,934</b>
Less:					
<b>Current liabilities</b>					
Trade and other payables		90,347,746	37,841,349	1,067,538	1,595,339
Derivative financial instruments		-	2,442,342	-	2,442,342
Lease liabilities		590,581	1,150,984	487,774	950,182
Dividend payable to non-controlling interest		3,500,000	3,500,000	-	-
Current income tax payable		15,511,959	14,044,638	-	-
		<b>109,950,286</b>	<b>58,979,313</b>	<b>1,555,312</b>	<b>4,987,863</b>
<b>Net current assets</b>		<b>241,562,807</b>	<b>207,296,875</b>	<b>332,470,213</b>	<b>372,994,071</b>
Less:					
<b>Non-current liabilities</b>					
Lease liabilities		879,814	869,106	754,190	743,482
Provision for post-employment benefits		34,433,318	34,795,325	-	-
Provision for restoration		167,655	165,275	167,655	165,275
Deferred tax liabilities		41,391,841	41,212,864	-	-
		<b>76,872,628</b>	<b>77,042,570</b>	<b>921,845</b>	<b>908,757</b>
<b>Net assets</b>		<b>823,558,363</b>	<b>797,095,098</b>	<b>1,107,147,335</b>	<b>1,137,136,945</b>
<b>Capital and reserves</b>					
Share capital	16	712,843,878	714,263,760	712,843,878	714,263,760
Capital reserve		67,962,611	67,962,611	-	-
Foreign currency translation reserve		127,646,144	123,954,453	419,815,779	404,099,558
Accumulated (losses)/profits		(114,741,461)	(135,539,059)	(25,512,322)	18,773,627
<b>Equity attributable to owners of the parent</b>		<b>793,711,172</b>	<b>770,641,765</b>	<b>1,107,147,335</b>	<b>1,137,136,945</b>
Non-controlling interests		29,847,191	26,453,333	-	-
<b>Total equity</b>		<b>823,558,363</b>	<b>797,095,098</b>	<b>1,107,147,335</b>	<b>1,137,136,945</b>

**Condensed Interim Statement of Changes in Equity  
For the six months ended 30 June 2022**

	Attributable to owners of the parent					Non-controlling interests	Total equity
	Share capital	Capital reserve	Foreign currency translation reserve	Accumulated losses	Equity attributable to owners of the parent		
Group	Rp '000	Rp '000	Rp '000	Rp '000	Rp '000	Rp '000	Rp '000
Balance as at 1 January 2022	714,263,760	67,962,611	123,954,453	(135,539,059)	770,641,765	26,453,333	797,095,098
<b>Profit for the financial period</b>	-	-	-	37,724,771	37,724,771	3,393,858	41,118,629
<b>Other comprehensive income for the financial period:</b>							
Currency translation differences	-	-	3,691,691	-	3,691,691	-	3,691,691
<b>Total comprehensive income for the financial period</b>	-	-	3,691,691	37,724,771	41,416,462	3,393,858	44,810,320
<b>Total transactions with owners of the parent, recognised directly in equity:</b>							
Shares buy back held in treasury	(1,419,882)	-	-	-	(1,419,882)	-	(1,419,882)
Dividend to owners of the parent	-	-	-	(16,927,173)	(16,927,173)	-	(16,927,173)
Total transactions with owners of the parent, recognised directly in equity	(1,419,882)	-	-	(16,927,173)	(18,347,055)	-	(18,347,055)
<b>Balance as at 30 June 2022</b>	<b>712,843,878</b>	<b>67,962,611</b>	<b>127,646,144</b>	<b>(114,741,461)</b>	<b>793,711,172</b>	<b>29,847,191</b>	<b>823,558,363</b>

**Condensed Interim Statement of Changes in Equity (cont'd)**  
**For the six months ended 30 June 2022**

	Attributable to owners of the parent					Non-controlling interests	Total equity	
	Share capital	Capital reserve	Foreign currency translation reserve	Accumulated losses	Equity attributable to owners of the parent			
Group	Rp '000	Rp '000	Rp '000	Rp '000	Rp '000	Rp '000	Rp '000	
Balance as at 1 January 2021	716,385,272	67,962,611	127,458,964	(189,892,140)	721,914,707	23,359,198	745,273,905	
<b>Profit for the financial period</b>	-	-	-	41,850,226	41,850,226	2,461,230	44,311,456	
<b>Other comprehensive income for the financial period:</b>								
Currency translation differences	-	-	3,936,951	-	3,936,951	-	3,936,951	
<b>Total comprehensive income for the financial period</b>	-	-	<b>3,936,951</b>	<b>41,850,226</b>	<b>45,787,177</b>	<b>2,461,230</b>	<b>48,248,407</b>	
<b>Total transactions with owners of the parent, recognised directly in equity:</b>								
Shares buy back held in treasury	(1,436,424)	-	-	-	(1,436,424)	-	(1,436,424)	
<b>Balance as at 30 June 2021</b>	<b>714,948,848</b>	<b>67,962,611</b>	<b>131,395,915</b>	<b>(148,041,914)</b>	<b>766,265,460</b>	<b>25,820,428</b>	<b>792,085,888</b>	

**Condensed Interim Statement of Changes in Equity (cont'd)**  
**For the six months ended 30 June 2022**

Company	Share capital Rp '000	Foreign currency translation reserve Rp '000	Accumulated profits/(losses) Rp '000	Total equity Rp '000
Balance as at 1 January 2022	714,263,760	404,099,558	18,773,627	1,137,136,945
<b>Loss for the financial period</b>	-	-	(27,358,776)	(27,358,776)
<b>Other comprehensive income/(loss) for the financial period:</b>				
Currency translation differences	-	15,716,221	-	15,716,221
<b>Total comprehensive income/(loss) for the financial period</b>	-	15,716,221	(27,358,776)	(11,642,555)
<b>Total transactions with owners of the parent, recognised directly in equity</b>				
Shares buy back held in treasury	(1,419,882)	-	-	(1,419,882)
Dividend to owners of the parent	-	-	(16,927,173)	(16,927,173)
Total transactions with owners of the parent, recognised directly in equity	(1,419,882)	-	(16,927,173)	(18,347,055)
<b>Balance as at 30 June 2022</b>	<b>712,843,878</b>	<b>419,815,779</b>	<b>(25,512,322)</b>	<b>1,107,147,335</b>
Balance as at 1 January 2021	716,385,272	416,348,079	17,528,171	1,150,261,522
<b>Loss for the financial year</b>	-	-	(4,429,012)	(4,429,012)
<b>Other comprehensive income/(loss) for the financial period:</b>				
Currency translation differences	-	14,813,003	-	14,813,003
<b>Total comprehensive income/(loss) for the financial period</b>	-	14,813,003	(4,429,012)	10,383,991
<b>Total transactions with owners of the parent, recognised directly in equity</b>				
Shares buy back held in treasury	(1,436,424)	-	-	(1,436,424)
Total transactions with owners of the parent, recognised directly in equity	(1,436,424)	-	-	(1,436,424)
<b>Balance as at 30 June 2021</b>	<b>714,948,848</b>	<b>431,161,082</b>	<b>13,099,159</b>	<b>1,159,209,089</b>

**Condensed Interim Consolidated Statement of Cash Flows**  
**For the six months ended 30 June 2022**

	Group	
	6 months ended 30 June 2022	6 months ended 30 June 2021
	Rp '000	Rp '000
<b>Cash flows from operating activities</b>		
<b>Profit before income tax</b>	<b>61,072,470</b>	<b>45,401,216</b>
Adjustments for:		
Amortisation of operating use rights	3,180,322	3,615,943
Amortisation of right-of-use assets	581,593	584,827
Changes in fair value of financial assets at fair value through profit or loss	(6,524,769)	1,517,144
Depreciation of bearer plants	6,325,959	5,357,530
Depreciation of property, plant and equipment	10,196,352	10,730,693
(Gain)/loss on disposal of plant and equipment, net	(48,941)	11,970
Interest expense	48,930	71,916
Interest income	(2,332,439)	(2,532,227)
Loss allowance on plasma plantation receivables	137,802	363,190
Property, plant and equipment written off	35,110	-
Immature plantation written off	117,430	-
Unrealised currency translation loss	740,038	1,241,022
Operating cash flows before working capital changes	<u>73,529,857</u>	<u>66,363,224</u>
<b>Working capital changes:</b>		
Inventories	(76,425,388)	3,960,080
Trade and other receivables	(6,861,032)	(21,485,723)
Prepayments	(3,536,584)	24,628
Trade and other payables	56,643,628	(143,259)
Provision for post-employment benefits	(362,006)	(727,750)
Cash generated from operations	<u>42,988,475</u>	<u>47,991,200</u>
Interest paid	(52,102)	(20,770)
Interest received	1,014,025	828,126
Income tax paid, net	(22,979,090)	(582,545)
<b>Net cash from operating activities</b>	<b><u>20,971,308</u></b>	<b><u>48,216,011</u></b>
<b>Cash flows from investing activities</b>		
Disposal/(addition) of financial assets at fair value through profit or loss	1,677,373	(3,671,442)
Capital expenditure on bearer plants	(3,089,738)	(7,302,286)
Purchases of property, plant and equipment	(8,815,241)	(6,658,295)
Proceeds from disposal of property, plant and equipment	128,575	29,925
Payments for deferred charges arising from acquisition of land location permit	(7,355)	(102,558)
<b>Net cash used in investing activities</b>	<b><u>(10,106,386)</u></b>	<b><u>(17,704,656)</u></b>

**Condensed Interim Consolidated Statement of Cash Flows**  
**For the six months ended 30 June 2022**

	<b>Group</b>	
	<b>6 months ended 30 June 2022</b>	<b>6 months ended 30 June 2021</b>
	<b>Rp '000</b>	<b>Rp '000</b>
<b>Cash flows from financing activities</b>		
Dividends paid to equity holders of the Company	(16,927,173)	-
Shares buy back held in treasury	(1,419,882)	(1,436,424)
Repayments of obligations under leases	(569,617)	(554,462)
Repayments of bank borrowing	-	(72,004)
Interest paid	(48,930)	(71,916)
<b>Net cash used in financing activities</b>	<b>(18,965,602)</b>	<b>(2,134,806)</b>
 <b>Net change in cash and cash equivalents</b>	 <b>(8,100,680)</b>	 <b>28,376,549</b>
Cash and cash equivalents at the beginning of the period	159,969,935	173,853,172
Effects of currency translation on cash and cash equivalents	2,298,958	2,615,796
<b>Cash and cash equivalents at the end of the period</b>	<b>154,168,213</b>	<b>204,845,517</b>



## **Notes to the Condensed Interim Financial Statements**

### **1. Corporate information**

Global Palm Resources Holdings Limited (the “Company”) is a public company limited by shares, incorporated and domiciled in the Republic of Singapore. The Company’s registered office and principal place of business is at 105 Cecil Street, #24-01 The Octagon, Singapore 069534. The Company’s registration number is 200921345M. The Company is listed on the Singapore Exchange Securities Trading Limited (“SGX-ST”).

The principal activity of the Company is that of an investment holding company and provision of management services. The principal activities of the subsidiaries are set out below:

<b>Name of subsidiaries</b>	<b>Principal activities</b>
Global Palm Resources Private Limited	Investment holding company
PT Prakarsa Tani Sejati	Oil palm plantations and manufacturing of plantation products (crude palm oil and palm kernels)
PT Bumi Raya Agro	Agriculture and plantation
PT Cemar Lestari	Trading, agriculture and plantation

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2022 comprise the Company and its subsidiaries (collectively, the “Group”).

### **2. Basis of preparation**

The condensed interim financial statements for the six months ended 30 June 2022 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim 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 consolidated financial statements for the year ended 31 December 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 condensed interim financial statements are presented in Indonesian rupiah as the Group mainly operates in Indonesia.

#### **2.1 New and amended standards adopted by the Group**

The accounting policies adopted are consistent with those of the previous financial year except in the current financial period, the Group has adopted all the new and revised standards which are effective for the annual financial periods beginning on or after 1 January 2022. The adoption of these standards did not have any material effect on the condensed interim financial statements.

## Notes to the Condensed Interim Financial Statements (cont'd)

### 2.2 Use of judgements and estimates

In preparing the condensed interim 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. Although these estimates are based on management's best knowledge of current events and actions, actual results may differ from those 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 2021.

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.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are discussed below.

#### *(a) Classification and impairment of Plasma plantation receivables*

In determining the classification and assessing the expected credit loss for Plasma plantation receivables, management assesses whether there is a significant increase in credit risk and considers the expected credit loss scenarios, estimation of the related future purchases of fresh fruit bunches ("FFB") from the Plasma farmers and prepares the expected future cash flows based on projections of the amounts withheld by the Group for such purchases. These determinations require significant judgement and estimates in evaluating the expected credit loss scenarios and estimating the key assumptions such as FFB production yield of the handed-over Plasma plantations, amount of FFB expected to be sold back to the Group by Plasma farmers, FFB selling price growth rate and discount rate.

While the Group believes that its assumptions are reasonable and appropriate, significant differences between the actual and estimated related purchases of FFB from the Plasma farmers and significant changes in key assumptions used may materially affect the classification of and the estimated future cash flows from the Plasma plantation receivables.

#### *(b) Biological assets*

The Group's biological assets are stated at fair value less estimated point-of-sale costs. Gains or losses arising on initial recognition of biological assets at fair value less estimated point-of-sale costs and from the change in fair value less estimated point-of-sale costs of biological assets as at the balance sheet date, are included in the profit or loss.

The determination of the fair value of the biological assets requires the use of estimates on the projected FFB production yield, the market selling prices of FFB as at the balance sheet date, and the discount rate, net of transportation costs, maintenance costs and the cost of harvesting (estimated point-of-sale costs).

#### *(c) Impairment of non-financial assets*

At the end of each reporting date, the Group reviews the carrying amounts of its non-financial assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

## Notes to the Condensed Interim Financial Statements (cont'd)

### (c) Impairment of non-financial assets (cont'd)

The recoverable amount of an asset or cash-generating unit is the higher of its fair value less costs to sell and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

### 3 Seasonal operations

The production of FFB in oil palm plantations is subject to seasonal fluctuations as a result of weather conditions and rainfall patterns.

### 4 Segment and revenue information

The Group operates only in one business segment, which is the plantation segment and in one geographical location, Indonesia. Accordingly, no segmental information is prepared based on business segment or on geographical distribution as it is not meaningful.

#### 4.1 Disaggregation of revenue

	Group	
	6 months ended 30 June 2022	6 months ended 30 June 2021
	Rp '000	Rp '000
Disaggregation of revenue by major product:		
- Crude Palm Oil ("CPO")	159,320,574	198,147,497
- Palm Kernel ("PK")	30,069,271	19,961,281
- Fresh Fruit Bunch ("FFB")	57,355,233	29,915,371
Total revenue recognised at a point in time	246,745,078	248,024,149

### 5 Interest income

	Group	
	6 months ended 30 June 2022	6 months ended 30 June 2021
	Rp '000	Rp '000
Interest income from:		
- Bank balances and short-term deposits	1,014,025	826,899
- Plasma plantation receivables	1,318,414	1,705,328
	2,332,439	2,532,227

## Notes to the Condensed Interim Financial Statements (cont'd)

### 6 Profit before income tax

#### 6.1 Significant items

The above is arrived at after charging/(crediting):

	Group	
	6 months ended 30 June 2022	6 months ended 30 June 2021
	Rp '000	Rp '000
<u>Distribution expenses</u>		
Freight and stevedoring expenses	4,684,368	4,193,509
<u>Administrative expenses</u>		
Amortisation of right-of-use assets	581,593	584,827
Audit and professional fees	2,056,373	1,905,015
Bank charges	25,947	28,899
Depreciation of property, plant and equipment	2,241,360	453,460
Office supplies/expenses	1,076,941	286,585
Repair and maintenance	1,354,577	365,980
Representation and entertainment	670,840	224,544
Transportation, travelling and accommodation	504,562	309,801
Employee benefits expense		
- Salaries, wages and bonuses	19,590,555	16,633,848
- Employer's contributions to defined contribution plans	205,002	152,609
<u>Other expenses</u>		
Area survey expenses	212,225	169,410
Changes in fair value of financial assets at FVTPL	-	1,517,144
Foreign exchange loss, net	1,252,819	1,189,693
Immature plantation written off	117,430	-
Net fair value loss on derivative financial instruments	25,608,042	549,272
Loss on disposal of property, plant and equipment	-	11,970
Property, plant and equipment written off	35,110	-
Renewal of land permit expenses	-	115,935
<u>Other income</u>		
Changes in fair value of financial assets at FVTPL	6,524,769	-
Gain on disposal of property, plant and equipment	48,941	-
Sales of sludge oil	1,839,885	-

## Notes to the Condensed Interim Financial Statements (cont'd)

### 6.2 Related party transactions

	Group	
	6 months ended 30 June 2022	6 months ended 30 June 2021
	Rp '000	Rp '000
<u>Related parties</u>		
Purchase of spare parts and fuel from related parties	144,074	380,156
Services received from related parties	150,000	150,000
Rental of premises charged by related parties	110,669	104,339

Related parties refer to entities, of which Adjianto Family has control.

### 7 Income tax

	Group	
	6 months ended 30 June 2022	6 months ended 30 June 2021
	Rp '000	Rp '000
Current income tax	19,536,109	-
Deferred income tax	178,977	886,420
Withholding tax	238,755	203,340
	<b>19,953,841</b>	<b>1,089,760</b>

### 8 Earnings per share

The calculation for basic earnings per share is based on the profit attributable to owners of the parent divided by the weighted average number of ordinary shares:

	Group	
	6 months ended 30 June 2022	6 months ended 30 June 2021
Profit attributable to owners of the parent (Rp'000)	37,724,771	41,850,226
Weighted average number of ordinary shares	249,569,270	250,716,505
Earnings per share	<b>Rp</b>	<b>Rp</b>
- based on weighted average number of shares	151	167
- based on fully diluted basis	151	167

## Notes to the Condensed Interim Financial Statements (cont'd)

### 9 Net asset value

	Group	
	As at 30 June 2022	As at 31 December 2021
Net asset value per ordinary share (Rp)	3,303	3,189
Number of issued shares excluding treasury shares	249,347,976	249,935,876

### 10 Bearer plants

During the six months ended 30 June 2022, additions to bearer plants amounted to Rp3.1 billion (1H2021: Rp7.3 billion). As at 30 June 2022, the carrying amount of the Group's bearer plants is Rp292.9 billion (31 December 2021: Rp297.0 billion).

### 11 Property, plant and equipment

During the six months ended 30 June 2022, additions to property, plant and equipment amounted to Rp8.8 billion (1H2021: Rp6.7 billion). As at 30 June 2022, the carrying amount of the Group's property, plant and equipment is Rp233.2 billion (31 December 2021: Rp234.7 billion).

### 12 Plasma plantation receivables

	Group	
	As at 30 June 2022	As at 31 December 2021
	Rp '000	Rp '000
Plasma plantation receivables	50,890,705	53,662,032
Less: Loss allowance	(4,043,070)	(3,905,268)
	46,847,635	49,756,764
Less: Current portion	(1,050,101)	(5,277,644)
Non-current portion	<b>45,797,534</b>	<b>44,479,120</b>

### 13 Operating use rights

During the six months ended 30 June 2022, there are no additions to operating use rights (1H2021: Nil). As at 30 June 2022, the carrying amount of the Group's operating use rights is Rp47.7 billion (31 December 2021: Rp50.9 billion).

## Notes to the Condensed Interim Financial Statements (cont'd)

### 14 Cash and cash equivalents

	Group		Company	
	As at 30 June 2022	As at 31 December 2021	As at 30 June 2022	As at 31 December 2021
	Rp '000	Rp '000	Rp '000	Rp '000
Cash and bank balances	137,320,213	134,700,935	14,496,555	12,014,575
Fixed deposits with banks	16,848,000	25,269,000	-	-
	<b>154,168,213</b>	<b>159,969,935</b>	<b>14,496,555</b>	<b>12,014,575</b>

### 15 Bank borrowing

	Group	
	As at 30 June 2022	As at 31 December 2021
	Rp '000	Rp '000
Bank loan - secured		
Current	-	-
	<b>-</b>	<b>-</b>

### 16 Share capital and treasury shares

	Group and Company			
	As at 30 June 2022		As at 31 December 2021	
	Number of shares	Rp '000	Number of shares	Rp '000
<u>Issued and paid up</u>				
Balance as at 1 January	261,639,976	751,160,874	261,639,976	751,160,874
	<b>261,639,976</b>	<b>751,160,874</b>	<b>261,639,976</b>	<b>751,160,874</b>
<u>Treasury shares</u>				
Balance as at 1 January	11,704,100	36,897,114	10,585,700	34,775,602
Shares re-acquired and held as treasury shares	587,900	1,419,882	1,118,400	2,121,512.00
	<b>12,292,000</b>	<b>38,316,996</b>	<b>11,704,100</b>	<b>36,897,114</b>
<u>Issued shares excluding treasury shares</u>	<b>249,347,976</b>	<b>712,843,878</b>	<b>249,935,876</b>	<b>714,263,760</b>

During the six months ended 30 June 2022, the Company purchased 587,900 shares from the open market (1H2021: 776,100). The total amount paid to acquire the shares was Rp1.4 billion (1H2021: Rp1.4 billion) and this was presented as a component within shareholders' equity.

The Company's subsidiaries do not hold any shares in the Company as at 30 June 2022 and 31 December 2021.

### 17 Subsequent events

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

**OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2**



## **Other Information**

### **1 Review**

The condensed consolidated statement of financial position of Global Palm Resources Holdings Limited and its subsidiaries as at 30 June 2022 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

### **2 Review of performance of the Group**

#### **Review of Income Statement**

##### **Half year results: 1H2022 vs 1H2021**

##### ***Revenue***

The Group's revenue for 1H2022 decreased Rp1.3 billion or 1%, from Rp248.0 billion in 1H2021 to Rp246.7 billion in 1H2022. This was mainly due to the decrease in sales revenue of crude palm oil ("CPO") of Rp38.8 billion offset by increase in sale revenue of palm kernel ("PK") of Rp10.1 billion and increase in sales revenue of fresh fruit bunch ("FFB") sales of Rp27.4 billion.

The ministerial decrees and restrictions imposed by the Indonesia government between 28 April 2022 to 23 May 2022 on the exports of CPO, compounded further by logistics challenges, has impacted our CPO sales volume in 1H2022.

The decrease in CPO sales revenue of Rp38.8 billion or 20%, from Rp198.1 billion in 1H2021 to Rp159.3 billion in 1H2022, was mainly due to the decrease in CPO sales volume offset by an increase in CPO average selling price. CPO sales volume decreased from 20,010 tonnes (1H2021) to 10,005 tonnes (1H2022). This represented 410% in the decrease in CPO sales revenue as compared to the previous period. CPO average selling price increased from Rp9,903/kg (1H2021) to Rp15,925/kg (1H2022). This represented -310% in the decrease in CPO sales revenue as compared to the previous period.

The increase in PK sales revenue of Rp10.1 billion or 51%, from Rp20.0 billion in 1H2021 to Rp30.1 billion in 1H2022, was mainly due to the increase in PK average selling price, offset by a decrease in PK sales volume. PK average selling price increased from Rp6,624/kg (1H2021) to Rp11,459/kg (1H2022). This represented 144% in the increase in PK sales revenue as compared to the previous period. PK sales volume decreased from 3,013 tonnes (1H2021) to 2,624 tonnes (1H2022). This represented -44% in the increase in PK sales revenue as compared to the previous period.

The increase in FFB sales revenue of Rp27.4 billion or 92%, from Rp29.9 billion in 1H2021 to Rp57.3 billion in 1H2022, was mainly due to the increase in both FFB sales volume and FFB average selling price. FFB sales volume increased from 14,389 tonnes (1H2021) to 19,269 tonnes (1H2022). This represented 53% in the increase in FFB sales revenue as compared to the previous period. FFB average selling price increased from Rp2,079/kg (1H2021) to Rp2,976/kg (1H2022). This represented 47% in the increase in FFB sales revenue as compared to the previous period.

As at 30 June 2022, the Group's total planted area (excluding the area covered under the Plasma programme) is 10,038 hectares, comprising 9,365 hectares of matured planted area.

##### ***Costs of sales***

Cost of sales decreased by Rp40.9 billion or 23%, from Rp174.8 billion in 1H2021 to Rp133.9 billion in 1H2022. This was mainly due to the decrease in CPO and PK sales volume in 1H2022.

## Other Information (cont'd)

### **Gross profit**

As a result of the foregoing, gross profit increased Rp39.6 billion or 54%, from Rp73.2 billion in 1H2021 to Rp112.8 billion in 1H2022. Gross profit margin increased 16.2% points from 29.5% in 1H2021 to 45.7% in 1H2022.

### **Distribution expenses**

Distribution expenses increased Rp0.5 billion or 11% from Rp4.2 billion (1H2021) to Rp4.7 billion (1H2022). This was mainly due to the transport and unloading costs of Rp0.7 billion incurred mainly for the sales of FFB, offset by a decrease in freight and stevedoring expenses of Rp0.2 billion.

### **Administrative expenses**

Administrative expenses increased Rp7.7 billion or 34%, from Rp22.9 billion (1H2021) to Rp30.6 billion (1H2022). This was mainly due to increase in salaries and wages of the Group of Rp3.0 billion, increase in depreciation expenses of Rp1.8 billion which was mainly due to the acquisition of office space in 2H2021, increase in repair and maintenance of Rp1.0 billion and increase in office supplies of Rp0.8 billion.

### **Loss allowances on Plasma plantation receivables**

Loss allowances on Plasma plantation receivables decreased Rp0.2 billion or 62%, from Rp0.4 billion (1H2021) to Rp0.2 billion (1H2022) mainly due to the reduction of loan principal on the credit facilities extended to farmers under the Plasma KKPA programme.

### **Finance costs**

Finance cost remained constant at Rp0.1 billion in both 1H2022 and 1H2021.

### **Interest income**

Interest income decreased by Rp0.2 billion or 8%, from Rp2.5 billion (1H2021) to Rp2.3 billion (1H2022). This was mainly due to decrease in interest earned from plasma receivables of Rp0.4 billion, offset by increase in bank interest of Rp0.2 billion.

### **Other income**

Other income increased Rp8.0 billion or 836%, from Rp0.9 billion (1H2021) to Rp8.9 billion (1H2022). This was mainly due to fair value gain from financial assets at fair value through profit or loss of Rp6.5 billion, arising primarily from equity securities, and sales of sludge oil of Rp1.8 billion. The Group recorded a net gain on disposal of properties, plant and equipment of Rp0.1 billion in 1H2022.

### **Other expenses**

Other expenses increased Rp23.8 billion or 644%, from Rp3.7 billion (1H2021) to Rp27.5 billion (1H2022). This was mainly due to increase in net fair value loss on derivative financial instruments of Rp25.1 billion. The Group recorded a net foreign exchange loss of Rp1.3 billion in 1H2022 as compared to a net foreign exchange loss of Rp1.2 billion in 1H2021. The net foreign exchange loss in 1H2022 was mainly due to the depreciation of IDR against SGD in 1H2022 for the IDR denominated inter-company financing for its subsidiary.

### **Profit before income tax**

As a result of the foregoing, the Group reported an increase in profit before income tax of Rp15.7 billion or 35%, from Rp45.4 billion in 1H2021 to Rp61.1 billion in 1H2022.

## **Other Information (cont'd)**

### ***Income tax expense***

Income tax expense increased Rp18.9 billion, mainly due to increase in corporate tax expense of Rp19.5 billion offset by decrease in deferred tax expense of Rp0.7 billion. The increase in corporate tax expense is mainly due to the increase in operating profit in 1H2022.

### ***Profit after income tax***

As a result of the above, the Group reported a decrease in profit after income tax of Rp3.2 billion or 7%, from Rp44.3 billion in 1H2021 to Rp41.1 billion in 1H2022.

## **Review of Financial Position as at 30 June 2022**

### ***Non-current assets***

Non-current assets for the Group decreased Rp7.9 billion or 1%, from Rp666.8 billion as at 31 December 2021 to Rp658.9 billion as at 30 June 2022. This was mainly due to depreciation of bearer plants of Rp3.2 billion, amortisation of mature plantation of Rp3.2 billion and disposal of nursery of Rp0.7 billion in 1H2022.

### ***Current assets***

Current assets for the Group increased Rp85.2 billion or 32%, from Rp266.3 billion as at 31 December 2021 to Rp351.5 billion as at 30 June 2022. This was mainly due to increase in inventories of Rp76.4 billion, increase in derivative financial instruments of Rp5.0 billion and increase in financial assets at fair value through profit or loss of Rp4.9 billion. The increase in inventories was mainly due to the ministerial decrees and restriction imposed by the Indonesia government between 28 April 2022 and 23 May 2022 on CPO exports.

### ***Current liabilities***

Current liabilities for the Group increased Rp51.0 billion or 86%, from Rp59.0 billion as at 31 December 2021 to Rp110.0 billion as at 30 June 2022. This was mainly due to increase in advances received from customers of Rp45.5 billion, increase in trade and other payables from third parties of Rp9.9 billion, offset by decrease in other taxes payable of Rp3.8 billion.

### ***Non-current liabilities***

Non-current liabilities for the Group decreased by Rp0.2 billion, from Rp77.0 billion as at 31 December 2021 to Rp76.8 billion as at 30 June 2022. This was mainly due to decrease in provision for post-employment benefits of Rp0.4 billion, offset by increase in deferred tax liabilities of Rp0.2 billion.

### ***Accumulated losses***

The accumulated losses of Rp114.7 billion was mainly contributed by the accumulated losses of Rp135.5 billion brought forward from FY2021 and dividend paid to equity holders of the Company of Rp16.9 billion, offset by total comprehensive profit attributable to owners of the parent of Rp37.7 billion in 1H2022.

## Other Information (cont'd)

### **Review of Consolidated Cash Flows**

Net cash generated from operating activities of Rp21.0 billion in 1H2022 was mainly due to cash generated from operations of Rp43.0 billion, offset by income tax paid of Rp23.0 billion.

Net cash used in investing activities of Rp10.1 billion in 1H2022 was mainly due to purchases of property, plant and equipment of Rp8.8 billion and capital expenditure on bearer plants of Rp3.1 billion, offset by proceeds received from the disposal of equity securities of Rp1.7 billion.

Net cash used in financing activities of Rp19.0 billion in 1H2022 was mainly due to dividends paid to equity holders of the Company of Rp16.9 billion, the buyback of the Company's shares to be held as treasury shares of Rp1.4 billion and the repayment of lease liabilities of Rp0.6 billion.

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

Not applicable.

### **4 A commentary of the competitive conditions of the industry in which the group operates and any known factors or events that might affect the group in the next reporting period and the next 12 months**

Indonesia's temporary ban on CPO exports has impacted our Group's profitability in 1H2022. Nonetheless, the temporary ban on CPO exports has since been lifted. Indonesia has also recently removed its export levy for all palm oil products, in an attempt to boost exports and to ease the stockpile of palm oil. We should see an increase in the company's sales volume, resulting in the reduction of the inventory level in second half of 2022.

The uncertainties on the global economy and rising inflation amidst the emergence of new COVID-19 variants and tension created by the invasion of Ukraine by Russia remains unrelenting. CPO prices are expected to ease at a gradual pace in 2H2022. Regardless, the short-term price outlook for CPO remains positive on the fairly robust demand for CPO and global inflationary pressure.

The Group will continue the replanting of older palm trees with newer breeds of higher-yielding palm trees to ensure long-term sustainability for the Group. The management is seeing higher yield per hectare from the earlier replanted palm trees. This together with the continuous effort to increase productivity, should result in a positive sustainable future for the Group.

## **5 Dividend information**

### **5a. Current Financial Period Reported on**

Any dividend recommended for the current financial period reported on?

No.

### **5b. Corresponding Period of the Immediate Preceding Financial Year**

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

Yes.

Name of dividend	Interim
Dividend Type:	Cash
Dividend Amount per share:	S\$0.01 per ordinary share
Tax Rate:	One-tier tax exempt dividend

## Other Information (cont'd)

### 5c. Date Payable

Not applicable.

### 5d. Books Closure Date

Not applicable.

### 6 If no dividend has been declared, a statement to that effect.

No dividend has been declared for the six months ended 30 June 2022.

### 7 Interested person transactions

Name of interested person	Nature of relationship	Aggregate value of all interested person transactions during the period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) (Rp' million)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) (Rp' million)
		<b>1H2022</b>	<b>1H2022</b>
PT. Insani Bara Perkasa	Associate <sup>(1)</sup>	NIL <sup>(2)</sup>	NIL <sup>(2)</sup>
PT. Life Long Learning	Associate <sup>(1)</sup>	NIL <sup>(2)</sup>	NIL <sup>(2)</sup>
PT. Lingga Teja Wana	Associate <sup>(1)</sup>	NIL <sup>(2)</sup>	NIL <sup>(2)</sup>
PT. Ketapang Indah Plywood Industries	Associate <sup>(1)</sup>	NIL <sup>(2)</sup>	NIL <sup>(2)</sup>
PT. Kurnia Jaya Raya	Associate <sup>(1)</sup>	NIL <sup>(2)</sup>	NIL <sup>(2)</sup>
PT. Kurnia Kapuas Plywood	Associate <sup>(1)</sup>	NIL <sup>(2)</sup>	NIL <sup>(2)</sup>
PT. Resources Alam Indonesia, TBK	Associate <sup>(1)</sup>	NIL <sup>(2)</sup>	NIL <sup>(2)</sup>

#### Notes:

- (1) Associates of the Executive Chairman and Chief Executive Officer of the Company, Dr Suparno Adjianto and is controlled by the Adjianto Siblings (whether directly or indirectly).
- (2) The Group has not obtained a general mandate from shareholders for Interested Person Transactions.

### 8 Update of the utilization of the Initial Public Offering ("IPO") proceeds of S\$50.6 million

As at 30 June 2022, the use of net proceeds from the IPO are as follows:

Use of net proceeds	Amount allocated (S\$' million)	Amount utilised (S\$' million)	Balance (S\$' million)
Development of existing uncultivated land banks into oil palm plantations and replanting of the Group's palm trees	20.24	14.04 <sup>(1)</sup>	6.20
Acquisition of other oil palm plantations and land banks	10.88	10.88 <sup>(2)</sup>	-
Repayment of the loans to PT Bank CIMB Niaga Tbk ("Bank Niaga")	5.00	5.00	-
Construction of the co-composting plant	1.49	1.49	-
Working capital	9.50	9.50	-
Invitation expenses	3.49	3.49	-
<b>Total</b>	<b>50.60</b>	<b>44.40</b>	<b>6.20</b>

## Other Information (cont'd)

As at 30 June 2022, the use of net proceeds from the IPO for working capital are as follows:

	<b>Indonesia Office (S\$' million)</b>	<b>Singapore Office (S\$' million)</b>	<b>Amount utilised (S\$' million)</b>
Plantation & Mill Expenses	1.26	-	1.26
Purchase of FFB	1.76	-	1.76
Transport & Freight	0.36	-	0.36
Fertilizers	1.57	-	1.57
Purchase Fuel	0.35	-	0.35
Suppliers	0.65	-	0.65
Administration Expenses	0.49	1.00	1.49
Bank Interest	0.11	-	0.11
Leasing	0.09	-	0.09
Tax Payment	1.86	-	1.86
<b>Total</b>	<b>8.50</b>	<b>1.00</b>	<b>9.50</b>

Notes:

- (1) Out of the S\$14.04 million utilised for the development of existing uncultivated land banks into oil palm plantations and replanting of the Group's palm trees, approximately S\$11.95 million were used for land clearing, replanting and new planting purposes.
- (2) The S\$10.88 million utilised for the acquisition of other oil palm plantations and land banks includes acquisition of PT Bumi Raya Agro of S\$2.2 million, expenses of S\$0.46 million incurred for the land location permit in Muara Lesan Village and Lesan Dayak Village, both located in Berau Regency, East Kalimantan, expenses of S\$0.66 million incurred for the land location permit in sub-districts of Ngabang and Jelimpo, both located in Landak Regency, West Kalimantan and acquisition of PT Cemar Lestari of S\$7.5 million.

## 9 Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company confirmed that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1).

## 10 Confirmation pursuant to the rule 705(5) of the listing manual

We, Tan Hong Kiat @ Suparno Adijanto (Executive Chairman and CEO) and Yee Kit Hong (Lead Independent Director), being two directors of Global Palm Resources Holdings Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to their attention which would render the half year ended 30 June 2022 unaudited financial results to be false or misleading, in any material aspect.

## BY ORDER OF THE BOARD

Dr Tan Hong Kiat @ Suparno Adijanto  
 Executive Chairman & CEO

12 August 2022