

Unaudited Financial Statements for the First Quarter ended 31 March 2017
FINANCIAL HIGHLIGHTS

	1Q2017 US\$'000	1Q2016 US\$'000	Change
Revenue	10,569,989	9,002,657	17.4%
Net Profit	361,558	239,403	51.0%
Core Net Profit	312,555	222,434	40.5%
EBITDA	691,052	559,026	23.6%
EPS - Basic (US cents per share)	5.7	3.8	50.0%
EPS - Fully diluted (US cents per share)	5.7	3.8	50.0%
	31.03.2017	31.12.2016	Change
Net Tangible Asset (US\$'000)	10,661,314	10,068,798	5.9%
Net Asset per share (US\$ per share)	2.38	2.29	3.9%
Net Tangible Asset per share (US\$ per share)	1.69	1.59	6.3%

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(a)(i) Consolidated Income Statement

	Group		
	Three months ended		
	31.03.2017 US\$'000	31.03.2016 US\$'000	Change
Revenue	10,569,989	9,002,657	17.4%
Cost of sales	(9,621,261)	(8,039,642)	-19.7%
Gross profit	948,728	963,015	-1.5%
Other items of income			
Finance income	52,497	57,410	-8.6%
Other operating income	88,838	58,549	51.7%
Other items of expense			
Selling and distribution expenses	(444,606)	(481,087)	7.6%
Administrative expenses	(170,708)	(176,103)	3.1%
Other operating expenses	(11,976)	(37,663)	68.2%
Finance costs	(90,814)	(95,483)	4.9%
Non-operating items	53,309	19,888	168.0%
Share of results of joint ventures	(562)	(1,902)	70.5%
Share of results of associates	42,512	14,654	190.1%
Profit before tax	467,218	321,278	45.4%
Income tax expense	(84,284)	(59,120)	-42.6%
Profit after tax	382,934	262,158	46.1%

Attributable to:

Owners of the Company	361,558	239,403	51.0%
Non-controlling interests	21,376	22,755	-6.1%
	382,934	262,158	46.1%

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(a)(ii) Consolidated Statement of Comprehensive Income

	Group		
	Three months ended		
	31.03.2017 US\$'000	31.03.2016 US\$'000	Inc/(Dec) US\$'000
Profit after tax	382,934	262,158	120,776
Other comprehensive income			
- Items that may be reclassified subsequently to income statement			
Foreign currency translation	97,566	143,805	(46,239)
Fair value adjustment on cash flow hedges	132,334	(83,073)	215,407
Fair value adjustment on available-for-sale financial assets	3,635	23,722	(20,087)
Total other comprehensive income, net of tax	233,535	84,454	149,081
Total comprehensive income	616,469	346,612	269,857

Attributable to:

Owners of the Company	591,185	315,293	275,892
Non-controlling interests	25,284	31,319	(6,035)
	616,469	346,612	269,857

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(b)(i) Balance Sheets

	Group		Company	
	31.03.2017 US\$'000	31.12.2016 US\$'000	31.03.2017 US\$'000	31.12.2016 US\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	8,359,245	8,297,098	2,189	2,389
Bearer plants	723,873	726,725	-	-
Intangible assets	4,376,962	4,365,736	-	-
Investment in subsidiaries	-	-	9,072,017	9,072,026
Investment in joint ventures	933,749	940,287	205,886	205,886
Investment in associates	2,020,182	1,963,123	40,444	40,444
Available-for-sale financial assets	716,016	700,705	-	-
Deferred tax assets	301,902	312,403	-	-
Derivative financial instruments	13,611	32,633	-	-
Other financial receivables	203,595	205,832	397,908	399,634
Other non-financial assets	38,975	52,262	-	-
	17,688,110	17,596,804	9,718,444	9,720,379
Current assets				
Inventories	6,946,811	7,022,310	-	-
Trade receivables	3,774,267	4,087,069	-	-
Other financial receivables	2,390,507	2,354,502	3,389,407	3,399,383
Other non-financial assets	1,317,135	1,201,458	4,158	342
Derivative financial instruments	795,757	546,885	-	-
Financial assets held for trading	363,720	316,632	-	-
Other bank deposits	2,143,386	2,721,885	-	-
Cash and bank balances	1,935,586	1,184,881	17,329	4,057
	19,667,169	19,435,622	3,410,894	3,403,782
TOTAL ASSETS	37,355,279	37,032,426	13,129,338	13,124,161

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(b)(i) Balance Sheets (continued)

	Group		Company	
	31.03.2017 US\$'000	31.12.2016 US\$'000	31.03.2017 US\$'000	31.12.2016 US\$'000
EQUITY AND LIABILITIES				
Current liabilities				
Trade payables	1,283,581	1,500,254	-	-
Other financial payables	1,176,454	1,348,963	2,237,976	2,084,329
Other non-financial liabilities	293,203	571,077	-	-
Derivative financial instruments	468,949	495,322	-	-
Loans and borrowings	12,491,727	12,689,019	-	169,212
Tax payables	150,770	118,511	-	-
	15,864,684	16,723,146	2,237,976	2,253,541
NET CURRENT ASSETS	3,802,485	2,712,476	1,172,918	1,150,241
Non-current liabilities				
Other financial payables	44,140	51,314	-	-
Other non-financial liabilities	122,916	118,185	-	-
Derivative financial instruments	80,354	107,133	-	-
Loans and borrowings	4,938,832	4,331,240	219,128	215,037
Deferred tax liabilities	305,501	322,443	-	-
	5,491,743	4,930,315	219,128	215,037
TOTAL LIABILITIES	21,356,427	21,653,461	2,457,104	2,468,578
NET ASSETS	15,998,852	15,378,965	10,672,234	10,655,583
Equity attributable to owners of the Company				
Share capital	8,458,995	8,458,995	8,895,134	8,895,134
Treasury shares	(166,347)	(175,312)	(166,347)	(175,312)
Retained earnings	9,618,315	9,260,680	1,739,546	1,735,452
Other reserves	(2,872,687)	(3,109,829)	203,901	200,309
	15,038,276	14,434,534	10,672,234	10,655,583
Non-controlling interests	960,576	944,431	-	-
TOTAL EQUITY	15,998,852	15,378,965	10,672,234	10,655,583
TOTAL EQUITY AND LIABILITIES	37,355,279	37,032,426	13,129,338	13,124,161

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(b)(ii) Group's Borrowings and Debt Securities

	Group		Group	
	31.03.2017		31.12.2016	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
(a) Amount repayable in one year or less, or on demand	1,011,636	11,480,091	969,599	11,719,420
(b) Amount repayable after one year	237,800	4,701,032	437,552	3,893,688
	1,249,436	16,181,123	1,407,151	15,613,108

Details of any collateral

A portion of the bank term loans and short term working capital loans is secured by a pledge over property, plant and equipment, bearer plants, fixed deposits and other deposits with financial institutions, trade receivables and corporate guarantees from the Company and certain subsidiaries.

The Group's bank loans and other bank deposits amounting to approximately US\$2,912,610,000 are disclosed off balance sheet as at 31 March 2017 as the Group has transferred substantially all the risks and rewards of the cash flows arising from the deposits and have also legally been released from the responsibility for the loans.

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(c) Consolidated Cash Flow Statement

	Group	
	Three months ended	
	31.03.2017 US\$'000	31.03.2016 US\$'000
Cash flows from operating activities		
Profit before tax	467,218	321,278
Adjustments for:		
Depreciation of bearer plants	12,587	13,996
Depreciation of property, plant and equipment	165,996	179,973
Gain on dilution of interest in an associate	(2,864)	-
Amortisation of intangible assets	296	164
Impairment on shareholder's loan to an associate	-	11,701
Loss/(gain) on disposal of property, plant and equipment	719	(5,677)
Gain on liquidation of subsidiaries	(50)	-
Gain on disposal of available-for-sale financial assets	-	(10)
(Gain)/loss on disposal of financial assets held for trading	(166)	538
Grant of share options to employees	2,020	3,568
Net fair value (gain)/loss on derivative financial instruments	(80,083)	326,221
Net fair value gain on financial assets held for trading	(51,906)	(15,025)
Foreign exchange differences arising from translation	(44,260)	(7,395)
Interest expense	97,452	101,025
Interest income	(52,497)	(57,410)
Share of results of joint ventures	562	1,902
Share of results of associates	(42,512)	(14,654)
Operating cash flows before working capital changes	472,512	860,195
Changes in working capital:		
Decrease in inventories	28,784	623,076
Decrease in receivables and other assets	240,061	139,358
Decrease in payables	(635,697)	(212,961)
Cash flows generated from operations	105,660	1,409,668
Interest paid	(95,078)	(110,163)
Interest received	44,764	117,059
Income taxes paid	(77,685)	(85,795)
Net cash flows (used in)/generated from operating activities	(22,339)	1,330,769

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(c) Consolidated Cash Flow Statement (continued)

	Group	
	Three months ended	
	31.03.2017 US\$'000	31.03.2016 US\$'000
Cash flows from investing activities		
Increase in plasma investments	(648)	(859)
Decrease/(increase) in financial assets held for trading	5,005	(12,931)
Payments for property, plant and equipment	(163,845)	(154,323)
Payments for bearer plants	(10,718)	(10,302)
Increase in available-for-sale financial assets	(8,898)	(3,069)
Payments for investment in a joint venture	(1,750)	-
Payments for investment in associates	(8,500)	-
Dividends received from joint ventures	5,250	7,495
Dividends received from associates	12,027	2,250
Proceeds from disposal of property, plant and equipment	5,970	47,987
Proceeds from disposal of an associate	7,076	-
Net cash flows used in investing activities	(159,031)	(123,752)
Cash flows from financing activities		
Increase in net amount due from related parties	(1,548)	(1,037)
Decrease in net amount due from joint ventures	3,716	2,524
Decrease/(increase) in net amount due from associates	11,107	(23,366)
(Decrease)/increase in advances from non-controlling shareholders	(15,570)	5,651
Proceeds from/(repayments of) loans and borrowings	813,563	(3,418,060)
(Increase)/decrease in fixed deposits pledged with financial institutions for bank facilities	(244,914)	1,827,023
(Increase)/decrease in other financial receivables	(43,655)	1,016,474
Decrease/(increase) in other deposits with maturity more than 3 months	436,290	(324,635)
Interest paid	(7,563)	(6,684)
Dividends paid to non-controlling shareholders by subsidiaries	(10,189)	(10,296)
Proceeds from reissuance of treasury shares by the Company	10,537	-
Proceeds from issue of shares by subsidiaries to non-controlling shareholders	1,050	3,353
Net cash flows generated from/(used in) financing activities	952,824	(929,053)
Net increase in cash and cash equivalents	771,454	277,964
Cash and cash equivalents at the beginning of the financial period	1,067,725	1,026,430
Cash and cash equivalents at the end of the financial period	1,839,179	1,304,394
Represented by:		
Total cash and bank balances	4,078,972	3,724,366
Less: Fixed deposits pledged with financial institutions for bank facilities	(980,020)	(1,396,049)
Less: Other deposits with maturity more than 3 months	(1,163,366)	(832,142)
Bank overdrafts	(96,407)	(191,781)
Total cash and cash equivalents	1,839,179	1,304,394

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(d)(i) Statements of Changes in Equity

	Attributable to owners of the Company					Non-controlling interests	Equity total
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total		
For the period From 01.01.2017 to 31.03.2017	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Group							
Opening balance at 1 January 2017	8,458,995	(175,312)	9,260,680	(3,109,829)	14,434,534	944,431	15,378,965
Profit for the period	-	-	361,558	-	361,558	21,376	382,934
Other comprehensive income	-	-	-	229,627	229,627	3,908	233,535
Total comprehensive income	-	-	361,558	229,627	591,185	25,284	616,469
Grant of equity-settled share options	-	-	-	2,020	2,020	-	2,020
Share capital contributed by non-controlling shareholders	-	-	-	-	-	1,050	1,050
Reissuance of treasury shares pursuant to exercise of share options	-	8,965	-	1,572	10,537	-	10,537
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(10,189)	(10,189)
Net transfer to other reserves	-	-	(3,923)	3,923	-	-	-
Total contributions by and distributions to owners	-	8,965	(3,923)	7,515	12,557	(9,139)	3,418
Closing balance at 31 March 2017	8,458,995	(166,347)	9,618,315	(2,872,687)	15,038,276	960,576	15,998,852

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(d)(i) Statements of Changes in Equity (continued)

	Attributable to owners of the Company					Non-controlling interests	Equity total
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total		
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period							
From 01.01.2016 to 31.03.2016							
Group							
Opening balance at 1 January 2016	8,458,995	(168,155)	8,668,608	(2,565,309)	14,394,139	906,936	15,301,075
Profit for the period	-	-	239,403	-	239,403	22,755	262,158
Other comprehensive income	-	-	-	75,890	75,890	8,564	84,454
Total comprehensive income	-	-	239,403	75,890	315,293	31,319	346,612
Grant of equity-settled share options	-	-	-	3,568	3,568	-	3,568
Share capital contributed by non-controlling shareholders	-	-	-	-	-	3,353	3,353
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(10,296)	(10,296)
Net transfer to retained earnings	-	-	(1,091)	1,091	-	-	-
Total contributions by and distributions to owners	-	-	(1,091)	4,659	3,568	(6,943)	(3,375)
Closing balance at 31 March 2016	8,458,995	(168,155)	8,906,920	(2,484,760)	14,713,000	931,312	15,644,312

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(d)(i) 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
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period From 01.01.2017 to 31.03.2017					
Company					
Opening balance at 1 January 2017	8,895,134	(175,312)	1,735,452	200,309	10,655,583
Profit for the period	-	-	4,094	-	4,094
Total comprehensive income	-	-	4,094	-	4,094
Grant of equity-settled share options	-	-	-	2,020	2,020
Reissuance of treasury shares pursuant to exercise of share options	-	8,965	-	1,572	10,537
Total transactions with owners in their capacity as owners	-	8,965	-	3,592	12,557
Closing balance at 31 March 2017	8,895,134	(166,347)	1,739,546	203,901	10,672,234

	Attributable to owners of the Company				
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period From 01.01.2016 to 31.03.2016					
Company					
Opening balance at 1 January 2016	8,895,134	(168,155)	2,075,667	192,793	10,995,439
Profit for the period	-	-	89,284	-	89,284
Total comprehensive income	-	-	89,284	-	89,284
Grant of equity-settled share options	-	-	-	3,568	3,568
Total transactions with owners in their capacity as owners	-	-	-	3,568	3,568
Closing balance at 31 March 2016	8,895,134	(168,155)	2,164,951	196,361	11,088,291

Unaudited Financial Statements for the First Quarter ended 31 March 2017
1(d)(ii) Share Capital

Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Number of shares	
	31.03.2017	31.03.2016
Issued and fully paid ordinary shares		
Balance at the beginning of the financial period	6,403,401,106	6,403,401,106
Balance at the end of the financial period	6,403,401,106	6,403,401,106
Treasury shares		
Balance at the beginning of the financial period	(86,561,600)	(83,413,700)
Reissuance of treasury shares pursuant to exercise of share options	4,214,500	-
Balance at the end of the financial period	(82,347,100)	(83,413,700)
Issued ordinary shares excluding treasury shares	6,321,054,006	6,319,987,406
The number of shares that may be issued on exercise of share options outstanding at the end of the financial period	111,865,500	124,380,000

1(d)(iii) The total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding financial year.

The Company's total number of issued shares as at 31 March 2017 and 31 December 2016 were 6,403,401,106, of which 82,347,100 shares and 86,561,600 shares were held by the Company as treasury shares as at 31 March 2017 and 31 December 2016 respectively.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Please refer to item 1(d)(ii) above.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The financial statements presented above have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

Unaudited Financial Statements for the First Quarter ended 31 March 2017

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the preparation of the consolidated financial statements for the current reporting period compared with the audited financial statements as at 31 December 2016 except for the adoption of new or revised FRS and INT FRS that are mandatory for financial years beginning on or after 1 January 2017. The adoption of these FRS and INT FRS has no significant impact on the Group's consolidated financial statements.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Please refer to item 4 above.

Unaudited Financial Statements for the First Quarter ended 31 March 2017
6. Earnings Per Ordinary Share (EPS)

	Group	
	Three months ended	
	31.03.2017	31.03.2016
(a) Based on weighted average number of shares (US cents per share)	5.7	3.8
(b) Based on fully diluted basis (US cents per share)	5.7	3.8
Weighted average number of shares applicable to basic earnings per share ('000)	6,318,268	6,319,987
Weighted average number of shares based on fully diluted basis ('000)	6,328,594	6,319,987

7. Net Asset Value Per Ordinary Share (NAV)

	Group		Company	
	31.03.2017	31.12.2016	31.03.2017	31.12.2016
Net asset value per ordinary share based on issued share capital as at end of the period (US cents per share)	237.9	228.5	168.8	168.7

Unaudited Financial Statements for the First Quarter ended 31 March 2017**8. Review of Group Performance****Overview**

The Group started the year with a strong set of results, with core net profit at US\$312.6 million, a sharp increase of 40.5% (1Q2016: US\$222.4 million). This was achieved on the back of good performance by Oilseeds and Grains and Tropical Oils segments, coupled by higher contributions from our associates. Together with gains from the Group's investment securities as a result of improved equity markets conditions, net profit for the quarter improved 51.0% to US\$361.6 million in 1Q2017 (1Q2016: US\$239.4 million).

Revenue and Cost of Sales

Revenue increased 17.4% to US\$10.6 billion in 1Q2017 (1Q2016: US\$9.0 billion) mainly driven by higher commodity prices and stronger sales volume recorded by the Tropical Oils and Sugar businesses. Correspondingly, cost of sales increased 19.7% to US\$9.6 billion (1Q2016: US\$8.0 billion) in 1Q2017.

Finance Income**Finance Costs**

	1Q2017	1Q2016
	US\$ million	US\$ million
Finance income	52.5	57.4
Finance costs	(90.8)	(95.5)

Net finance costs remained comparable at US\$38.3 million in 1Q2017 (1Q2016: US\$38.1 million). Finance income decreased 8.6% to US\$52.5 million (1Q2016: US\$57.4 million) due to lower effective interest rates. Finance costs also decreased by 4.9% to US\$90.8 million (1Q2016: US\$95.5 million) in line with lower effective interest rates, partially offset by higher average borrowings made during the period.

Other Operating Items – Net

	1Q2017	1Q2016
	US\$ million	US\$ million
Other operating income	88.8	58.5
Other operating expenses	(12.0)	(37.7)
Other operating items – net	76.8	20.8

Net gain on other operating items increased to US\$76.8 million (1Q2016: US\$20.8 million gain) mainly arising from favourable foreign exchange revaluation of financial assets and liabilities during the period, coupled by the absence of impairment of assets that were recorded in 1Q2016.

The Group recorded a net foreign exchange gain of US\$25.9 million in 1Q2017 (1Q2016: US\$8.6 million gain), after taking into account foreign exchange losses arising from forward exchange instruments entered into for hedging purposes recorded under Cost of Sales.

Unaudited Financial Statements for the First Quarter ended 31 March 2017

Selling and Distribution Expenses

Selling and distribution expenses decreased 7.6% to US\$444.6 million (1Q2016: US\$481.1 million) mainly due to lower seasonal advertising and promotional activities as a result of the early Chinese Spring Festival in 2017. This was partially offset by higher export duties on CPO products, in line with higher CPO prices recorded during the current quarter.

Administrative Expenses

Administrative expenses, mainly comprising of personnel and its related costs, decreased 3.1% to US\$170.7 million (1Q2016: US\$176.1 million).

Non-operating Items

During the quarter, the Group recorded a gain of US\$53.3 million (1Q2016: US\$19.9 million gain) mainly due to gains arising from the Group's investment securities, in line with improved equity markets conditions.

Share of Results of Joint Ventures & Associates

Share of results of joint ventures & associates increased US\$29.2 million to US\$42.0 million (1Q2016: US\$12.8 million) due to higher contributions from our China associates and absence of losses from our Sugar associate in India.

Income Tax Expense

The Group's effective tax rate remained comparable at 19.8% (1Q2016: 19.2%).

Unaudited Financial Statements for the First Quarter ended 31 March 2017
Group Financial Performance by Business Segment
Sales Volume of Key Segments

	Sales Volume		
	1Q2017 MT'000	1Q2016 MT'000	Inc/(Dec) %
Tropical Oils #			
- Manufacturing & Merchandising	5,650	5,557	1.7%
Oilseeds and Grains			
- Manufacturing	5,696	5,462	4.3%
- Consumer Products	1,422	1,723	-17.5%
Sugar			
- Milling	203	88	130.7%
- Merchandising, Refining and Consumer Products	2,285	1,867	22.4%

Tropical Oils exclude plantation volume.

Three Months Ended 31 March

Revenue	1Q2017 US\$'000	1Q2016 US\$'000	Variance	
			US\$'000	%
Tropical Oils				
- Plantation	18,062	11,059	7,003	63.3%
- Manufacturing & Merchandising	4,624,808	3,500,568	1,124,240	32.1%
Oilseeds and Grains				
- Manufacturing	2,788,345	2,436,012	352,333	14.5%
- Consumer Products	1,676,171	2,060,832	(384,661)	-18.7%
Sugar				
- Milling	42,937	29,271	13,666	46.7%
- Merchandising, Refining and Consumer Products	1,193,608	741,234	452,374	61.0%
Others	482,714	448,839	33,875	7.5%
Eliminations	(256,656)	(225,158)	(31,498)	-14.0%
Total revenue	10,569,989	9,002,657	1,567,332	17.4%

Unaudited Financial Statements for the First Quarter ended 31 March 2017
Three Months Ended 31 March

Profit before tax	1Q2017	1Q2016	Variance	
	US\$'000	US\$'000	US\$'000	%
Tropical Oils	178,592	149,336	29,256	19.6%
Oilseeds and Grains	213,690	168,813	44,877	26.6%
Sugar	(34,485)	(18,173)	(16,312)	-89.8%
Others	69,491	12,118	57,373	473.5%
Share of results of joint ventures	(562)	(1,902)	1,340	70.5%
Share of results of associates	42,512	14,654	27,858	190.1%
Unallocated expenses #	(2,020)	(3,568)	1,548	43.4%
Total profit before tax	467,218	321,278	145,940	45.4%

Unallocated expenses refer to expenses in relation to employees' share options.

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Tropical Oils (Plantation, Manufacturing and Merchandising)

Profit before tax increased by 19.6% in 1Q2017 to US\$178.6 million (1Q2016: US\$149.3 million) mainly attributable to better performance from both refinery and plantation businesses, with the latter benefitting from higher CPO prices.

Production yield for 1Q2017 improved by 7.8% to 4.6 MT per hectare (1Q2016: 4.3 MT per hectare), resulting in an increase in total fresh fruit bunches production to 938,771 MT (1Q2016: 902,035 MT).

Volume for Tropical Oils (Manufacturing & Merchandising) increased by 1.7% to 5.7 million MT in 1Q2017 (1Q2016: 5.6 million MT). Together with higher CPO prices during the quarter, overall revenue increased by 32.2% to US\$4.6 billion in 1Q2017 (1Q2016: US\$3.5 billion).

Oilseeds and Grains (Manufacturing and Consumer Products)

The segment continued its positive performance from 2H2016 and recorded another quarter of solid performance in 1Q2017, with profit before tax improving by 26.6% to US\$213.7 million (1Q2016: US\$168.8 million). The strong segment profits were achieved on the back of higher soybean volume crushed and stable crushing margins. This was partially offset by weaker seasonal sales volume from the Consumer Products businesses, which had been affected by the early Chinese Spring Festival in 2017. Overall sales volume decreased marginally by 0.1 million MT to 7.1 million MT in 1Q2017 (1Q2016: 7.2 million MT).

Sugar (Milling, Merchandising, Refining and Consumer Products)

Higher merchandising activities during the quarter resulted in an increase in overall sales volume by 27.3% to 2.5 million MT (1Q2016: 2.0 million MT). This, in addition to the higher sugar prices, resulted in a 60.5% increase in revenue during the quarter to US\$1.2 billion (1Q2016: US\$770.5 million).

Sugar segment recorded a loss of US\$34.5 million (1Q2016: US\$18.2 million loss), mainly due to seasonal maintenance in the first half of the year by the Australia Milling business and weaker performances from both the Merchandising and Refining businesses.

Others

The segment recorded a profit before tax of US\$69.5 million in 1Q2017 (1Q2016: US\$12.1 million) mainly from the Shipping and Fertiliser businesses and gains from investment securities.

Unaudited Financial Statements for the First Quarter ended 31 March 2017

Review of Balance Sheet and Cash Flows

Inventories decreased 1.1% to US\$6.9 billion as at 31 March 2017 due to lower stockholding of consumer products in China after the festive season. Average turnover days remained comparable at 70 days in 1Q2017 (1Q2016: 70 days).

Trade receivables decreased by US\$312.8 million to US\$3.8 billion in 1Q2017 mainly due to reduction in receivables as a result of sales timing. Average turnover days remained comparable at 35 days in 1Q2017 (1Q2016: 35 days).

Trade payables decreased by US\$216.7 million to US\$1.3 billion in 1Q2017 mainly due to seasonal impact by the Sugar segment. Average turnover days remained comparable at 13 days in 1Q2017 (1Q2016: 13 days).

Other financial receivables (non-current and current) increased marginally by US\$33.8 million to US\$2.6 billion mainly due to higher other deposits and financial products placed with financial institutions.

Net loans and borrowings (net of other bank deposits, cash and bank balances and financial products with financial institutions – current) increased marginally by US\$191.3 million to US\$11.9 billion from higher borrowings. However, net gearing ratio improved to 0.79x in 1Q2017 (FY2016: 0.81x) due to strong quarter performances.

During the quarter, operating activities resulted in a net cash outflow of US\$22.3 million due to increase working capital requirements. Capital expenditures for the quarter (including advances paid) was marginally higher at US\$174.6 million (1Q2016: US\$164.6 million) while US\$10.3 million (1Q2016: nil) was used for the acquisition of associates and a joint venture. Together with proceeds from financing activities of US\$952.8 million, the Group recorded a cash inflow of US\$771.5 million as at 31 March 2017.

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.

Unaudited Financial Statements for the First Quarter ended 31 March 2017

9. 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.

10. Prospects

The Group has shown strong results in the first quarter, particularly from our Tropical Oils and Oilseeds and Grains segments. We expect our Flour business to continue its growth, while volume for consumer products is expected to recover from the seasonal reduction in 1Q2017. Although lower CPO prices will impact our Plantation and Palm Oil Mills operations, we believe that this will be partially offset by anticipated higher palm oil production. Recent volatility in sugar prices is expected to impact our Sugar operations.

Overall, we are cautiously optimistic that the next quarter's performance will be satisfactory.

The Group also wishes to announce that it is carrying out an internal restructuring of its China operations with the possibility of a separate listing. As the proposed listing is still at evaluation stage, shareholders are advised to exercise caution in trading their shares. There is no certainty or assurance as at the date of this announcement that the listing proposal will be carried out.

11. Dividend

- (a) Whether an interim (final) ordinary dividend has been declared (recommended) for the current financial period reported on?

None.

- (b) Whether the dividend is before tax, net of tax or tax exempt? If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated)

Not applicable.

- (c) Date Payable

Not applicable.

- (d) Books Closure Date

Not applicable.

12. If no dividend has been declared or recommended, a statement to that effect.

No dividend has been declared for the quarter ended 31 March 2017.

Unaudited Financial Statements for the First Quarter ended 31 March 2017
13. 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)
	1Q 2017 US\$'000	1Q 2017 US\$'000
Archer Daniels Midland Group	NIL	798,576
Pua Seck Guan	NIL	NIL
Associates of Kuok Khoon Hong & Martua Sitorus	4,168	5,454
Associates of Kuok Khoon Ean & Kuok Khoon Hua#	590	1,738
Martua Sitorus' Associates	NIL	98,884
Kuok Khoon Hong's Associates	4,000	324
PPB Group Bhd	16,042	NIL
Kuok Brothers Sdn Bhd	590	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.

14. 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 7H) pursuant to Rule 720 (1) of the SGX-ST Listing Manual.

BY ORDER OF THE BOARD

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

11 May 2017

Unaudited Financial Statements for the First Quarter ended 31 March 2017

CONFIRMATION BY THE BOARD

We, Kuok Khoon Hong and Pua Seck Guan, being two of the directors of Wilmar International 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 the attention of the board of directors of the Company which may render the first quarter ended 31 March 2017 financial results to be false or misleading in any material respect.

On behalf of the Board,

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

.....
PUA SECK GUAN
Chief Operating Officer

11 May 2017