

GOLDEN AGRI-RESOURCES LTD
Full Year Financial Statement And Dividend Announcement
FINANCIAL HIGHLIGHTS

	Full Year 2022 US\$'000	Full Year 2021 US\$'000	Change %	2nd Half 2022 US\$'000	2nd Half 2021 US\$'000	Change %
Revenue	11,438,798	10,182,536	12.3	5,948,515	5,728,207	3.8
Gross Profit	3,025,578	2,354,610	28.5	1,656,126	1,293,733	28.0
EBITDA ¹	1,826,109	1,214,017	50.4	1,018,748	691,299	47.4
Underlying profit ²	921,907	602,862	52.9	515,169	356,899	44.3
Net profit attributable to owners of the Company	782,103	476,179	64.2	392,430	322,965	21.5
Earnings per share (USD cents)	6.17	3.75	64.5	3.09	2.54	21.7
Proposed final dividend per share (SGD cents)	0.991	1.077	(8.0)			
Total dividend per share (SGD cents)	1.791	1.605	11.6			

Notes:

- (1) Earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, net (loss)/gain from changes in fair value of biological assets, foreign exchange gain/(loss) and exceptional item.
- (2) Net profit attributable to owners of the Company excluding net effect of net gain or loss from changes in fair value of biological assets and depreciation of bearer plants, exceptional item and other non-operating items (foreign exchange gain or loss, net tax impact from tax-based asset revaluations, and other deferred tax income or expense).

A Condensed interim consolidated income statement and consolidated statement of comprehensive income

**UNAUDITED CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2022**

		Full Year 2022	Full Year 2021	Change	2nd Half 2022	2nd Half 2021	Change
	Note	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	E4	11,438,798	10,182,536	12.3	5,948,515	5,728,207	3.8
Cost of sales		<u>(8,413,220)</u>	<u>(7,827,926)</u>	7.5	<u>(4,292,389)</u>	<u>(4,434,474)</u>	(3.2)
Gross Profit		<u>3,025,578</u>	<u>2,354,610</u>	28.5	<u>1,656,126</u>	<u>1,293,733</u>	28.0
Operating expenses							
Selling expenses		(1,233,696)	(1,272,233)	(3.0)	(550,111)	(651,236)	(15.5)
General and administrative expenses		<u>(336,653)</u>	<u>(353,790)</u>	(4.8)	<u>(162,035)</u>	<u>(206,619)</u>	(21.6)
Total operating expenses		<u>(1,570,349)</u>	<u>(1,626,023)</u>	(3.4)	<u>(712,146)</u>	<u>(857,855)</u>	(17.0)
Operating profit		<u>1,455,229</u>	<u>728,587</u>	99.7	<u>943,980</u>	<u>435,878</u>	116.6
Other income/(expenses)							
Financial income		33,861	23,015	47.1	26,599	11,842	124.6
Financial expenses		(186,508)	(164,833)	13.1	(102,268)	(82,315)	24.2
Share of results of associated companies, net of tax		3,892	4,003	(2.8)	1,014	1,995	(49.2)
Share of results of joint ventures, net of tax		70,559	34,432	104.9	28,147	20,989	34.1
Foreign exchange gain/(loss)		6,060	32,432	(81.3)	(34,893)	41,203	n.m.
Other operating (expenses)/income		<u>(147,783)</u>	<u>68,815</u>	n.m.	<u>(194,876)</u>	<u>38,048</u>	n.m.
		<u>(219,919)</u>	<u>(2,136)</u>	n.m.	<u>(276,277)</u>	<u>31,762</u>	n.m.
Exceptional item							
Allowance for impairment loss on property, plant and equipment		<u>(409)</u>	<u>(941)</u>	(56.5)	<u>(409)</u>	<u>(941)</u>	(56.5)
Profit before tax	E5	1,234,901	725,510	70.2	667,294	466,699	43.0
Income tax	E6	<u>(388,361)</u>	<u>(198,929)</u>	95.2	<u>(241,752)</u>	<u>(113,801)</u>	112.4
Profit for the year/period		<u>846,540</u>	<u>526,581</u>	60.8	<u>425,542</u>	<u>352,898</u>	20.6
Attributable to:							
Owners of the Company		782,103	476,179	64.2	392,430	322,965	21.5
Non-controlling interests		<u>64,437</u>	<u>50,402</u>	27.8	<u>33,112</u>	<u>29,933</u>	10.6
		<u>846,540</u>	<u>526,581</u>	60.8	<u>425,542</u>	<u>352,898</u>	20.6

Note:

(1) n.m. – not meaningful.

A Condensed interim consolidated income statement and consolidated statement of comprehensive income
(cont'd)

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2022

	Full Year 2022 US\$'000	Full Year 2021 US\$'000	2nd Half 2022 US\$'000	2nd Half 2021 US\$'000
Profit for the year/period	846,540	526,581	425,542	352,898
Other comprehensive income/(loss):				
<u>Items that will not be reclassified subsequently to profit or loss:</u>				
Actuarial gain on post-employment benefits	9,813	5,755	7,638	5,252
Share of other comprehensive income/(loss) of:				
A joint venture	-	5	-	-
An associated company	(11)	9	-	(3)
Changes in fair value of financial assets at fair value through other comprehensive income	(233,770)	45,577	(259,555)	(28,942)
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Foreign currency translation differences on consolidation	(57,590)	(2,655)	(21,984)	2,765
Share of other comprehensive (loss)/income of:				
Joint ventures	(3,790)	499	(1,762)	1,517
Associated companies	(1,732)	(138)	(1,338)	273
Other comprehensive (loss)/income, net of tax	(287,080)	49,052	(277,001)	(19,138)
Total comprehensive income for the year/period, net of tax	559,460	575,633	148,541	333,760
Total comprehensive income attributable to:				
Owners of the Company	507,241	526,554	120,559	303,347
Non-controlling interests	52,219	49,079	27,982	30,413
	559,460	575,633	148,541	333,760

ADDITIONAL INFORMATION

Earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, net (loss)/gain from changes in fair value of biological assets, foreign exchange gain/(loss) and exceptional item ("EBITDA")

	Full Year 2022 US\$'000	Full Year 2021 US\$'000	Change %	2nd Half 2022 US\$'000	2nd Half 2021 US\$'000	Change %
Earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, net (loss)/gain from changes in fair value of biological assets and foreign exchange gain/(loss) and exceptional item ("EBITDA")	1,826,109	1,214,017	50.4	1,018,748	691,299	47.4
Interest on borrowings	(182,493)	(160,922)	13.4	(99,793)	(80,171)	24.5
Depreciation and amortisation	(397,741)	(364,934)	9.0	(206,348)	(188,005)	9.8
Net (loss)/gain from changes in fair value of biological assets	(16,625)	5,858	n.m.	(10,011)	3,314	n.m.
Foreign exchange gain/(loss)	6,060	32,432	(81.3)	(34,893)	41,203	n.m.
Exceptional item	(409)	(941)	(56.5)	(409)	(941)	(56.5)
Profit before tax	1,234,901	725,510	70.2	667,294	466,699	43.0

Note:

(1) n.m. – not meaningful.

B Condensed interim statements of financial position

UNAUDITED STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		As at 31/12/2022	As at 31/12/2021	As at 31/12/2022	As at 31/12/2021
		<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Assets					
Current Assets					
Cash and cash equivalents	E9	691,065	498,870	335	226
Short-term investments	E10	454,048	167,147	-	-
Trade receivables		790,779	782,942	-	-
Other current assets	E11	576,519	507,687	650,332	2,625
Biological assets		75,731	92,356	-	-
Inventories		1,570,356	1,383,155	-	-
		<u>4,158,498</u>	<u>3,432,157</u>	<u>650,667</u>	<u>2,851</u>
Non-Current Assets					
Long-term receivables and assets	E12	128,508	170,533	-	-
Long-term investments	E13	1,249,399	1,480,592	61,164	82,585
Subsidiary companies		-	-	2,509,861	3,429,024
Associated companies		22,399	25,592	-	-
Joint ventures		247,645	183,896	-	-
Investment properties		90	104	-	-
Property, plant and equipment		2,472,708	2,602,424	-	-
Bearer plants		1,347,635	1,396,471	-	-
Deferred tax assets		107,292	138,384	-	-
Intangible assets		167,898	177,958	-	-
		<u>5,743,574</u>	<u>6,175,954</u>	<u>2,571,025</u>	<u>3,511,609</u>
Total Assets		<u>9,902,072</u>	<u>9,608,111</u>	<u>3,221,692</u>	<u>3,514,460</u>

B Condensed interim statements of financial position (cont'd)

UNAUDITED STATEMENTS OF FINANCIAL POSITION (cont'd)

	Note	Group		Company	
		As at 31/12/2022 US\$'000	As at 31/12/2021 US\$'000	As at 31/12/2022 US\$'000	As at 31/12/2021 US\$'000
Liabilities and Equity					
Current Liabilities					
Short-term borrowings	E15	1,737,828	1,545,543	-	-
Bonds and notes payable	E15	98,285	90,999	-	-
Lease liabilities	E15	7,617	11,966	-	-
Trade payables		583,828	679,703	-	-
Other payables	E14	573,983	514,589	326,678	1,714
Taxes payable		192,348	91,993	-	-
		<u>3,193,889</u>	<u>2,934,793</u>	<u>326,678</u>	<u>1,714</u>
Non-Current Liabilities					
Bonds and notes payable	E15	465,795	357,800	-	-
Long-term borrowings	E15	655,630	974,286	-	-
Lease liabilities	E15	18,427	17,120	-	-
Deferred tax liabilities		166,738	166,824	-	-
Long-term payables and liabilities	E16	147,244	265,284	18,383	352,468
		<u>1,453,834</u>	<u>1,781,314</u>	<u>18,383</u>	<u>352,468</u>
Total Liabilities		<u>4,647,723</u>	<u>4,716,107</u>	<u>345,061</u>	<u>354,182</u>
Equity Attributable to Owners of the Company					
Issued capital	E17	320,939	320,939	320,939	320,939
Share premium		1,216,095	1,216,095	1,850,965	1,850,965
Treasury shares	E17	(39,825)	(37,517)	(39,825)	(37,517)
Other paid-in capital		184,318	184,318	-	-
Other reserves					
Option reserve		31,471	31,471	31,471	31,471
Currency translation reserve		(62,007)	(11,476)	-	-
Fair value reserve		(123,581)	110,189	(257,546)	(197,930)
PRC statutory reserve		4,494	4,353	-	-
Other reserve		41,012	41,452	-	-
		<u>(108,611)</u>	<u>175,989</u>	<u>(226,075)</u>	<u>(166,459)</u>
Retained earnings		<u>3,428,545</u>	<u>2,817,567</u>	<u>970,627</u>	<u>1,192,350</u>
		<u>5,001,461</u>	<u>4,677,391</u>	<u>2,876,631</u>	<u>3,160,278</u>
Non-Controlling Interests		<u>252,888</u>	<u>214,613</u>	<u>-</u>	<u>-</u>
Total Equity		<u>5,254,349</u>	<u>4,892,004</u>	<u>2,876,631</u>	<u>3,160,278</u>
Total Liabilities and Equity		<u>9,902,072</u>	<u>9,608,111</u>	<u>3,221,692</u>	<u>3,514,460</u>

C Condensed interim statements of changes in equity

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2022**

The Group	←----- Attributable to Owners of the Company ----->							Non-Controlling Interests	Total Equity
	Issued Capital	Share Premium	Treasury Shares	Other Paid-in Capital	Other Reserves	Retained Earnings	Total		
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance at 1 Jan 2022	320,939	1,216,095	(37,517)	184,318	175,989	2,817,567	4,677,391	214,613	4,892,004
Profit for the year	-	-	-	-	-	782,103	782,103	64,437	846,540
Other comprehensive loss	-	-	-	-	(274,721)	(141)	(274,862)	(12,218)	(287,080)
Total comprehensive (loss)/income for the year	-	-	-	-	(274,721)	781,962	507,241	52,219	559,460
Shares buy-back and held as treasury shares (Note E17)	-	-	(2,308)	-	-	-	(2,308)	-	(2,308)
Dividends paid (Note E18)	-	-	-	-	-	(170,984)	(170,984)	-	(170,984)
Dividends paid to non-controlling shareholders	-	-	-	-	-	-	-	(24,586)	(24,586)
Deconsolidation of a subsidiary (Note E21(i))	-	-	-	-	-	-	-	857	857
Adjustment to changes in interest in subsidiaries	-	-	-	-	(9,879)	-	(9,879)	9,879	-
Waiver of loan from non-controlling shareholder written-back	-	-	-	-	-	-	-	(94)	(94)
Balance at 31 Dec 2022	320,939	1,216,095	(39,825)	184,318	(108,611)	3,428,545	5,001,461	252,888	5,254,349
Balance at 1 Jan 2021	320,939	1,216,095	(37,517)	184,318	125,465	2,436,627	4,245,927	185,687	4,431,614
Profit for the year	-	-	-	-	-	476,179	476,179	50,402	526,581
Other comprehensive income/(loss)	-	-	-	-	50,398	(23)	50,375	(1,323)	49,052
Total comprehensive income for the year	-	-	-	-	50,398	476,156	526,554	49,079	575,633
Dividends paid (Note E18)	-	-	-	-	-	(95,216)	(95,216)	-	(95,216)
Dividends paid to non-controlling shareholders	-	-	-	-	-	-	-	(20,031)	(20,031)
Capital subscribed by non-controlling shareholders	-	-	-	-	126	-	126	(122)	4
Balance at 31 Dec 2021	320,939	1,216,095	(37,517)	184,318	175,989	2,817,567	4,677,391	214,613	4,892,004

C Condensed interim statements of changes in equity (cont'd)

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (cont'd)
FOR THE YEAR ENDED 31 DECEMBER 2022**

<u>The Company</u>	Issued Capital	Share Premium	Treasury Shares	Other Reserves	Retained Earnings	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance at 1 Jan 2022	320,939	1,850,965	(37,517)	(166,459)	1,192,350	3,160,278
Loss for the year	-	-	-	-	(50,739)	(50,739)
Other comprehensive loss	-	-	-	(59,616)	-	(59,616)
Total comprehensive loss for the year	-	-	-	(59,616)	(50,739)	(110,355)
Shares buy-back and held as treasury shares (Note E17)	-	-	(2,308)	-	-	(2,308)
Dividends paid (Note E18)	-	-	-	-	(170,984)	(170,984)
Balance at 31 Dec 2022	<u>320,939</u>	<u>1,850,965</u>	<u>(39,825)</u>	<u>(226,075)</u>	<u>970,627</u>	<u>2,876,631</u>
Balance at 1 Jan 2021	320,939	1,850,965	(37,517)	(59,982)	1,287,880	3,362,285
Loss for the year	-	-	-	-	(314)	(314)
Other comprehensive loss	-	-	-	(106,477)	-	(106,477)
Total comprehensive loss for the year	-	-	-	(106,477)	(314)	(106,791)
Dividends paid (Note E18)	-	-	-	-	(95,216)	(95,216)
Balance at 31 Dec 2021	<u>320,939</u>	<u>1,850,965</u>	<u>(37,517)</u>	<u>(166,459)</u>	<u>1,192,350</u>	<u>3,160,278</u>

D Condensed consolidated statements of cash flows

**UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Full Year 2022 <u>US\$'000</u>	Full Year 2021 <u>US\$'000</u>
Cash flows from operating activities		
Profit before tax	1,234,901	725,510
Adjustments for:		
Depreciation and amortisation	397,741	364,934
Net loss/(gain) from changes in fair value of biological assets	16,625	(5,858)
Unrealised foreign exchange gain	(11,294)	(1,755)
Share of results of associated companies, net of tax	(3,892)	(4,003)
Share of results of joint ventures, net of tax	(70,559)	(34,432)
Gain on deconsolidation of a subsidiary	(1,988)	-
Gain on disposal of certain interest in an associated company	(969)	-
Gain on disposal of property, plant and equipment	(2,486)	(1,416)
Bearer plants and property, plant and equipment written off	1,572	1,214
Goodwill written off	1,439	-
Non-trade receivables written off	-	1,510
Deferred charges written off	-	87
Allowance for impairment loss on:		
Inventories, net	3,111	12,153
Property, plant and equipment	409	941
(Write-back of)/Provision for expected credit loss on:		
Trade receivables, net	(72)	208
Non-trade receivables, net	(6,408)	373
Loss on disposal of an associated company	2,564	-
Changes in fair value of financial assets at fair value through profit or loss	211,873	(43,544)
Interest income	(33,861)	(23,015)
Interest expense	182,493	160,922
Operating cash flow before working capital changes	1,921,199	1,153,829
Changes in operating assets and liabilities:		
Trade receivables	(7,713)	(45,945)
Other current assets	(17,202)	(1,598)
Inventories	(189,037)	(459,888)
Trade payables	(95,875)	75,343
Other payables	(105,435)	16,082
Cash generated from operations	1,505,937	737,823
Interest paid	(173,674)	(147,565)
Interest received	26,906	16,390
Tax paid	(274,040)	(40,027)
Net cash generated from operating activities	1,085,129	566,621

D Condensed consolidated statements of cash flows (cont'd)

**UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Full Year 2022 <u>US\$'000</u>	Full Year 2021 <u>US\$'000</u>
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	5,429	4,515
Proceeds from disposal of bearer plants	1,462	1,600
Capital expenditure on property, plant and equipment	(161,233)	(119,584)
Capital expenditure on bearer plants	(35,831)	(84,275)
(Payments for)/Proceeds from redemption of investment in financial assets, net	(501,554)	8,543
Proceeds from/(Investments in) Plasma/KKPA Program plantations, net	927	(2,486)
Investment in an associated company and a joint venture	(2,563)	-
Cash outflow from deconsolidation of a subsidiary	(117)	-
Proceeds from disposal of certain interest in an associated company	1,000	-
Proceeds from disposal of an associated company	4,306	-
Dividend received from joint ventures	3,000	4,000
Dividend received from an associated company	1,121	1,224
Payments for deferred expenditure and intangible assets	(2,587)	(3,258)
Net increase in long-term receivables and assets	<u>(19,221)</u>	<u>(6,472)</u>
Net cash used in investing activities	<u>(705,861)</u>	<u>(196,193)</u>
Cash flows from financing activities		
Proceeds from short-term borrowings	5,686,341	4,581,069
Proceeds from long-term borrowings	266,601	309,394
Proceeds from bonds and notes issue	251,402	339,359
Payments of dividends	(195,570)	(115,247)
Payments of short-term borrowings	(5,649,128)	(4,925,399)
Payments of long-term borrowings	(407,485)	(284,227)
Payments of principal element of leases	(13,015)	(18,431)
Payments of bonds and notes payable	(87,808)	(152,627)
Payments for shares buy-back	(2,308)	-
Capital subscribed by non-controlling shareholders	-	4
Payments of deferred loan charges and bank loan administration costs	(4,353)	(6,548)
Increase in cash in banks and time deposits pledged	<u>(137,543)</u>	<u>(10,009)</u>
Net cash used in financing activities	<u>(292,866)</u>	<u>(282,662)</u>
Net increase in cash and cash equivalents	86,402	87,766
Cash and cash equivalents at the beginning of the year	485,113	399,173
Effect of exchange rate changes on cash and cash equivalents	<u>(31,750)</u>	<u>(1,826)</u>
Cash and cash equivalents at the end of the year (Note E9)	<u>539,765</u>	<u>485,113</u>

E Notes to the condensed interim consolidated financial statements

1 Corporate information

Golden Agri-Resources Ltd (the “Company” or “GAR”) is a public limited company incorporated in Mauritius. The registered office is c/o IQ EQ Corporate Services (Mauritius) Ltd, 33 Edith Cavell Street, Port Louis, 11324, Mauritius.

The Company is principally engaged as an investment holding company. The principal activities of the subsidiaries, associated companies and joint ventures are described in Note 46 to the consolidated financial statements for the financial statements for the year ended 31 December 2021. These condensed interim consolidated financial statements as at and for year ended 31 December 2022 comprise the condensed financial statements of the Company and its subsidiaries (the “Group”).

2 Basis of preparation

The condensed interim consolidated financial statements of the Group for year ended 31 December 2022, have been prepared in accordance with International Accounting Standard (“IAS”) 34, *Interim Financial Reporting*.

The 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 since the last annual financial statements for the year ended 31 December 2021.

The condensed interim consolidated financial statements are presented in United States dollar, which is the Company’s functional currency and presentation currency. All financial information presented in United States dollars have been rounded to the nearest thousand, unless otherwise stated.

2.1 New and revised International Financial Reporting Standards (“IFRSs”)

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with the IFRSs, except for the adoption of new and revised IFRSs effective for annual periods beginning on 1 January 2022. The adoption of the new and revised IFRSs has had no material financial impact on the condensed interim financial statements of the Group. The Group has not early adopted any other new and revised IFRSs that have been issued but are not yet effective.

2.2 Use of judgement and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of the Group’s accounting policies and the reported amounts of assets, liabilities, income and expenses. Although these estimates are based on management’s best knowledge of current events and actions, actual results may actually differ from these estimates. The significant judgements made 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. Financial impact arising from revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3 Seasonal operations

The production of fresh fruit bunch (“FFB”) in oil palm plantations is subject to seasonal fluctuations as a result of weather conditions and rainfall patterns.

E Notes to the condensed interim consolidated financial statements (cont'd)

4 Segment and revenue information

	Full Year 2022	Full Year 2021	2nd Half 2022	2nd Half 2021
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Sales in Indonesia				
Third parties	1,816,195	1,609,871	822,603	905,625
Associated companies	14,775	15,829	5,441	7,574
Joint ventures	245,098	245,452	88,059	129,619
Related parties	12,378	9,971	4,250	6,234
	<u>2,088,446</u>	<u>1,881,123</u>	<u>920,353</u>	<u>1,049,052</u>
Sales outside Indonesia				
Third parties	9,349,902	8,301,198	5,027,973	4,679,037
Related parties	450	215	189	118
	<u>9,350,352</u>	<u>8,301,413</u>	<u>5,028,162</u>	<u>4,679,155</u>
	<u>11,438,798</u>	<u>10,182,536</u>	<u>5,948,515</u>	<u>5,728,207</u>

	Plantations and palm oil mills	Palm, laurics and others	Eliminations	Total
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
<u>Full Year 2022</u>				
Revenue from external customers	72,768	11,366,030	-	11,438,798
Inter-segment sales	2,195,623	-	(2,195,623)	-
Total revenue	<u>2,268,391</u>	<u>11,366,030</u>	<u>(2,195,623)</u>	<u>11,438,798</u>
EBITDA	<u>804,405</u>	<u>1,021,974</u>	<u>(270)</u>	<u>1,826,109</u>
<u>Other information</u>				
Capital expenditure	107,226	87,902	-	195,128
Unallocated capital expenditure				1,936
Total capital expenditure				<u>197,064</u>
Depreciation and amortisation	(262,759)	(134,982)	-	(397,741)
Allowance for impairment loss on property, plant and equipment	-	(409)	-	(409)
Write-back of expected credit loss on trade and other receivables	-	6,480	-	6,480
Net loss from changes in fair value of biological assets	(16,625)	-	-	(16,625)
Loss from changes in fair value of financial assets at fair value through profit or loss	(47,894)	(163,979)	-	(211,873)
Interest on borrowings	(90,795)	(91,698)	-	(182,493)
Share of profit of:				
Associated companies	240	3,652	-	3,892
Joint ventures	-	70,559	-	70,559
				<u>70,559</u>
<u>Assets</u>				
Segment assets	4,927,659	4,793,576	(1,441,449)	8,279,786
Investment in:				
Associated companies	2,847	19,552	-	22,399
Joint ventures	-	247,645	-	247,645
Unallocated assets				1,352,242
Total assets				<u>9,902,072</u>
<u>Liabilities</u>				
Segment liabilities	(719,907)	(3,191,771)	1,437,600	(2,474,078)
Unallocated liabilities				(2,173,645)
Total liabilities				<u>(4,647,723)</u>

E Notes to the condensed interim consolidated financial statements (cont'd)

4 Segment and revenue information (cont'd)

<u>Full Year 2021</u>	<u>Plantations and palm oil mills US\$'000</u>	<u>Palm, laurics and others US\$'000</u>	<u>Eliminations US\$'000</u>	<u>Total US\$'000</u>
Revenue from external customers	32,891	10,149,645	-	10,182,536
Inter-segment sales	2,157,195	-	(2,157,195)	-
Total revenue	<u>2,190,086</u>	<u>10,149,645</u>	<u>(2,157,195)</u>	<u>10,182,536</u>
 EBITDA	 <u>779,215</u>	 <u>434,354</u>	 <u>448</u>	 <u>1,214,017</u>
 <u>Other information</u>				
Capital expenditure	156,399	45,221	-	201,620
Unallocated capital expenditure				2,239
Total capital expenditure				<u>203,859</u>
 Depreciation and amortisation	(265,011)	(100,295)	372	(364,934)
Allowance for impairment loss on property, plant and equipment	-	(941)	-	(941)
Provision for expected credit loss on trade and other receivables	-	(581)	-	(581)
Net gain from changes in fair value of biological assets	5,858	-	-	5,858
Gain from changes in fair value of financial assets at fair value through profit or loss	7,741	35,803	-	43,544
Interest on borrowings	(106,805)	(54,179)	62	(160,922)
Share of profit/(loss) of:				
Associated companies	(342)	4,345	-	4,003
Joint ventures	-	34,432	-	34,432
 <u>Assets</u>				
Segment assets	5,320,555	4,345,023	(1,874,173)	7,791,405
Investment in:				
Associated companies	2,548	23,044	-	25,592
Joint ventures	-	183,896	-	183,896
Unallocated assets				1,607,218
Total assets				<u>9,608,111</u>
 <u>Liabilities</u>				
Segment liabilities	(633,619)	(3,359,507)	1,859,228	(2,133,898)
Unallocated liabilities				(2,582,209)
Total liabilities				<u>(4,716,107)</u>

E Notes to the condensed interim consolidated financial statements (cont'd)

4 Segment and revenue information (cont'd)

	Plantations and palm oil mills US\$'000	Palm, laurics and others US\$'000	Eliminations US\$'000	Total US\$'000
<u>2nd Half 2022</u>				
Revenue from external customers	49,087	5,899,428	-	5,948,515
Inter-segment sales	970,330	-	(970,330)	-
Total revenue	1,019,417	5,899,428	(970,330)	5,948,515
EBITDA	283,942	734,226	580	1,018,748
<u>Other information</u>				
Capital expenditure	46,907	49,377	-	96,284
Unallocated capital expenditure				1,068
Total capital expenditure				97,352
Depreciation and amortisation	(132,450)	(73,898)	-	(206,348)
Allowance for impairment loss on property, plant and equipment	-	(409)	-	(409)
Write-back of expected credit loss on trade and other receivables	-	7,703	-	7,703
Net loss from changes in fair value of biological assets	(10,011)	-	-	(10,011)
Loss from changes in fair value of financial assets at fair value through profit or loss	(48,524)	(166,444)	-	(214,968)
Interest on borrowings	(44,268)	(55,525)	-	(99,793)
Share of profit of:				
Associated companies	14	1,000	-	1,014
Joint ventures	-	28,147	-	28,147
<u>2nd Half 2021</u>				
Revenue from external customers	11,810	5,716,397	-	5,728,207
Inter-segment sales	1,135,165	-	(1,135,165)	-
Total revenue	1,146,975	5,716,397	(1,135,165)	5,728,207
EBITDA	414,174	275,948	1,177	691,299
<u>Other information</u>				
Capital expenditure	108,068	29,014	-	137,082
Unallocated capital expenditure				1,213
Total capital expenditure				138,295
Depreciation and amortisation	(138,427)	(49,722)	144	(188,005)
Allowance for impairment loss on property, plant and equipment	-	(941)	-	(941)
Provision for expected credit loss on trade and other receivables	-	(510)	-	(510)
Net gain from changes in fair value of biological assets	3,314	-	-	3,314
Gain from changes in fair value of financial assets at fair value through profit or loss	2,567	29,636	-	32,203
Interest on borrowings	(51,500)	(28,733)	62	(80,171)
Share of (loss)/profit of:				
Associated companies	(102)	2,097	-	1,995
Joint ventures	-	20,989	-	20,989

E Notes to the condensed interim consolidated financial statements (cont'd)**4 Segment and revenue information (cont'd)**

The following is an analysis of revenue and based on geographical location of customers is as follows:

	Full Year 2022 <u>US\$'000</u>	Full Year 2021 <u>US\$'000</u>	2nd Half 2022 <u>US\$'000</u>	2nd Half 2021 <u>US\$'000</u>
China	1,226,530	1,175,182	685,122	696,181
Indonesia	2,088,446	1,881,123	920,353	1,049,052
India	2,038,986	1,980,008	1,042,828	1,106,776
Rest of Asia	3,149,717	2,627,781	1,631,963	1,473,132
Europe	1,453,759	1,512,517	876,288	819,450
Others	1,481,360	1,005,925	791,961	583,616
Consolidated revenue	<u>11,438,798</u>	<u>10,182,536</u>	<u>5,948,515</u>	<u>5,728,207</u>

The following is an analysis of the carrying amount of non-current non-financial assets, analysed by the geographical areas in which the assets are located:

	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>
Indonesia	3,949,975	4,080,267
China	82,792	95,860
Singapore	145,707	133,931
India	76,279	75,994
Others	35,245	42,950
Total non-current non-financial assets	<u>4,289,998</u>	<u>4,429,002</u>

5 Profit before tax

The following items have been credited/(charged) against profit before tax

	Full Year 2022 <u>US\$'000</u>	Full Year 2021 <u>US\$'000</u>	2nd Half 2022 <u>US\$'000</u>	2nd Half 2021 <u>US\$'000</u>
Depreciation of property, plant and equipment	(281,158)	(226,116)	(147,978)	(113,201)
Depreciation of bearer plant	(109,144)	(115,276)	(54,817)	(54,941)
Depreciation of investment property	(5)	(6)	(2)	(3)
Gain on disposal of property, plant and equipment	2,486	1,416	1,427	2,224
Bearer plants and property, plant and equipment written off	(1,572)	(1,214)	(959)	(451)
Goodwill written off	(1,439)	-	-	-
(Allowance for)/Write-back of impairment loss on inventories*	(3,111)	(12,153)	4,296	10,379
Investment income	52,817	7,408	12,793	1,220
(Loss)/Gain on changes in fair value of financial assets at FVTPL	<u>(211,873)</u>	<u>43,544</u>	<u>(214,968)</u>	<u>32,203</u>

* Allowance for impairment loss was made and charged to cost of sales as the carrying amount of certain inventories was higher than the net realisable value. Write-back of impairment loss was made as a result of an increase in net realisable value of certain inventories.

E Notes to the condensed interim consolidated financial statements (cont'd)

5 Profit before tax (cont'd)

Related party transactions

	Full Year 2022 <u>US\$'000</u>	Full Year 2021 <u>US\$'000</u>	2nd Half 2022 <u>US\$'000</u>	2nd Half 2021 <u>US\$'000</u>
(i) Sale of services				
Rental income from related parties	495	376	332	228
Rental income from joint ventures	111	105	56	48
Rental income from an associated company	-	20	-	20
(ii) Purchase of goods and services				
Insurance premium to a related party	4,680	6,086	2,664	3,199
Purchase of non-palm oil products and services from related parties	151,083	85,992	95,506	54,794
Purchase of non-palm oil products and services from joint ventures	121	28	76	28
Freight and related expenses to joint ventures	16,732	5,787	14,016	3,589
Rental and service charge expense to related parties	3,687	211	1,779	66
Rental and service charge expense to an associated company	-	31	-	31
(iii) Dividend income from:				
- joint ventures	3,000	4,000	3,000	4,000
- an associated company	<u>1,121</u>	<u>1,224</u>	<u>1,121</u>	<u>1,224</u>

6 Income tax

	Full Year 2022 <u>US\$'000</u>	Full Year 2021 <u>US\$'000</u>	2nd Half 2022 <u>US\$'000</u>	2nd Half 2021 <u>US\$'000</u>
Current income tax	360,953	147,187	212,654	90,001
Deferred income tax	<u>27,408</u>	<u>51,742</u>	<u>29,098</u>	<u>23,800</u>
	<u>388,361</u>	<u>198,929</u>	<u>241,752</u>	<u>113,801</u>

7 Earnings per share

	Full Year 2022	Full Year 2021	2nd Half 2022	2nd Half 2021
Earnings per ordinary share for the period:				
(i) Based on weighted average number of ordinary shares	USD6.17cents	USD3.75cents	USD3.09cents	USD2.54cents
- Weighted average number of shares	12,683,382,645	12,692,073,056	12,681,673,056	12,692,073,056
(ii) On a fully diluted basis	Not applicable	Not applicable	Not applicable	Not applicable
- Weighted average number of shares	Not applicable	Not applicable	Not applicable	Not applicable

E Notes to the condensed interim consolidated financial statements (cont'd)

8 Net asset value per share

	The Group		The Company	
	As at 31 Dec 2022	As at 31 Dec 2021	As at 31 Dec 2022	As at 31 Dec 2021
Net asset value per ordinary share based on existing issued share capital of 12,681,673,056 (31 Dec 2021: 12,692,073,056) shares	US\$0.41	US\$0.39	US\$0.23	US\$0.25

9 Cash and cash equivalents

	<u>Group</u>	
	31.12.2022	31.12.2021
	<u>US\$'000</u>	<u>US\$'000</u>
Time deposits, cash and bank balances	691,065	498,870
Less: Cash in banks and time deposits pledged	<u>(151,300)</u>	<u>(13,757)</u>
Cash and cash equivalents in the consolidated statement of cash flows	<u>539,765</u>	<u>485,113</u>

10 Short-term investments

	<u>Group</u>	
	31.12.2022	31.12.2021
	<u>US\$'000</u>	<u>US\$'000</u>
Time deposits	<u>437,238</u>	<u>133,548</u>
Equity securities at FVOCI	<u>2,259</u>	<u>15,745</u>
Financial assets at FVTPL:		
Equity securities held for trading	8,082	8,167
Debt securities held for trading	<u>6,469</u>	<u>9,687</u>
	<u>14,551</u>	<u>17,854</u>
	<u>454,048</u>	<u>167,147</u>

E Notes to the condensed interim consolidated financial statements (cont'd)

11 Other current assets

	Group		Company	
	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>
Prepaid expenses	12,086	17,162	8	28
Prepaid taxes	123,066	106,928	-	-
Deposits and advances to suppliers	304,287	199,356	-	-
Derivative receivable	10,850	33,385	-	-
Others	119,731	137,425	1	1
	<u>570,020</u>	<u>494,256</u>	<u>9</u>	<u>29</u>
Receivable from joint ventures	6,348	13,315	-	-
Receivable from related parties	151	116	-	-
Receivable from subsidiaries	-	-	650,323	2,596
	<u>576,519</u>	<u>507,687</u>	<u>650,332</u>	<u>2,625</u>

12 Long-term receivables and assets

	Group		Company	
	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>
Loans receivable from joint ventures and associated companies	28,206	51,821	-	-
Tax recoverable	68,679	76,155	-	-
Advances for plasma plantations, net	4,302	13,785	-	-
Advances for projects	5,146	5,077	-	-
Land clearing	5,855	4,701	-	-
Advances for investment in land	1,495	1,495	-	-
Others	14,825	17,499	-	-
	<u>128,508</u>	<u>170,533</u>	<u>-</u>	<u>-</u>

13 Long-term investments

	Group		Company	
	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>
Equity securities at FVOCI	860,426	882,641	61,164	82,585
Financial assets at FVTPL:				
Equity/Fund securities	154,618	139,019	-	-
Convertible debt securities	234,355	458,932	-	-
	<u>1,249,399</u>	<u>1,480,592</u>	<u>61,164</u>	<u>82,585</u>

14 Other payables

	Group		Company	
	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>	31.12.2022 <u>US\$'000</u>	31.12.2021 <u>US\$'000</u>
Advances and deposits	102,200	151,032	-	-
Accrued expenses	180,275	120,807	328	311
Payable to third parties	99,637	77,240	-	-
Derivative payable	43,856	109,985	-	-
Put option liability	79,395	-	-	-
Others	62,967	51,247	10	8
	<u>568,330</u>	<u>510,311</u>	<u>338</u>	<u>319</u>
Payable to related parties	5,653	4,278	326,340	1,395
	<u>573,983</u>	<u>514,589</u>	<u>326,678</u>	<u>1,714</u>

E Notes to the condensed interim consolidated financial statements (cont'd)

15 Borrowings

	Group	
	31.12.2022	31.12.2021
	<u>US\$'000</u>	<u>US\$'000</u>
Current liabilities		
Short-term borrowings	1,737,828	1,545,543
Bonds and notes payable	98,285	90,999
Lease liabilities	7,617	11,966
	<u>1,843,730</u>	<u>1,648,508</u>
Non-current liabilities		
Long-term borrowings	655,630	974,286
Bonds and notes payable	465,795	357,800
Lease liabilities	18,427	17,120
	<u>1,139,852</u>	<u>1,349,206</u>
	<u>2,983,582</u>	<u>2,997,714</u>

	31.12.2022			31.12.2021		
	<u>US\$'000</u>			<u>US\$'000</u>		
	Secured	Unsecured	Total	Secured	Unsecured	Total
Amount repayable in one year or less	1,376,303	467,427	1,843,730	1,020,599	627,909	1,648,508
Amount repayable after one year	<u>569,932</u>	<u>569,920</u>	<u>1,139,852</u>	<u>769,388</u>	<u>579,818</u>	<u>1,349,206</u>
Total	<u>1,946,235</u>	<u>1,037,347</u>	<u>2,983,582</u>	<u>1,789,987</u>	<u>1,207,727</u>	<u>2,997,714</u>

The secured borrowings are collateralised by certain cash and cash equivalents, short-term investments, inventories, trade receivables, bearer plants and property, plant and equipment.

16 Long-term payables and liabilities

	Group	
	31.12.2022	31.12.2021
	<u>US\$'000</u>	<u>US\$'000</u>
Post-employment benefits liability	62,221	76,976
Rental deposits	973	913
Put option liability	-	79,395
Advance received	84,050	108,000
	<u>147,244</u>	<u>265,284</u>

The above advance relates to advances received from a customer pursuant to an agreement to supply crude palm oil to the customer over a period of more than 12 months after the end of the reporting period. The above put option liability has been reclassified to current liability during the current financial year.

E Notes to the condensed interim consolidated financial statements (cont'd)**17 Issued capital and treasury shares**

	<u>No. of ordinary shares</u>		<u>Amount</u>	
	<u>Issued capital</u>	<u>Treasury shares</u>	<u>Issued capital</u>	<u>Treasury shares</u>
			<u>US\$'000</u>	<u>US\$'000</u>
Issued and fully paid:				
Balance at 31 December 2021 and 1 January 2022	12,837,548,556	(145,475,500)	320,939	(37,517)
Treasury shares purchased	-	(10,400,000)	-	(2,308)
Balance at 31 December 2022	<u>12,837,548,556</u>	<u>(155,875,500)</u>	<u>320,939</u>	<u>(39,825)</u>

The Company acquired 10,400,000 of its own shares in the open market during the current financial year. These shares are held as treasury shares. The total amount paid to acquire the shares of US\$2,308,000 was presented as a component within shareholders' equity.

There were no movements in the Company's issued capital since 31 December 2021.

18 Dividends paid

	<u>Full Year 2022</u>	<u>Full Year 2021</u>
	<u>US\$'000</u>	<u>US\$'000</u>
Interim dividend paid in respect of current year of S\$0.0080 (FY2021: S\$0.00528) per share	72,337	49,523
Final dividend paid in respect of previous year of S\$0.01077 (FY2021: S\$0.0048) per share	<u>98,647</u>	<u>45,693</u>
	<u>170,984</u>	<u>95,216</u>

At the Annual Meeting to be held on 24 April 2023, a final dividend (tax not applicable) of S\$0.00991 per share, amounting to S\$125,675,379.98 (equivalent to approximately US\$93,578,000) will be recommended. These financial statements do not reflect this dividend, which will be accounted for in shareholders' equity as an appropriation of retained earnings for the financial year ending 31 December 2023.

19 Financial instrumentsFair Value of Financial Instruments

The carrying amounts of financial assets and liabilities with a maturity of less than one year, which include cash and cash equivalents, time deposits, short-term investments, trade and other receivables, trade and other payables and short-term interest-bearing borrowings are assumed to approximate their fair values due to their short-term maturities.

The fair values of long-term receivables and long-term interest-bearing borrowings are calculated based on discounted expected future principal and interest cash flows. The discount rates used are based on market rates for similar instruments at the end of the reporting period. As at 31 December 2022 and 2021, the carrying amounts of the long-term receivables and long-term interest-bearing borrowings approximate their fair values.

Fair Value Hierarchy

The following table presents financial assets and financial liabilities measured at fair value on a recurring basis and classified by level of the following fair value measurement hierarchy:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is 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).

E Notes to the condensed interim consolidated financial statements (cont'd)

19 Financial instruments (cont'd)

	<u>Level 1</u> <u>US\$'000</u>	<u>Level 2</u> <u>US\$'000</u>	<u>Level 3</u> <u>US\$'000</u>	<u>Total</u> <u>US\$'000</u>
<u>At 31 December 2022</u>				
Financial assets at FVOCI (Equity)	-	-	862,685	862,685
Financial assets at FVTPL held for trading	3,891	6,404	393,229	403,524
Derivative receivable	-	10,850	-	10,850
Derivative payable	-	(43,856)	-	(43,856)
	<u>3,891</u>	<u>(26,602)</u>	<u>1,255,914</u>	<u>1,233,203</u>
<u>At 31 December 2021</u>				
Financial assets at FVOCI (Equity)	-	-	898,386	898,386
Financial assets at FVTPL held for trading	3,641	8,756	603,408	615,805
Derivative receivable	-	33,385	-	33,385
Derivative payable	-	(109,985)	-	(109,985)
	<u>3,641</u>	<u>(67,844)</u>	<u>1,501,794</u>	<u>1,437,591</u>

Methods and Assumptions Used to Determine Fair Values

The methods and assumptions used by management to determine fair values are as follows:

(i) Level 1 fair value measurements

The fair value of securities traded in active markets is based on quoted market prices at the reporting date.

(ii) Level 2 fair value measurements

Fair value of forward currency contracts is calculated by reference to current forward exchange rates for contracts with similar maturity profiles as at the reporting date. The fair value of unquoted debt and equity securities is determined by reference to fund statements provided by external fund managers/financial institutions. For commodity futures contracts, observable prices are used as a measure of fair values for the outstanding contracts. For firm commitment contracts, the fair values are based on market prices and management's best estimate and are arrived at by reference to the market prices of another contract that is substantively similar and adjusted for premium or discount where relevant.

(iii) Level 3 fair value measurements

The fair values of financial assets classified under Level 3 of the fair value hierarchy were determined by reference to fund statements provided by external fund managers and valuation reports prepared by independent professional valuers. Valuation techniques included:

- Net present value method – Fair value was determined by reference to valuations performed using the net present value method on its underlying assets, adjusted for the external borrowings. Forecasts of future cash flows are based on historical results, growth rate using industry trends, discount rate based on capital fund structure, general market and economic conditions.
- Fund statements – Fair value was made with reference to the fund statements provided by external fund managers. The fund managers determined the fair value of its entire portfolio using multiple valuation techniques including price of recent transactions, Backsolve and option pricing model, Monte Carlo simulation, adjusted net assets value and discounted cash flow method of the investee companies.

20 Significant capital expenditure commitments

At the end of the reporting period, the estimated significant expenditure committed but not provided for in the consolidated financial statements amounted to US\$77,358,000 (31.12.2021: US\$61,733,000).

E Notes to the condensed interim consolidated financial statements (cont'd)

21 Changes in ownership interests in subsidiaries and associated companies during the current financial year

(i) Changes in ownership interests in a subsidiary

In March 2022, Vulcan AI Pte Ltd ("Vulcan") issued 610 new shares to its non-controlling shareholders and new investors for an aggregate consideration of US\$3,009,000. Following this shares issuance, the Group's effective interest in Vulcan decreased from 68.67% to 41.78%, resulting in Vulcan ceasing to be a subsidiary of the Group and was equity accounted for as an associated company. An analysis of assets and liabilities which control was lost was as follows:

	US\$'000
Cash and cash equivalents	117
Property, plant and equipment	46
Deferred charges	918
Other receivables	282
Other payables	(4,093)
Net liabilities	(2,730)
Add: Non-controlling interests' proportionate share of net liabilities	857
Add: Gain on deconsolidation of a subsidiary	1,988
Fair value of net assets deconsolidated	115
Less: Reclassification to investment in associated companies	(115)
	-
Less: Cash and cash equivalents deconsolidated	(117)
Net cash outflow from deconsolidation of a subsidiary	(117)

Subsequent to the above shares issuance, the Group through its wholly-owned subsidiary, disposed 176 shares in Vulcan for a consideration of US\$1,000,000. The Group recognised a gain on disposal of US\$969,000, with the Group's effective interest in Vulcan decreasing from 41.78% to 30.49%.

(ii) Acquisition of an associated company

In March 2022, the Group through its subsidiary, subscribed for 13,845,000 new shares in Bluebrahma Clean Energy Solutions Private Limited for a consideration of INR190,450,000 (equivalent to US\$2,562,000). Following the share subscription, the Group holds 26% of the total shareholding in Bluebrahma Clean Energy Solutions Private Limited, which became an associated company of the Group.

(iii) Disposal of an associated company

In July 2022, the Group through its wholly-owned subsidiary, disposed its entire 25% shareholding in Temix Oleo S.r.l. for a consideration of EUR4,000,000 (equivalent to US\$4,306,000). The Group recognised a loss on disposal of US\$2,564,000. Following the disposal, Temix Oleo S.r.l. ceased to be an associated company of the Group.

F Other information required by Listing Rule Appendix 7.2

1 Review

The condensed interim consolidated statement of financial position of Golden Agri-Resources Ltd (the “Company”) and its subsidiaries as at 31 December 2022 and the related condensed consolidated income statements and statement of other comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the year then ended and certain explanatory notes have not been audited or reviewed.

2 Review of performance of the Group

	Full Year 2022	Full Year 2021	Change	2nd Half 2022	2nd Half 2021	Change
	<u>US\$'000</u>	<u>US\$'000</u>	%	<u>US\$'000</u>	<u>US\$'000</u>	%
Revenue by segment						
Plantations and palm oil mills	2,268,391	2,190,086	3.6	1,019,417	1,146,975	(11.1)
Palm, laurics and others	11,366,030	10,149,645	12.0	5,899,428	5,716,397	3.2
Inter-segment eliminations	<u>(2,195,623)</u>	<u>(2,157,195)</u>	1.8	<u>(970,330)</u>	<u>(1,135,165)</u>	(14.5)
Total Revenue	<u>11,438,798</u>	<u>10,182,536</u>	12.3	<u>5,948,515</u>	<u>5,728,207</u>	3.8
EBITDA by segment						
Plantations and palm oil mills	804,405	779,215	3.2	283,942	414,174	(31.4)
Palm, laurics and others	1,021,974	434,354	135.3	734,226	275,948	166.1
Inter-segment eliminations	<u>(270)</u>	<u>448</u>	n.m.	<u>580</u>	<u>1,177</u>	(50.7)
Total EBITDA	<u>1,826,109</u>	<u>1,214,017</u>	50.4	<u>1,018,748</u>	<u>691,299</u>	47.4

Notes:

- (1) EBITDA refers to earnings before tax, non-controlling interests, interest on borrowings, depreciation and amortisation, net (loss)/gain from changes in fair value of biological assets, foreign exchange gain/(loss) and exceptional item.
- (2) Plantations and palm oil mills segment refers to products from upstream business.
- (3) Palm, laurics and others segment refers to processing and merchandising of palm and oilseed based products i.e. bulk, branded, oleo-chemicals and other vegetable oils, as well as production and distribution of other consumer products in Indonesia, India and China.

REVIEW OF PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2022

Group revenue was up 12.3% to US\$11,438.8 million for the year ended 31 December 2022 (“FY2022”) as compared to US\$10,182.5 million for the previous year (“FY2021”). EBITDA and net profit for the year showed strong growth, increasing by 50.4% and 60.8% to US\$1,826.1 million (FY2021: US\$1,214.0 million) and US\$846.5 million (FY2021: US\$526.6 million) respectively. This was mainly driven by strong international crude palm oil (“CPO”) prices, higher productions and improved margins from our downstream business despite higher input costs and loss from changes in fair value of certain financial assets recognised during the year.

PLANTATIONS AND PALM OIL MILLS

Revenue from our plantations and palm oil mills segment increased by 3.6% to US\$2,268.4 million, mainly attributable to higher CPO prices and higher production during the current year. Our performance was also impacted by the higher input costs and allocated loss from changes in fair value of certain financial assets during the year. Consequently, EBITDA from our plantations and palm oil mills segment increased from US\$779.2 million in the previous year to US\$804.4 million in the current year.

The average International CPO (FOB Belawan) price for FY2022 was 6.8% higher at US\$1,248 per tonne as compared to US\$1,168 per tonne in the previous year. Our fresh fruit bunch (“FFB”) and palm product output for FY2022 were higher at 10.1 million tonnes and 3.1 million tonnes respectively as compared to 9.7 million tonnes and 3.0 million tonnes, respectively in FY2021.

PALM, LAURICS AND OTHERS

Our palm, laurics and others segment refers to all processing and merchandising of palm and oilseeds product, oleochemicals and other vegetable oils, as well as production and distribution of other consumer products in Indonesia, India and China.

F Other information required by Listing Rule Appendix 7.2 (cont'd)

Our palm, laurics and others segment reported higher revenue of US\$11,366 million with a significant increase in EBITDA to US\$1,022 million in the current year, mainly attributable to improved margins from our downstream business resulting from our strategy towards optimal utilisation of our integrated business model despite the allocated loss from changes in fair value of certain financial assets during the year. Sales volume for the current year was however lower mainly affected by the temporary export ban implemented by the Indonesian Government in the second quarter of 2022.

FINANCIAL EXPENSES, NET

Net financial expenses comprised net interest expenses (after deducting interest income), amortisation of deferred loan charges and other finance charges. Net financial expenses increased from US\$141.8 million in FY2021 to US\$152.6 million mainly due to higher cost of fund during the current year resulting from higher USD interest rate and more Indonesian Rupiah ("IDR") denominated borrowings. The Group managed the increased cost of fund through hedging instruments, where changes in fair value of foreign currency hedging instruments were reported as part of the foreign exchange gain/(loss).

SHARE OF RESULTS OF JOINT VENTURES, NET

The Group's share of profit in joint ventures increased from US\$34.4 million in FY2021 to US\$70.6 million mainly attributable to improved operating performance in a joint venture during the current year.

FOREIGN EXCHANGE GAIN

The Group recorded net foreign exchange gain of US\$6.1 million in the current year as compared to US\$32.4 million in FY2021. The current period's gain was mainly attributable to foreign exchange translation gain arising from Indonesian Rupiah ("IDR") denominated monetary balances and fair value gain on forward foreign currency contracts entered to hedge the currency exposure.

OTHER OPERATING (EXPENSES)/INCOME

Net other operating (expenses)/income comprised mainly changes in fair value of biological assets (agricultural produce) and financial assets, income from sales of seedlings and other materials, as well as rental income. The Group recorded net operating expenses of US\$147.8 million in the current year as compared to net operating income of US\$68.8 million in the previous year. This fluctuation was mainly due to fair value losses of financial assets and biological assets totalling US\$228.5 million recognised in the current year compared to fair value gain US\$49.4 million in FY2021. This was partially offset with increase in dividend income received from our investment of US\$45.4 million.

EXCEPTIONAL ITEM

The exceptional loss related to impairment loss made on certain fixed assets in China.

TAX

Income tax comprised provision for current and deferred income tax derived by applying the varying statutory tax rates of the different countries in which the Group operates on its taxable profit and taxable temporary difference. No group relief is available for set-off of taxable profits against tax losses of companies within the Group. Net tax expense was higher at US\$388.4 million in FY2022 mainly due to higher taxable profit recorded in certain subsidiaries during the current year.

F Other information required by Listing Rule Appendix 7.2 (cont'd)

REVIEW OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

ASSETS

The Group's total assets were higher at US\$9,902.1 million as at 31 December 2022 as compared to US\$9,608.1 million as at end 2021. This was mainly due to higher cash and cash equivalents resulting from better operating performance, higher short-term investments and higher inventory, partially offset with lower long-term investments.

Short-term investment increased by US\$286.9 million mainly due to additional short-term time deposits placements with financial institutions.

Inventory increased by US\$187.2 million mainly due to higher inventory level coupled with higher commodity prices.

Long-term investments decreased by US\$231.2 million mainly attributable to fair value loss recorded during the current year.

LIABILITIES

Total liabilities of the Group decreased from US\$4,716.1 million as at end 2021 to US\$4,647.7 million as at 31 December 2022 mainly due to lower long-term liabilities partially offset by higher taxes payable in line with better operating results.

Long-term payables and liabilities decreased by US\$118.0 million to US\$147.2 million mainly due to reclassification of option liabilities to current liabilities.

REVIEW OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

Cash and cash equivalents (net of deposits pledged) of the Group has increased from US\$485.1 million as at end of 2021 to US\$539.8 million as at end of 2022. The Group recorded a higher net cash inflow for its operating activities of US\$1,085.1 million for the current year mainly due to better operating performance.

Net cash used in investing activities of US\$705.9 million was mainly related to placements in time deposits with financial institutions, as well as capital expenditure incurred for our plantations, and property, plant and equipment.

Net cash used in financing activities of US\$292.9 million was mainly related to payments for dividends and higher time deposits pledged to secured the borrowings of a subsidiary during the current year.

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 at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

Macroeconomic uncertainties remain due to ongoing geopolitical conflicts, developments in government policy on import duties and export taxes of the countries we trade with and rising interest rates, as well as weather conditions may affect the Group's operations and financial performance. However, we believe the outlook of CPO prices remains favourable due to the tightness in global vegetable oil supply, while demand for CPO is estimated to remain firm due to staple usage for food, biofuel and oleochemicals. The Group will continue to enhance its integrated operation capabilities to optimise profit opportunities along the value chain, apply technological innovation for yield improvement and cost efficiency, and commit to sustainability initiatives.

F Other information required by Listing Rule Appendix 7.2 (cont'd)

5 Dividend

(a) Current Financial Period Reported On

Any ordinary dividend declared for the current financial period reported on? Yes.

Name of Dividend:	Proposed final dividend
Dividend Type:	Cash
Dividend Amount per share:	0.991 Singapore cents per ordinary share
Number of shares:	12,681,673,056
Tax Rate:	Tax not applicable

Name of Dividend:	Interim dividend
Dividend Type:	Cash
Dividend Amount per share:	0.80 Singapore cents per ordinary share
Number of shares:	12,681,673,056
Tax Rate:	Tax not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend:	Proposed final dividend
Dividend Type:	Cash
Dividend Amount per share:	1.077 Singapore cents per ordinary share
Number of shares:	12,692,073,056
Tax Rate:	Tax not applicable

Name of Dividend:	Interim dividend
Dividend Type:	Cash
Dividend Amount per share:	0.528 Singapore cents per ordinary share
Number of shares:	12,692,073,056
Tax Rate:	Tax not applicable

(c) Date payable

Subject to ordinary shareholders' approval at the Annual Meeting to be held on 24 April 2023, the proposed final ordinary dividend for financial year ended 31 December 2022 will be payable on 18 May 2023.

(d) Record date

5.00 p.m. on 10 May 2023.

6 If no dividend has been declared/recommended, a statement to that effect

Not applicable.

F Other information required by Listing Rule Appendix 7.2 (cont'd)

7 Interested persons transactions disclosure

Name of interested person ("IP")	Nature of Relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 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 S\$100,000)
		US\$	US\$
Sinarmas Land Limited ("SML")	#1	Nil	355,757
Subsidiaries of SML: - PT Bumi Serpong Damai Tbk - PT Duta Cakra Pesona - PT Royal Oriental	#1 #1 #1	Nil Nil Nil	591,167 1,671,828 1,603,249
Subsidiary of Golden Energy and Resources Limited: - PT Roundhill Capital Indonesia ("RCI")#2	#1	Nil	32,491,032
Subsidiary of PT Dian Swastatika Sentosa Tbk: - PT Rolimex Kimia Nusamas ("RKN")#3	#1	Nil	133,181,456
Subsidiaries of PT Sinar Mas Multiartha Tbk: - PT Asuransi Sinar Mas - PT Bank Sinarmas Tbk ("BSM")#4	#1 #1	Nil Nil	5,483,768 34,723,356
PT Indah Kiat Pulp & Paper Tbk	#1	Nil	903,793
PT Pindo Deli Pulp and Paper Mills	#1	Nil	309,257
PT Cakrawala Mega Indah ("CMI")#5	#1	Nil	16,023,717
PT Kreasi Kotakmegah	#1	Nil	923,919
Asia Pulp & Paper Company Limited	#1	Nil	335,397
Ningbo Asia Pulp & Paper Co., Ltd	#1	Nil	453,587
Total		Nil	229,051,283

Notes:

* Renewed at Annual Meeting on 29 April 2022 pursuant to Rule 920 of the SGX-ST listing manual ("Listing Manual").

#1 These IPs are regarded as associates of GAR's controlling shareholder under Chapter 9 of the Listing Manual on interested person transactions.

#2 Purchase of coal from RCI.

#3 Purchase of fertilizers, agrichemicals and oil, lubricant and grease from RKN; sale of oleochemical and by-products biodiesel to RKN.

#4 Time deposits and current account placements with BSM during the year. Principal amount of placements, including deposits and bank balances, as at 31 December 2022 is approximately US\$4.16 million.

#5 Purchase of paper products and chemicals from CMI.

F Other information required by Listing Rule Appendix 7.2 (cont'd)

8 A breakdown of sales

	The Group		
	2022 US\$'000	2021 US\$'000	% Increase/ (Decrease)
(a) Sales reported for first half year	5,490,283	4,454,329	23.3
(b) Operating profit after tax before deducting non-controlling interests reported for first half year	420,998	173,683	142.4
(c) Sales reported for second half year	5,948,515	5,728,207	3.8
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	425,542	352,898	20.6

9 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	2022 US\$'000	2021 US\$'000
Ordinary - interim	72,337	49,523
Ordinary - proposed final	93,578	98,647
Ordinary - total	<u>165,915</u>	<u>148,170</u>

F Other information required by Listing Rule Appendix 7.2 (cont'd)

10 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited as follows:

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
Franky Oesman Widjaja	65	Brother of Muktar Widjaja, Director of GAR	<u>GAR:</u> Chairman and Chief Executive Officer since 2000 and 1996 respectively. Overall responsible for the strategic direction and management of the Group's operations.	No changes
Muktar Widjaja	68	Brother of Franky Oesman Widjaja, Director of GAR	<u>GAR:</u> Director and President since 1999 and 2000 respectively.	No changes
Jesslyne Widjaja	38	Daughter of Franky Oesman Widjaja, Niece of Muktar Widjaja, Directors of GAR	<u>GAR Group:</u> Director – Corporate Strategy & Business Development since 2014. Oversee all corporate strategy, business development and organizational development activities.	No changes

11 Confirmation pursuant to the Rule 720(1) of the listing manual

The Company confirms that it has procured undertakings from all its directors and executive officers in the form set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Rafael Buhay Concepcion, Jr.
Director
28 February 2023

Submitted by Kimberley Lye Chor Mei, Director, Corporate Secretarial on 28 February 2023 to the SGX