

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
FINANCIAL HIGHLIGHTS

	3Q2019 US\$'000	3Q2018 US\$'000 Restated*	Change	9M2019 US\$'000	9M2018 US\$'000 Restated*	Change
Revenue	11,163,634	11,418,855	-2.2%	31,390,156	33,307,416	-5.8%
Net Profit	447,135	405,881	10.2%	855,004	925,558	-7.6%
Net Profit - excluding discontinued operations	389,326	433,383	-10.2%	829,600	953,060	-13.0%
Core Net Profit	419,239	433,205	-3.2%	846,381	968,546	-12.6%
EBITDA	907,862	906,277	0.2%	2,094,973	2,164,592	-3.2%
EPS - Basic (US cents per share)	7.1	6.4	10.9%	13.5	14.6	-7.5%
EPS - Fully diluted (US cents per share)	7.0	6.4	9.4%	13.5	14.6	-7.5%
EPS - Basic (US cents per share) - excluding discontinued operations	6.1	6.9	-11.6%	13.1	15.1	-13.2%
EPS - Fully diluted (US cents per share) - excluding discontinued operations	6.1	6.8	-10.3%	13.1	15.1	-13.2%
				30.09.2019	31.12.2018 Restated*	Change
Net Tangible Asset (US\$'000)				11,610,441	11,563,327	0.4%
Net Asset per share (US\$ per share)				2.55	2.54	0.4%
Net Tangible Asset per share (US\$ per share)				1.83	1.83	0.0%

*Prior period figures were restated upon adoption of SFRS (I) 15 Revenue from Contracts with Customers and in accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
1(a)(i) Consolidated Income Statement

	Group			Group		
	Three months ended			Nine months ended		
	30.09.2019 US\$'000	30.09.2018 US\$'000 Restated*	Change	30.09.2019 US\$'000	30.09.2018 US\$'000 Restated*	Change
Revenue	11,163,634	11,418,855	-2.2%	31,390,156	33,307,416	-5.8%
Cost of sales	(9,851,840)	(10,102,033)	2.5%	(28,157,454)	(29,980,284)	6.1%
Gross profit	1,311,794	1,316,822	-0.4%	3,232,702	3,327,132	-2.8%
Other items of income						
Finance income	118,622	123,008	-3.6%	369,778	344,163	7.4%
Other operating income	84,853	32,182	163.7%	202,791	124,288	63.2%
Other items of expense						
Selling and distribution expenses	(485,123)	(509,662)	4.8%	(1,377,218)	(1,419,310)	3.0%
Administrative expenses	(188,574)	(178,896)	-5.4%	(568,639)	(549,480)	-3.5%
Other operating expenses	(46,197)	(35,607)	-29.7%	(121,980)	(79,823)	-52.8%
Finance costs	(224,286)	(237,492)	5.6%	(704,726)	(586,402)	-20.2%
Non-operating items	(17,890)	5,880	n.m.	(2,240)	(6,411)	65.1%
Share of results of joint ventures	12,941	28,548	-54.7%	50,271	30,943	62.5%
Share of results of associates	11,900	37,882	-68.6%	17,415	126,537	-86.2%
Profit before tax from continuing operations	578,040	582,665	-0.8%	1,098,154	1,311,637	-16.3%
Income tax expense	(167,937)	(134,121)	-25.2%	(230,299)	(282,545)	18.5%
Profit from continuing operations, net of tax	410,103	448,544	-8.6%	867,855	1,029,092	-15.7%
Profit/(loss) from discontinued operations, net of tax	99,089	(47,141)	n.m.	43,545	(47,141)	n.m.
Profit for the period	509,192	401,403	26.9%	911,400	981,951	-7.2%

Attributable to:

Owners of the Company						
Profit from continuing operations, net of tax	389,326	433,383	-10.2%	829,600	953,060	-13.0%
Profit/(loss) from discontinued operations, net of tax	57,809	(27,502)	n.m.	25,404	(27,502)	n.m.
Profit for the period attributable to owners of the Company	447,135	405,881	10.2%	855,004	925,558	-7.6%
Non-controlling interests						
Profit from continuing operations, net of tax	20,777	15,161	37.0%	38,255	76,032	-49.7%
Profit/(loss) from discontinued operations, net of tax	41,280	(19,639)	n.m.	18,141	(19,639)	n.m.
Profit for the period attributable to non-controlling interests	62,057	(4,478)	n.m.	56,396	56,393	0.0%
Profit for the period	509,192	401,403	26.9%	911,400	981,951	-7.2%

*Prior period figures were restated upon adoption of SFRS (I) 15 Revenue from Contracts with Customers and in accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

n.m. - not meaningful

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
1(a)(ii) Consolidated Statement of Comprehensive Income

	Group			Group		
	Three months ended			Nine months ended		
	30.09.2019 US\$'000	30.09.2018 US\$'000 Restated*	Inc/(Dec) US\$'000	30.09.2019 US\$'000	30.09.2018 US\$'000 Restated*	Inc/(Dec) US\$'000
Profit after tax	509,192	401,403	107,789	911,400	981,951	(70,551)
Other comprehensive income						
- Items that will not be reclassified subsequently to income statement						
Fair value adjustment on investment securities at fair value through other comprehensive income	4,874	17,384	(12,510)	(16,316)	(31,078)	14,762
Gain on disposal of investment securities at fair value through other comprehensive income	-	-	-	1,049	4,766	(3,717)
	4,874	17,384	(12,510)	(15,267)	(26,312)	11,045
- Items that may be reclassified subsequently to income statement						
Foreign currency translation	(392,901)	(397,403)	4,502	(348,301)	(605,605)	257,304
Fair value adjustment on cash flow hedges	(35,200)	(3,388)	(31,812)	(20,283)	14,160	(34,443)
Fair value adjustment on forward elements of forward contracts	(6,011)	(22,427)	16,416	23,763	(50,858)	74,621
	(434,112)	(423,218)	(10,894)	(344,821)	(642,303)	297,482
Other comprehensive income from continuing operations, net of tax	(429,238)	(405,834)	(23,404)	(360,088)	(668,615)	308,527
Other comprehensive income from discontinued operations, net of tax	948	760	188	474	760	(286)
Total comprehensive income	80,902	(3,671)	84,573	551,786	314,096	237,690

Attributable to:

Owners of the Company	32,679	26,991	5,688	515,845	307,324	208,521
Non-controlling interests	48,223	(30,662)	78,885	35,941	6,772	29,169
	80,902	(3,671)	84,573	551,786	314,096	237,690

Attributable to:
Owners of the Company

Total comprehensive income from continuing operations, net of tax	(25,683)	54,050	(79,732)	490,164	334,383	155,782
Total comprehensive income from discontinued operations, net of tax	58,362	(27,059)	85,420	25,681	(27,059)	52,739
	32,679	26,991	5,688	515,845	307,324	208,521

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
1(b)(i) Balance Sheets

	Group		Company	
	30.09.2019 US\$'000	31.12.2018 US\$'000 Restated*	30.09.2019 US\$'000	31.12.2018 US\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	10,290,651	9,345,149	54,691	43,543
Bearer plants	686,399	676,570	-	-
Investment properties	20,951	21,782	-	-
Intangible assets	4,512,554	4,482,449	-	-
Investment in subsidiaries	-	-	9,251,851	9,093,313
Investment in joint ventures	1,141,998	1,092,207	124,230	124,230
Investment in associates	2,510,570	2,622,953	13,677	36,644
Investment securities	568,501	573,188	-	-
Deferred tax assets	272,869	330,979	-	-
Derivative financial instruments	12,461	7,012	-	-
Other financial receivables	132,051	197,760	283,962	369,799
Other non-financial assets	60,423	72,481	-	-
	20,209,428	19,422,530	9,728,411	9,667,529
Current assets				
Inventories	6,199,871	7,911,302	-	-
Trade receivables	3,836,248	4,349,147	-	-
Other financial receivables	7,277,121	7,519,130	5,186,214	4,259,606
Other non-financial assets	1,422,154	1,467,301	6,127	5,543
Derivative financial instruments	516,640	524,989	-	-
Investment securities	307,653	326,164	-	-
Other bank deposits	2,100,070	1,719,077	-	-
Cash and bank balances	2,112,917	1,650,478	4,529	1,848
	23,772,674	25,467,588	5,196,870	4,266,997
Assets of disposal group classified as held for sale	-	822,816	-	-
	23,772,674	26,290,404	5,196,870	4,266,997
TOTAL ASSETS	43,982,102	45,712,934	14,925,281	13,934,526

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
1(b)(i) Balance Sheets (continued)

	Group		Company	
	30.09.2019 US\$'000	31.12.2018 US\$'000 Restated*	30.09.2019 US\$'000	31.12.2018 US\$'000
EQUITY AND LIABILITIES				
Current liabilities				
Trade payables	1,324,857	1,441,729	-	-
Other financial payables	1,611,082	1,509,637	5,109,237	3,492,000
Other non-financial liabilities	310,195	404,201	-	-
Derivative financial instruments	282,894	321,857	-	-
Loans and borrowings	17,706,840	17,821,225	-	72,110
Tax payables	180,666	139,746	-	-
	21,416,534	21,638,395	5,109,237	3,564,110
Liabilities directly associated with disposal group classified as held for sale	-	1,201,904	-	-
	21,416,534	22,840,299	5,109,237	3,564,110
NET CURRENT ASSETS	2,356,140	3,450,105	87,633	702,887
Non-current liabilities				
Other financial payables	194,799	75,851	-	-
Other non-financial liabilities	147,701	126,329	-	-
Derivative financial instruments	36,258	32,673	-	-
Loans and borrowings	4,757,061	5,523,374	240,313	244,015
Deferred tax liabilities	242,512	339,392	-	-
	5,378,331	6,097,619	240,313	244,015
TOTAL LIABILITIES	26,794,865	28,937,918	5,349,550	3,808,125
NET ASSETS	17,187,237	16,775,016	9,575,731	10,126,401
Equity attributable to owners of the Company				
Share capital	8,458,995	8,458,995	8,895,134	8,895,134
Treasury shares	(133,866)	(153,315)	(133,866)	(153,315)
Retained earnings	9,688,136	9,303,827	581,755	1,161,712
Other reserves	(1,890,270)	(1,563,731)	232,708	222,870
	16,122,995	16,045,776	9,575,731	10,126,401
Non-controlling interests	1,064,242	729,240	-	-
TOTAL EQUITY	17,187,237	16,775,016	9,575,731	10,126,401
TOTAL EQUITY AND LIABILITIES	43,982,102	45,712,934	14,925,281	13,934,526

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019

1(b)(ii) Group's Borrowings and Debt Securities

	Group		Group	
	30.09.2019		31.12.2018	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
(a) Amount repayable in one year or less, or on demand	1,887,599	15,819,241	2,900,145	14,921,080
(b) Amount repayable after one year	543,630	4,213,431	308,922	5,214,452
	2,431,229	20,032,672	3,209,067	20,135,532

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\$1,551,470,000 are disclosed off balance sheet as at 30 September 2019 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 Third Quarter ended 30 September 2019
1(c) Consolidated Cash Flow Statement

	Group		Group	
	Three months ended		Nine months ended	
	30.09.2019 US\$'000	30.09.2018 US\$'000 Restated*	30.09.2019 US\$'000	30.09.2018 US\$'000 Restated*
Cash flows from operating activities				
Profit before tax from continuing operations	578,040	582,665	1,098,154	1,311,637
Profit/(loss) before tax from discontinued operations	99,089	(47,141)	43,545	(47,141)
Profit before tax, total	677,129	535,524	1,141,699	1,264,496
Adjustments for:				
Depreciation of bearer plants	13,957	13,598	41,239	40,347
Depreciation of property, plant and equipment	202,030	186,894	594,129	546,543
Gain on disposal of investment in associates	-	-	(2,311)	(1,732)
Fair value gain arising from changes of interest in joint ventures resulting in change of control	-	(1,375)	(66)	(1,144)
Fair value gain arising from changes of interest in an associate resulting in change of control	-	-	(907)	-
Amortisation of intangible assets	982	365	1,544	1,029
Loss on bargain purchase on business combination	-	1,375	-	-
Loss/(gain) on disposal of property, plant and equipment	1,582	789	4,900	(412)
(Gain)/loss on disposal of biological assets	(1)	(2)	49	176
(Gain)/loss on disposal/liquidation of subsidiaries	(101,805)	(2,160)	(96,362)	1,133
Gain on disposal of investment securities at fair value through profit or loss	(2,528)	-	(2,528)	(7,180)
Grant of share options to employees	582	2,470	9,636	8,449
Net fair value gain on derivative financial instruments	(169,615)	(219,858)	(58,616)	(526,212)
Net fair value loss/(gain) on investment securities at fair value through profit or loss	30,351	(2,749)	16,022	60,314
Foreign exchange differences arising from translation	(85,282)	(110,169)	(63,732)	(218,781)
Investment income from investment securities	(17,734)	(15,141)	(35,249)	(76,930)
Interest expense	231,475	245,763	729,685	609,199
Interest income	(118,622)	(123,008)	(369,778)	(344,163)
Share of results of joint ventures	(12,941)	(28,548)	(50,271)	(30,943)
Share of results of associates	(11,900)	(37,882)	(17,415)	(126,537)
Operating cash flows before working capital changes	637,660	445,886	1,841,668	1,197,652
Changes in working capital:				
Decrease in inventories	631,217	560,241	1,847,516	975,191
(Increase)/decrease in receivables and other assets	(169,331)	(572,131)	671,890	(348,173)
Increase/(decrease) in payables	206,699	573,841	(238,287)	282,032
Cash flows generated from operations	1,306,245	1,007,837	4,122,787	2,106,702
Interest paid	(237,472)	(184,881)	(690,983)	(471,510)
Interest received	158,185	113,266	360,831	313,552
Income taxes paid	(4,216)	(72,392)	(177,209)	(297,636)
Net cash flows generated from operating activities	1,222,742	863,830	3,615,426	1,651,108

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
1(c) Consolidated Cash Flow Statement (continued)

	Group		Group	
	Three months ended		Nine months ended	
	30.09.2019 US\$'000	30.09.2018 US\$'000 Restated*	30.09.2019 US\$'000	30.09.2018 US\$'000 Restated*
Cash flows from investing activities				
Net cash flow on acquisition of subsidiaries	(15,475)	(5,730)	(12,605)	(237,671)
(Increase)/decrease in plasma investments	(743)	863	(1,124)	5,639
Decrease in investment securities at fair value through profit or loss	4,553	2,619	5,323	35,808
Decrease in other non-financial assets	-	1,000	-	2,832
Payments for property, plant and equipment	(490,055)	(286,360)	(1,284,741)	(907,987)
Payments for bearer plants	(16,856)	(16,772)	(51,950)	(48,361)
Decrease/(increase) in investment securities at fair value through other comprehensive income	2,726	(2,358)	(14,217)	18,456
Investment income from investment securities	17,734	15,141	35,249	76,930
Payments for investment in joint ventures	(400)	(750)	(18,581)	(21,977)
Payments for investment in associates	(10,823)	-	(10,823)	(141,734)
Payments for intangible assets	(12)	-	(270)	-
Dividends received from joint ventures	-	4,646	25,004	25,941
Dividends received from associates	34,158	13,657	50,353	100,778
Proceeds from disposal of property, plant and equipment	2,576	4,045	45,177	53,391
Proceeds from disposal of intangible assets	-	57	-	57
Proceeds from disposal/liquidation/dilution of interest in associates	-	343	12,183	15,455
Net cash flow from disposal/liquidation of subsidiaries	22	377	424	14,135
Net cash flows used in investing activities	(472,595)	(269,222)	(1,220,598)	(1,008,308)
Cash flows from financing activities				
Decrease/(increase) in net amount due from related parties	227	(1,547)	(305)	(879)
Decrease/(increase) in net amount due from joint ventures	71,672	18,000	(4,028)	78,964
(Increase)/decrease in net amount due from associates	(4,921)	(17,796)	6,066	(24,765)
Increase/(decrease) in advances from non-controlling shareholders	45,964	(10,541)	36,074	(35,232)
(Repayments of)/proceeds from loans and borrowings	(1,242,380)	(368,558)	(36,507)	1,421,785
Decrease/(increase) in fixed deposits pledged with financial institutions for bank facilities	44,744	870,239	(620,430)	2,240,770
Decrease/(increase) in other financial receivables	839,682	(1,217,011)	(231,446)	(3,623,983)
(Increase)/decrease in other deposits with maturity more than 3 months	(115,481)	138,949	(531,904)	217,201
Interest paid	(9,689)	(8,921)	(32,628)	(25,185)
Net cash flow from acquisition of additional interest in subsidiaries	2,120	(1,988)	(17,158)	(2,456)
Dividends paid by the Company	(136,880)	(162,073)	(461,833)	(494,889)
Dividends paid to non-controlling shareholders by subsidiaries	(10,741)	(20,807)	(79,773)	(29,931)
Proceeds from reissuance of treasury shares by the Company	12,351	221	19,651	2,131
Proceeds from issue of shares by subsidiaries to non-controlling shareholders	8,608	4,470	16,722	19,616
Net cash flows used in financing activities	(494,724)	(777,363)	(1,937,499)	(256,853)
Net increase/(decrease) in cash and cash equivalents	255,423	(182,755)	457,329	385,947
Cash and cash equivalents at the beginning of the financial period	1,797,400	2,003,927	1,595,494	1,435,225
Cash and cash equivalents at the end of the financial period	2,052,823	1,821,172	2,052,823	1,821,172
Represented by:				
Total cash and bank balances	4,212,987	3,220,838	4,212,987	3,220,838
Less: Fixed deposits pledged with financial institutions for bank facilities	(1,113,186)	(895,861)	(1,113,186)	(895,861)
Less: Other deposits with maturity more than 3 months	(986,884)	(476,386)	(986,884)	(476,386)
Bank overdrafts	(60,094)	(27,419)	(60,094)	(27,419)
Total cash and cash equivalents	2,052,823	1,821,172	2,052,823	1,821,172

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
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		
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000		
For the period							
From 01.07.2019 to 30.09.2019							
Group							
Opening balance at 1 July 2019	8,458,995	(146,072)	9,377,968	(1,474,402)	16,216,489	673,139	16,889,628
Profit for the period	-	-	447,135	-	447,135	62,057	509,192
Other comprehensive income	-	-	-	(414,456)	(414,456)	(13,834)	(428,290)
Total comprehensive income	-	-	447,135	(414,456)	32,679	48,223	80,902
Grant of equity-settled share options	-	-	-	582	582	-	582
Share capital contributed by non-controlling shareholders	-	-	-	-	-	8,608	8,608
Reissuance of treasury shares pursuant to exercise of share options	-	12,206	-	145	12,351	-	12,351
Dividends on ordinary shares	-	-	(136,880)	-	(136,880)	-	(136,880)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(10,741)	(10,741)
Net transfer to other reserves	-	-	(87)	87	-	-	-
Total contributions by and distributions to owners	-	12,206	(136,967)	814	(123,947)	(2,133)	(126,080)
Acquisition of subsidiaries	-	-	-	-	-	25,920	25,920
Acquisition of additional interest in subsidiaries	-	-	-	(2,226)	(2,226)	4,346	2,120
Disposal of subsidiaries	-	-	-	-	-	314,747	314,747
Total changes in ownership interests in subsidiaries	-	-	-	(2,226)	(2,226)	345,013	342,787
Closing balance at 30 September 2019	8,458,995	(133,866)	9,688,136	(1,890,270)	16,122,995	1,064,242	17,187,237

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
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		
For the period							
From 01.07.2018 to 30.09.2018							
Group							
Opening balance at 1 July 2018, as previously reported	8,458,995	(154,309)	8,867,816	(1,184,844)	15,987,658	828,948	16,816,606
Adjustments from finalisation of purchase price allocation for acquisition of SRSL*	-	-	-	-	-	(91,790)	(91,790)
Opening balance at 1 July 2018, as restated	8,458,995	(154,309)	8,867,816	(1,184,844)	15,987,658	737,158	16,724,816
Profit for the period	-	-	405,881	-	405,881	(4,478)	401,403
Other comprehensive income	-	-	-	(378,890)	(378,890)	(26,184)	(405,074)
Total comprehensive income	-	-	405,881	(378,890)	26,991	(30,662)	(3,671)
Grant of equity-settled share options	-	-	-	2,470	2,470	-	2,470
Share capital contributed by non-controlling shareholders	-	-	-	-	-	4,470	4,470
Reissuance of treasury shares pursuant to exercise of share options	-	220	-	1	221	-	221
Dividends on ordinary shares	-	-	(162,073)	-	(162,073)	-	(162,073)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(20,807)	(20,807)
Net transfer to other reserves	-	-	2,740	(2,740)	-	-	-
Total contributions by and distributions to owners	-	220	(159,333)	(269)	(159,382)	(16,337)	(175,719)
Acquisition of subsidiaries (restated*)	-	-	-	-	-	1,046	1,046
Acquisition of additional interest in subsidiaries	-	-	-	601	601	(2,589)	(1,988)
Total changes in ownership interests in subsidiaries	-	-	-	601	601	(1,543)	(942)
Closing balance at 30 September 2018	8,458,995	(154,089)	9,114,364	(1,563,402)	15,855,868	688,616	16,544,484

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
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 01.07.2019 to 30.09.2019					
Company					
Opening balance at 1 July 2019	8,895,134	(146,072)	771,439	232,070	9,752,571
Loss for the period	-	-	(52,804)	-	(52,804)
Other comprehensive income	-	-	-	(89)	(89)
Total comprehensive income	-	-	(52,804)	(89)	(52,893)
Grant of equity-settled share options	-	-	-	582	582
Reissuance of treasury shares pursuant to exercise of share options	-	12,206	-	145	12,351
Dividends on ordinary shares	-	-	(136,880)	-	(136,880)
Total transactions with owners in their capacity as owners	-	12,206	(136,880)	727	(123,947)
Closing balance at 30 September 2019	8,895,134	(133,866)	581,755	232,708	9,575,731

	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 01.07.2018 to 30.09.2018					
Company					
Opening balance at 1 July 2018	8,895,134	(154,309)	1,236,192	218,113	10,195,130
Profit for the period	-	-	122,594	-	122,594
Other comprehensive income	-	-	-	(133)	(133)
Total comprehensive income	-	-	122,594	(133)	122,461
Grant of equity-settled share options	-	-	-	2,470	2,470
Reissuance of treasury shares pursuant to exercise of share options	-	220	-	1	221
Dividends on ordinary shares	-	-	(162,073)	-	(162,073)
Total transactions with owners in their capacity as owners	-	220	(162,073)	2,471	(159,382)
Closing balance at 30 September 2018	8,895,134	(154,089)	1,196,713	220,451	10,158,209

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
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		
For the period							
From 01.01.2019 to 30.09.2019							
Group							
Opening balance at 1 January 2019, as previously reported	8,458,995	(153,315)	9,306,876	(1,563,731)	16,048,825	717,747	16,766,572
Adjustments from finalisation of purchase price allocation for acquisition of SRSL*	-	-	(3,049)	-	(3,049)	11,493	8,444
Opening balance at 1 January 2019, as restated	8,458,995	(153,315)	9,303,827	(1,563,731)	16,045,776	729,240	16,775,016
Profit for the period	-	-	855,004	-	855,004	56,396	911,400
Other comprehensive income	-	-	1,049	(340,208)	(339,159)	(20,455)	(359,614)
Total comprehensive income	-	-	856,053	(340,208)	515,845	35,941	551,786
Grant of equity-settled share options	-	-	-	9,636	9,636	-	9,636
Share capital contributed by non-controlling shareholders	-	-	-	-	-	16,722	16,722
Reissuance of treasury shares pursuant to exercise of share options	-	19,449	-	202	19,651	-	19,651
Dividends on ordinary shares	-	-	(461,833)	-	(461,833)	-	(461,833)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(79,773)	(79,773)
Net transfer to other reserves	-	-	(9,911)	9,911	-	-	-
Total contributions by and distributions to owners	-	19,449	(471,744)	19,749	(432,546)	(63,051)	(495,597)
Acquisition of subsidiaries	-	-	-	-	-	58,753	58,753
Acquisition of additional interest in subsidiaries	-	-	-	(6,080)	(6,080)	(11,078)	(17,158)
Disposal of subsidiaries	-	-	-	-	-	314,437	314,437
Total changes in ownership interests in subsidiaries	-	-	-	(6,080)	(6,080)	362,112	356,032
Closing balance at 30 September 2019	8,458,995	(133,866)	9,688,136	(1,890,270)	16,122,995	1,064,242	17,187,237

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
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		
For the period							
From 01.01.2018 to 30.09.2018							
Group							
Opening balance at 1 January 2018	8,458,995	(156,209)	8,680,262	(950,738)	16,032,310	1,021,507	17,053,817
Profit for the period	-	-	925,558	-	925,558	56,393	981,951
Other comprehensive income	-	-	4,766	(623,000)	(618,234)	(49,621)	(667,855)
Total comprehensive income	-	-	930,324	(623,000)	307,324	6,772	314,096
Grant of equity-settled share options	-	-	-	8,449	8,449	-	8,449
Share capital contributed by non-controlling shareholders	-	-	-	-	-	19,616	19,616
Reissuance of treasury shares pursuant to exercise of share options	-	2,120	-	11	2,131	-	2,131
Dividends on ordinary shares	-	-	(494,889)	-	(494,889)	-	(494,889)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(29,931)	(29,931)
Net transfer to other reserves	-	-	(1,333)	1,333	-	-	-
Total contributions by and distributions to owners	-	2,120	(496,222)	9,793	(484,309)	(10,315)	(494,624)
Acquisition of subsidiaries (restated*)	-	-	-	-	-	(311,964)	(311,964)
Acquisition of additional interest in subsidiaries	-	-	-	543	543	(2,999)	(2,456)
Disposal of a subsidiary	-	-	-	-	-	(14,385)	(14,385)
Total changes in ownership interests in subsidiaries	-	-	-	543	543	(329,348)	(328,805)
Closing balance at 30 September 2018	8,458,995	(154,089)	9,114,364	(1,563,402)	15,855,868	688,616	16,544,484

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
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 01.01.2019 to 30.09.2019					
Company					
Opening balance at 1 January 2019	8,895,134	(153,315)	1,161,712	222,870	10,126,401
Loss for the period	-	-	(118,124)	-	(118,124)
Total comprehensive income	-	-	(118,124)	-	(118,124)
Grant of equity-settled share options	-	-	-	9,636	9,636
Reissuance of treasury shares pursuant to exercise of share options	-	19,449	-	202	19,651
Dividends on ordinary shares	-	-	(461,833)	-	(461,833)
Total transactions with owners in their capacity as owners	-	19,449	(461,833)	9,838	(432,546)
Closing balance at 30 September 2019	8,895,134	(133,866)	581,755	232,708	9,575,731

	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 01.01.2018 to 30.09.2018					
Company					
Opening balance at 1 January 2018	8,895,134	(156,209)	1,544,230	211,991	10,495,146
Profit for the period	-	-	147,372	-	147,372
Total comprehensive income	-	-	147,372	-	147,372
Grant of equity-settled share options	-	-	-	8,449	8,449
Reissuance of treasury shares pursuant to exercise of share options	-	2,120	-	11	2,131
Dividends on ordinary shares	-	-	(494,889)	-	(494,889)
Total transactions with owners in their capacity as owners	-	2,120	(494,889)	8,460	(484,309)
Closing balance at 30 September 2018	8,895,134	(154,089)	1,196,713	220,451	10,158,209

Unaudited Financial Statements for the Third Quarter ended 30 September 2019

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	
	30.09.2019	30.09.2018
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	(76,432,850)	(77,714,000)
Reissuance of treasury shares pursuant to exercise of share options	8,791,650	930,350
Balance at the end of the financial period	(67,641,200)	(76,783,650)
Issued ordinary shares excluding treasury shares	6,335,759,906	6,326,617,456
The number of shares that may be issued on exercise of share options outstanding at the end of the financial period	48,999,600	140,337,300

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 30 September 2019 and 31 December 2018 were 6,403,401,106, of which 67,641,200 shares and 76,432,850 shares were held by the Company as treasury shares as at 30 September 2019 and 31 December 2018 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 Third Quarter ended 30 September 2019

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 2018 except for the adoption of Singapore Financial Reporting Standards (International) (SFRS(I)) and new or revised SFRS(I) and INT SFRS(I) that are mandatory for financial years beginning on or after 1 January 2019. The adoption of these SFRS(I) and INT SFRS(I) has no significant impact on the Group's consolidated financial statements, except as disclosed in item 5 below.

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.

Adoption of SFRS(I) 16 Leases

SFRS(I) 16 requires lessees to recognise most leases on balance sheets. The standard includes two recognition exemptions for lessees – leases of 'low value' assets and short-term leases. At commencement date of a lease, a lessee will recognise a liability to make a lease payments (i.e. the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e. the right-of-use (ROU) asset).

The Group has applied the practical expedient to recognise amounts of ROU assets equal to its lease liabilities at 1 January 2019. The impact of the adoption of SFRS(I) 16 Leases is as follows:-

The effects on adoption of SFRS(I) 16 on 1 January 2019 are set below:

	US\$'000
	Increase / (decrease)
Right of use asset	1,085,361
Lease liabilities	130,800
Land and land rights	(935,654)
Prepayments	(18,907)

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
6. Earnings Per Ordinary Share (EPS)

	Group		Group	
	Three months ended		Nine months ended	
	30.09.2019	30.09.2018 Restated*	30.09.2019	30.09.2018 Restated*
(a) Based on weighted average number of shares (US cents per share)	7.1	6.4	13.5	14.6
(b) Based on fully diluted basis (US cents per share)	7.0	6.4	13.5	14.6
(c) Based on weighted average number of shares (US cents per share) - excluding discontinued operations	6.1	6.9	13.1	15.1
(d) Based on fully diluted basis (US cents per share) - excluding discontinued operations	6.1	6.8	13.1	15.1
Weighted average number of shares applicable to basic earnings per share ('000)	6,333,205	6,326,544	6,329,752	6,326,284
Weighted average number of shares based on fully diluted basis ('000)	6,343,438	6,327,861	6,338,814	6,328,039

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

7. Net Asset Value Per Ordinary Share (NAV)

	Group		Company	
	30.09.2019	31.12.2018 Restated*	30.09.2019	31.12.2018
Net asset value per ordinary share based on issued share capital as at end of the period (US cents per share)	254.5	253.6	151.1	160.1

*In accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

Unaudited Financial Statements for the Third Quarter ended 30 September 2019**8. Review of Group Performance****Overview**

Better performance across all the Group's core segments drove overall net profit (including discontinued operations) to increase by 10.2% to US\$447.1 million in 3Q2019 (3Q2018: US\$405.9 million). The increase was mainly due to the continued strong performances by the Group's Tropical Oils and Consumer Products businesses and the recognition of a gain from the disposal of its discontinued operations in Brazil. However, these were partially offset by lower contributions from the Group's associates and joint ventures. Excluding gains from discontinued operations and non-operating items, core net profit for the quarter was lower at US\$419.2 million (3Q2018: US\$433.2 million).

For 9M2019, the Group recorded core net profit of US\$846.4 million (9M2018: US\$968.5 million) and net profit of US\$855.0 million (9M2018: US\$925.6 million).

Revenue and Cost of Sales

Overall sales volume grew by 5.9% in 3Q2019 whilst revenue was lower by 2.2% to US\$11.2 billion (3Q2018: US\$11.4 billion) due to lower commodity prices during the quarter. Correspondingly, cost of sales decreased by 2.5% to US\$9.9 billion (3Q2018: US\$10.1 billion).

Similarly, overall sales volume increased by 4.7% in 9M2019 whilst overall revenue reduced by 5.8% to US\$31.4 billion (9M2018: US\$33.3 billion). Correspondingly, cost of sales decreased by 6.1% to US\$28.2 billion (9M2018: US\$30.0 billion).

Finance Income**Finance Costs**

	3Q2019	3Q2018	9M2019	9M2018
	US\$ million	US\$ million	US\$ million	US\$ million
Finance income	118.6	123.0	369.8	344.2
Finance costs	(224.3)	(237.5)	(704.7)	(586.4)

Finance income decreased by 3.6% to US\$118.6 million in 3Q2019 (3Q2018: US\$123.0 million) on the back of lower effective interest rates, partially offset by higher average deposits placed during the quarter. Finance cost decreased by 5.6% to US\$224.3 million in 3Q2019 (3Q2018: US\$237.5 million) from lower average bank borrowings and effective borrowing rates.

For 9M2019, finance income increased by 7.4% to US\$369.8 million (9M2018: US\$344.2 million) while finance cost increased by 20.2% to US\$704.7 million (9M2018: US\$586.4million).

Unaudited Financial Statements for the Third Quarter ended 30 September 2019**Other Operating Items – Net**

	3Q2019	3Q2018	9M2019	9M2018
	US\$ million	US\$ million	US\$ million	US\$ million
Other operating income	84.9	32.2	202.8	124.3
Other operating expenses	(46.2)	(35.6)	(122.0)	(79.8)
Other operating items – net	38.7	(3.4)	80.8	44.5

Net other operating items for the current quarter was a gain of US\$38.7 million (3Q2018: US\$3.4 million loss) and US\$80.8 million for 9M2019 (9M2018: US\$44.5 million gain). During the quarter, the Group's Indian sugar subsidiary recognised a gain on net present value of optionally convertible preference shares. This was partially offset by higher foreign exchange losses arising from revaluation of the Group's financial assets and liabilities.

Taking into account foreign exchange impact arising from the forward exchange instruments entered into for hedging purposes under cost of sales, the Group recorded a net foreign exchange gain of US\$12.4 million in 3Q2019 (3Q2018: US\$12.4 million gain) and US\$18.4 million in 9M2019 (9M2018: US\$41.6 million loss).

Selling and Distribution Expenses

Selling and distribution expenses decreased by 4.8% to US\$485.1 million in 3Q2019 (3Q2018: US\$509.7 million) and 3.0% to US\$1.4 billion in 9M2019 (9M2018: US\$1.4 billion) mainly due to the removal of export duties in Indonesia with effect from December 2018. This was partially offset by increased in advertising and promotional activities undertaken by the Group.

Administrative Expenses

Administrative expenses, comprising mainly personnel costs, increased by 5.4% to US\$188.6 million in 3Q2019 (3Q2018: US\$178.9 million) and 3.5% to US\$568.6 million in 9M2019 (9M2018: US\$549.5 million).

Non-operating Items

Non-operating loss of US\$17.9 million in 3Q2019 (3Q2018: US\$5.9 million gain) was mainly attributable to losses arising from the Group's investment securities. Supported by mark-to-market gains and investment income from the Group's investment securities in 1H2019, overall non-operating loss was lower at US\$2.2 million in 9M2019 (9M2018: US\$6.4 million loss).

Share of Results of Joint Ventures & Associates

The Group recorded lower contributions of US\$24.8 million for the quarter (3Q2018: US\$66.4 million) mainly due to weaker performance from its investments in Africa, India and Vietnam. For 9M2019, share of results reduced by 57.0% to US\$67.7 million (9M2018: US\$157.5 million), due to weaker contributions from its China and African investments.

Income Tax Expense

The Group recorded a higher effective tax rate of 30.4% in 3Q2019 (3Q2018: 26.0%) due to higher profits recorded at higher tax jurisdictions and deferred tax assets not recognised for losses recorded by certain subsidiaries. For 9M2019, effective tax rate was 22.3% (9M2018: 24.5%).

Unaudited Financial Statements for the Third Quarter ended 30 September 2019

Profit from discontinued operations

The net gain from discontinued operations of US\$57.8 million recorded in 3Q2019 and US\$25.4 million in 9M2019 resulted from the disposal of the Brazil operations under Shree Renuka Sugars Limited.

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
Group Financial Performance by Business Segment
Sales Volume of Key Segments

	Sales Volume			Sales Volume		
	3Q2019	3Q2018	Inc/(Dec)	9M2019	9M2018	Inc/(Dec)
	MT'000	MT'000	%	MT'000	MT'000	%
Tropical Oils #						
- Manufacturing & Merchandising	6,585	6,257	5.2%	18,997	17,633	7.7%
Oilseeds and Grains						
- Manufacturing	8,260	8,515	-3.0%	22,629	23,294	-2.9%
- Consumer Products	1,773	1,640	8.1%	4,799	4,449	7.9%
Sugar						
- Milling	723	637	13.5%	1,486	896	65.8%
- Merchandising, Refining and Consumer Products	3,267	2,404	35.9%	8,028	7,131	12.6%

Tropical Oils exclude plantation volume.

Three Months Ended 30 September

	3Q2019 US\$'000	3Q2018 US\$'000 Restated*	Variance US\$'000	%
Revenue				
Tropical Oils				
- Plantation	9,466	13,703	(4,237)	-30.9%
- Manufacturing & Merchandising	3,836,057	4,215,862	(379,805)	-9.0%
Oilseeds and Grains				
- Manufacturing	3,790,606	4,150,972	(360,366)	-8.7%
- Consumer Products	1,942,680	1,823,385	119,295	6.5%
Sugar				
- Milling	273,034	219,587	53,447	24.3%
- Merchandising, Refining and Consumer Products	1,108,420	751,345	357,075	47.5%
Others	520,821	548,366	(27,545)	-5.0%
Eliminations	(317,450)	(304,365)	(13,085)	-4.3%
Total revenue	11,163,634	11,418,855	(255,221)	-2.2%

Nine Months Ended 30 September

	9M2019 US\$'000	9M2018 US\$'000 Restated*	Variance US\$'000	%
Revenue				
Tropical Oils				
- Plantation	32,489	41,078	(8,589)	-20.9%
- Manufacturing & Merchandising	11,400,679	12,839,189	(1,438,510)	-11.2%
Oilseeds and Grains				
- Manufacturing	10,698,661	11,778,521	(1,079,860)	-9.2%
- Consumer Products	5,265,666	5,152,972	112,694	2.2%
Sugar				
- Milling	572,479	333,321	239,158	71.8%
- Merchandising, Refining and Consumer Products	2,764,895	2,469,691	295,204	12.0%
Others	1,532,387	1,674,752	(142,365)	-8.5%
Eliminations	(877,100)	(982,108)	105,008	10.7%
Total revenue	31,390,156	33,307,416	(1,917,260)	-5.8%

Unaudited Financial Statements for the Third Quarter ended 30 September 2019
Three Months Ended 30 September

	3Q2019 US\$'000	3Q2018 US\$'000 Restated*	Variance US\$'000	%
Profit before tax				
Tropical Oils	193,162	155,452	37,710	24.3%
Oilseeds and Grains	301,266	296,899	4,367	1.5%
Sugar	80,073	73,764	6,309	8.6%
Others	(20,720)	(7,410)	(13,310)	-179.6%
Share of results of joint ventures	12,941	28,548	(15,607)	-54.7%
Share of results of associates	11,900	37,882	(25,982)	-68.6%
Unallocated expenses #	(582)	(2,470)	1,888	76.4%
Total profit before tax	578,040	582,665	(4,625)	-0.8%

Nine Months Ended 30 September

	9M2019 US\$'000	9M2018 US\$'000 Restated*	Variance US\$'000	%
Profit before tax				
Tropical Oils	554,326	411,988	142,338	34.5%
Oilseeds and Grains	451,533	759,708	(308,175)	-40.6%
Sugar	12,372	(11,475)	23,847	n.m.
Others	21,873	2,385	19,488	817.1%
Share of results of joint ventures	50,271	30,943	19,328	62.5%
Share of results of associates	17,415	126,537	(109,122)	-86.2%
Unallocated expenses #	(9,636)	(8,449)	(1,187)	-14.0%
Total profit before tax	1,098,154	1,311,637	(213,483)	-16.3%

*Prior period figures were restated upon adoption of SFRS (I) 15 Revenue from Contracts with Customers and in accordance with SFRS(I) 3, the Group has restated the prior year's figures subsequent to the finalisation of purchase price allocation exercise for the acquisition of Shree Renuka Sugars Limited ("SRSL") and its subsidiaries

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

n.m. - not meaningful

Unaudited Financial Statements for the Third Quarter ended 30 September 2019***Tropical Oils (Plantation, Manufacturing and Merchandising)***

Profit before tax increased by 24.3% in 3Q2019 to US\$193.2 million (3Q2018: US\$155.5 million), boosted by stronger performance from the manufacturing and merchandising business, including oleochemicals. This was achieved on the back of higher sales volume and improved processing margins during the quarter. The above was partially offset by lower CPO prices and production yields, reducing contributions from the plantation business. Overall profit for the segment increased by 34.5% to US\$554.3 million for 9M2019 (9M2018: US\$412.0 million).

Production yield decreased by 5.0% to 5.4 MT per hectare in 3Q2019 (3Q2018: 5.7 MT per hectare) and 8.0% to 15.1 MT per hectare in 9M2019 (9M2018: 16.4 MT per hectare) due to unfavourable weather conditions. This resulted in a decrease in total fresh fruit bunches production to 1,055,471 MT for 3Q2019 (3Q2018: 1,117,679 MT) and 2,954,185 MT for 9M2019 (9M2018: 3,184,102 MT).

Volume for Tropical Oils (Manufacturing & Merchandising) increased by 5.2% to 6.6 million MT in 3Q2019 (3Q2018: 6.3 million MT), and 7.7% to 19.0 million MT in 9M2019 (9M2018: 17.6 million MT). Weaker commodity prices in the current period led overall revenue to decrease by 9.1% to US\$3.8 billion in 3Q2019 (3Q2018: US\$4.2 billion) and 11.2% to US\$11.4 billion in 9M2019 (9M2018: US\$12.9 billion).

Oilseeds and Grains (Manufacturing and Consumer Products)

Segment profits increased marginally by 1.5% to US\$301.3 million in 3Q2019 (3Q2018: US\$296.9 million) mainly due to good performances by both Manufacturing and Consumer Products. Further, both crush margins and volume have continued to improve from 1H2019. For 9M2019, overall profits for the segment were lower at US\$451.5 million (9M2018: US\$759.7 million).

Whilst the Group continued to post volume growth in consumer products business, the overall sales volume was dragged down by the effects of African swine fever. Overall sales volume decreased marginally by 0.2 million MT to 10.0 million MT in 3Q2019 (3Q2018: 10.2 million MT) and 0.3 million MT to 27.4 million MT in 9M2019 (9M2018: 27.7 million MT).

Sugar (Milling, Merchandising, Refining and Consumer Products)

The segment recorded an increase in profit before tax of 8.6% to US\$80.1 million in the current quarter (3Q2018: US\$73.8 million) and overall segment profits of US\$12.4 million in 9M2019 (9M2018: US\$11.5 million loss). The higher profits were driven by stronger performance from the sugar refineries. This was partially offset by weaker contributions from the milling operations as a result of lower sugar prices in the current period.

Sales volume for Sugar (Milling) increased by 13.5% to 0.7 million MT in 3Q2019 (3Q2018: 0.6 million MT) and by 65.8% to 1.5 million MT in 9M2019 (9M2018: 0.9 million MT) due to higher contributions from the Australian milling operations. Higher sales activities in the merchandising and refining business in 3Q2019 led overall sales volume for the segment to increase by 31.2% to 4.0 million MT in 3Q2019 (3Q2018: 3.0 million MT). Correspondingly, revenue increased by 42.3% to US\$1.4 billion in 3Q2019 (3Q2018: US\$970.9 million). For 9M2019, overall sales volume increased by 18.5% to 9.5 million MT (9M2018: 8.0 million MT), resulting in higher revenue by 19.1% to US\$3.3 billion (9M2018: US\$2.8 billion).

Others

The segment recorded a loss before tax of US\$20.7 million in 3Q2019 (3Q2018: US\$7.4 million loss) mainly due to mark-to-market losses from the Group's investment portfolio and corporate costs, partially offset by stronger performance by the Shipping and Fertiliser businesses. These losses were offset by the higher investment income from the Group's investment portfolio in the first half of the year, resulting in an overall gain of US\$21.9 million for 9M2019 (9M2018: US\$2.4 million gain).

Unaudited Financial Statements for the Third Quarter ended 30 September 2019

Review of Balance Sheet and Cash Flows

Inventories decreased from December 2018 by 21.6% to US\$6.2 billion as at 30 September 2019, mainly due to lower stockholding in China which resulted from the post Chinese Spring Festival seasonal impact. Average turnover remained comparable at 72 days in 9M2019 (9M2018: 72 days).

Trade receivables decreased by US\$512.9 million to US\$3.8 billion in 9M2019. Average turnover days increased to 35 days in 9M2019 (9M2018: 33 days). Despite the higher turnover days during the period, the Group continues to maintain a healthy profile of its aging balance.

Trade payables decreased by US\$116.9 million to US\$1.3 billion in 9M2019 mainly due to timing differences. Average turnover days increased to 14 days in 9M2019 (9M2018: 12 days).

Other financial receivables (non-current and current) decreased by US\$307.7 million to US\$7.4 billion mainly due to decrease in balances due from joint venture companies.

Net loans and borrowings (net of other bank deposits, cash and bank balances and financial products with financial institutions – current) decreased by US\$1.7 billion to US\$11.7 billion on the back of strong operating cashflows. Correspondingly, net gearing ratio improved to 0.73x in 9M2019 (FY2018: 0.84x).

During the period, the Group generated US\$3.6 billion from operating activities. Capital expenditure for the period (including advances paid) was higher at US\$1.3 billion (9M2018: US\$956.3 million) while US\$59.2 million (9M2018: US\$403.8 million) was used for the acquisition of subsidiaries and joint ventures. Together with dividend distribution of US\$461.8 million and a decrease in net debt of US\$1.7 billion, the Group recorded a cash inflow of US\$457.3 million as at 30 September 2019.

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 Third Quarter ended 30 September 2019

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

Despite the challenging operating environment, we performed well because of our integrated and diversified business model. Our operations in most countries also did well in 3Q2019. Barring unforeseen circumstances, we expect to do reasonably well in 4Q2019.

11. Dividend

(a) Current financial period reported on

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding period of the immediately preceding financial year

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

No.

(c) Date payable

Not applicable.

(d) Book closure date

Not applicable.

12. If no dividend has been declared or recommended, a statement to that effect and the reason(s) for the decision.

No dividend has been declared or recommended for the quarter ended 30 September 2019 as the Company generally considers dividend distribution on a semi-annual basis.

Unaudited Financial Statements for the Third Quarter ended 30 September 2019

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)
	3Q 2019 US\$'000	3Q 2019 US\$'000
Archer Daniels Midland Group	NIL	367,726
Pua Seck Guan	NIL	NIL
Associates of Kuok Khoon Ean & Kuok Khoon Hua [#]	NIL	2,960
Kuok Khoon Hong's Associates	403	815
PPB Group Bhd	38,607	NIL
Kuok Brothers Sdn Bhd	NIL	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

12 November 2019

Unaudited Financial Statements for the Third Quarter ended 30 September 2019

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 third quarter ended 30 September 2019 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

12 November 2019