

Unaudited Financial Statements for the Full Year ended 31 December 2018
FINANCIAL HIGHLIGHTS

	4Q2018 US\$'000	4Q2017 US\$'000 Restated*	Change	FY2018 US\$'000	FY2017 US\$'000 Restated*	Change
Revenue	11,099,926	11,446,734	-3.0%	44,497,706	43,573,925	2.1%
Net Profit	200,921	426,669	-52.9%	1,128,002	1,195,668	-5.7%
Net Profit - excluding discontinued operations	198,719	426,669	-53.4%	1,153,302	1,195,668	-3.5%
Core Net Profit	334,686	373,016	-10.3%	1,304,755	1,023,827	27.4%
EBITDA	774,081	841,050	-8.0%	2,940,831	2,615,139	12.5%
EPS - Basic (US cents per share)	3.2	6.7	-52.2%	17.8	18.9	-5.8%
EPS - Fully diluted (US cents per share)	3.2	6.7	-52.2%	17.8	18.9	-5.8%
EPS - Basic (US cents per share) - excluding discontinued operations	3.1	6.7	-53.7%	18.2	18.9	-3.7%
EPS - Fully diluted (US cents per share) - excluding discontinued operations	3.1	6.7	-53.7%	18.2	18.9	-3.7%
				31.12.2018	31.12.2017	Change
Net Tangible Asset (US\$'000)				11,553,740	11,578,682	-0.2%
Net Asset per share (US\$ per share)				2.54	2.52	0.8%
Net Tangible Asset per share (US\$ per share)				1.83	1.83	0.0%

*Prior period/year figures were restated upon adoption of SFRS (I) 9 Financial Instruments, SFRS (I) 15 Revenue from Contracts with Customers and IFRS Convergence

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(a)(i) Consolidated Income Statement

	Group			Group		
	Three months ended			Twelve months ended		
	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*	Change	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*	Change
Revenue	11,099,926	11,446,734	-3.0%	44,497,706	43,573,925	2.1%
Cost of sales	(10,124,824)	(10,377,501)	2.4%	(40,102,950)	(39,806,502)	-0.7%
Gross profit	975,102	1,069,233	-8.8%	4,394,756	3,767,423	16.7%
Other items of income						
Net loss arising from changes in fair value of biological assets	(16,322)	(10,028)	-62.8%	(16,322)	(10,028)	-62.8%
Finance income	123,175	80,295	53.4%	467,338	254,239	83.8%
Other operating income	73,178	108,224	-32.4%	197,054	262,931	-25.1%
Other items of expense						
Selling and distribution expenses	(391,678)	(485,137)	19.3%	(1,901,352)	(1,814,478)	-4.8%
Administrative expenses	(183,113)	(186,791)	2.0%	(732,139)	(699,678)	-4.6%
Other operating expenses	(67,124)	(65,202)	-2.9%	(146,535)	(112,842)	-29.9%
Finance costs	(233,037)	(140,707)	-65.6%	(819,439)	(507,403)	-61.5%
Non-operating items	(129,836)	65,527	n.m.	(136,247)	194,041	n.m.
Share of results of joint ventures	36,246	24,156	50.0%	67,189	34,809	93.0%
Share of results of associates	116,551	87,708	32.9%	243,088	193,512	25.6%
Profit before tax from continuing operations	303,142	547,278	-44.6%	1,617,391	1,562,526	3.5%
Income tax expense	(67,248)	(83,114)	19.1%	(349,793)	(282,083)	-24.0%
Profit from continuing operations, net of tax	235,894	464,164	-49.2%	1,267,598	1,280,443	-1.0%
Profit/(loss) from discontinued operations, net of tax	3,774	-	n.m.	(43,367)	-	n.m.
Profit for the period/year	239,668	464,164	-48.4%	1,224,231	1,280,443	-4.4%
Attributable to:						
Owners of the Company						
Profit from continuing operations, net of tax	198,719	426,669	-53.4%	1,153,302	1,195,668	-3.5%
Profit/(loss) from discontinued operations, net of tax	2,202	-	n.m.	(25,300)	-	n.m.
Profit for the period/year attributable to owners of the Company	200,921	426,669	-52.9%	1,128,002	1,195,668	-5.7%
Non-controlling interests						
Profit from continuing operations, net of tax	37,175	37,495	-0.9%	114,296	84,775	34.8%
Profit/(loss) from discontinued operations, net of tax	1,572	-	n.m.	(18,067)	-	n.m.
Profit for the period/year attributable to non-controlling interests	38,747	37,495	3.3%	96,229	84,775	13.5%
Profit for the period/year	239,668	464,164	-48.4%	1,224,231	1,280,443	-4.4%

*Prior period/year figures were restated upon adoption of SFRS (I) 9 Financial Instruments, SFRS (I) 15 Revenue from Contracts with Customers and IFRS Convergence

n.m. - not meaningful

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(a)(ii) Consolidated Statement of Comprehensive Income

	Group			Group		
	Three months ended			Twelve months ended		
	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*	Inc/(Dec) US\$'000	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*	Inc/(Dec) US\$'000
Profit after tax	239,668	464,164	(224,496)	1,224,231	1,280,443	(56,212)
Other comprehensive income						
- Items that will not be reclassified subsequently to income statement						
Fair value adjustment on equity instruments at fair value through other comprehensive income	(3,527)	(2,236)	(1,291)	(34,605)	29,004	(63,609)
Gain on disposal equity instruments at fair value through other comprehensive income	-	-	-	4,766	-	4,766
Net surplus on revaluation of investment properties	5,514	-	5,514	5,514	-	5,514
Gain/(loss) on remeasurements of defined benefit plan	34,160	(13,323)	47,483	34,160	(13,323)	47,483
	36,147	(15,559)	51,706	9,835	15,681	(5,846)
- Items that may be reclassified subsequently to income statement						
Foreign currency translation	(42,605)	161,021	(203,626)	(648,210)	546,617	(1,194,827)
Fair value adjustment on cash flow hedges	(14,532)	15,405	(29,937)	(372)	85,021	(85,393)
Fair value adjustment on forward elements of forward contracts	6,765	1,034	5,731	(44,093)	26,377	(70,470)
Share of changes in equity transaction reserve of a joint venture	250	(322)	572	250	(322)	572
	(50,122)	177,138	(227,260)	(692,425)	657,693	(1,350,118)
Other comprehensive income from continuing operations, net of tax	(13,975)	161,579	(175,554)	(682,590)	673,374	(1,355,964)
Other comprehensive loss from discontinued operations, net of tax	(1,759)	-	(1,759)	(999)	-	(999)
Total comprehensive income	223,934	625,743	(401,809)	540,642	1,953,817	(1,413,175)

Attributable to:

Owners of the Company	192,175	579,318	(387,143)	501,022	1,832,498	(1,331,476)
Non-controlling interests	31,759	46,425	(14,666)	39,620	121,319	(81,699)
	223,934	625,743	(401,809)	540,642	1,953,817	(1,413,175)

*Prior period/year figures were restated upon adoption of SFRS (I) 9 Financial Instruments, SFRS (I) 15 Revenue from Contracts with Customers and IFRS Convergence

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(b)(i) Balance Sheets

	Group			Company	
	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*	01.01.2017 US\$'000 Restated*	31.12.2018 US\$'000	31.12.2017 US\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	9,309,701	8,755,926	8,297,098	43,543	3,263
Bearer plants	676,570	722,197	726,725	-	-
Investment properties	21,782	-	-	-	-
Intangible assets	4,495,085	4,384,910	4,365,736	-	-
Investment in subsidiaries	-	-	-	9,093,313	9,084,592
Investment in joint ventures	1,092,207	1,151,946	1,051,425	124,230	209,636
Investment in associates	2,622,953	2,275,850	1,851,985	36,644	36,644
Investment securities	573,188	568,078	700,705	-	-
Deferred tax assets	330,979	321,463	312,403	-	-
Derivative financial instruments	7,012	5,651	32,633	-	-
Other financial receivables	197,760	112,047	205,832	369,799	410,271
Other non-financial assets	72,481	55,108	52,262	-	-
	19,399,718	18,353,176	17,596,804	9,667,529	9,744,406
Current assets					
Inventories	7,911,302	8,223,606	7,022,310	-	-
Trade receivables	4,349,147	4,101,058	4,087,069	-	-
Other financial receivables	7,517,691	5,354,750	2,354,502	4,259,606	3,965,710
Other non-financial assets	1,467,301	1,153,055	1,201,458	5,543	1,457
Derivative financial instruments	524,989	368,166	546,885	-	-
Financial assets held for trading	326,164	421,328	316,632	-	-
Other bank deposits	1,719,077	1,502,726	2,721,885	-	-
Cash and bank balances	1,650,478	1,454,708	1,184,881	1,848	3,037
	25,466,149	22,579,397	19,435,622	4,266,997	3,970,204
Assets of disposal group classified as held for sale ⁺	814,024	-	-	-	-
	26,280,173	22,579,397	19,435,622	4,266,997	3,970,204
TOTAL ASSETS	45,679,891	40,932,573	37,032,426	13,934,526	13,714,610

*Prior year figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

⁺Disposal group classified as held for sale - The disposal group relates to the Brazilian sugar operations held by our newly acquired subsidiary, Shree Renuka Sugars Limited ("SRSL"). SRSL has 2 subsidiaries, Renuka do Brasil ("RDB") and Renuka Vale do Ivaí ("RVDI") operating in Brazil ("Brazilian subsidiaries"). The Board of the 2 Brazilian subsidiaries had filed for protection under Judicial Recovery Law in Brazil on 28 September 2015. SRSL management has expressed its disinterest in continuing with the operations of the Brazilian subsidiaries and are committed to carry out the above judicial reorganization for the 2 Brazilian subsidiaries. The assets and liabilities of RDB and RVDI have been classified as held for sale. The results of the Brazilian subsidiaries which continue to be consolidated are presented separately as discontinued operations.

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(b)(i) Balance Sheets (continued)

	Group			Company	
	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*	01.01.2017 US\$'000 Restated*	31.12.2018 US\$'000	31.12.2017 US\$'000
EQUITY AND LIABILITIES					
Current liabilities					
Trade payables	1,441,729	1,094,846	1,500,254	-	-
Other financial payables	1,492,732	1,397,906	1,348,963	3,492,000	2,896,464
Other non-financial liabilities	411,577	400,616	571,077	-	-
Derivative financial instruments	321,857	503,797	495,322	-	-
Loans and borrowings	17,821,225	16,130,316	12,689,019	72,110	-
Tax payables	139,746	159,648	118,511	-	-
	21,628,866	19,687,129	16,723,146	3,564,110	2,896,464
Liabilities directly associated with disposal group classified as held for sale ⁺	1,186,834	-	-	-	-
	22,815,700	19,687,129	16,723,146	3,564,110	2,896,464
NET CURRENT ASSETS	3,464,473	2,892,268	2,712,476	702,887	1,073,740
Non-current liabilities					
Other financial payables	75,851	69,220	51,314	-	-
Other non-financial liabilities	126,329	156,990	118,185	-	-
Derivative financial instruments	32,673	25,199	107,133	-	-
Loans and borrowings	5,523,374	3,696,224	4,331,240	244,015	323,000
Deferred tax liabilities	339,392	312,712	322,443	-	-
	6,097,619	4,260,345	4,930,315	244,015	323,000
TOTAL LIABILITIES	28,913,319	23,947,474	21,653,461	3,808,125	3,219,464
NET ASSETS	16,766,572	16,985,099	15,378,965	10,126,401	10,495,146
Equity attributable to owners of the Company					
Share capital	8,458,995	8,458,995	8,458,995	8,895,134	8,895,134
Treasury shares	(153,315)	(156,209)	(175,312)	(153,315)	(156,209)
Retained earnings	9,306,876	8,673,275	7,832,213	1,161,712	1,544,230
Other reserves	(1,563,731)	(1,012,469)	(1,681,362)	222,870	211,991
	16,048,825	15,963,592	14,434,534	10,126,401	10,495,146
Non-controlling interests	717,747	1,021,507	944,431	-	-
TOTAL EQUITY	16,766,572	16,985,099	15,378,965	10,126,401	10,495,146
TOTAL EQUITY AND LIABILITIES	45,679,891	40,932,573	37,032,426	13,934,526	13,714,610

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Unaudited Financial Statements for the Full Year ended 31 December 2018
1(b)(ii) Group's Borrowings and Debt Securities

	Group		Group	
	31.12.2018		31.12.2017	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
(a) Amount repayable in one year or less, or on demand	2,900,145	14,921,080	1,425,824	14,704,492
(b) Amount repayable after one year	308,922	5,214,452	19,562	3,676,662
	3,209,067	20,135,532	1,445,386	18,381,154

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\$495,379,000 are disclosed off balance sheet as at 31 December 2018 as the Group has transferred substantially all the risks and rewards of the cash flows arising from the deposits and has also legally been released from the responsibility for the loans.

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(c) Consolidated Cash Flow Statement

	Group		Group	
	Three months ended		Twelve months ended	
	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*
Cash flows from operating activities				
Profit before tax from continuing operations	303,142	547,278	1,617,391	1,562,526
Profit/(loss) before tax from discontinued operations	6,999	-	(42,818)	-
Profit before tax, total	310,141	547,278	1,574,573	1,562,526
Adjustments for:				
Net loss arising from changes in fair value of biological assets	16,322	10,028	16,322	10,028
Depreciation of bearer plants	14,002	9,560	54,349	50,386
Depreciation of property, plant and equipment	229,542	217,241	775,631	723,339
Loss on disposal of investment in a joint venture	-	-	-	335
Gain on disposal/liquidation/dilution of interest in associates	-	(6,162)	(1,732)	(10,196)
Fair value loss/(gain) arising from changes of interest in joint ventures resulting in change of control	-	1,150	231	(638)
Fair value gain arising from changes of interest in an associate resulting in change of control	(125)	-	(125)	-
Amortisation of intangible assets	349	343	1,378	1,226
Gain on bargain purchase on business combination	-	(2,210)	(1,375)	(2,210)
Loss on disposal of property, plant and equipment	3,480	3,944	3,068	9,283
(Gain)/loss on disposal of biological assets	(127)	(13)	49	4,970
(Gain)/loss on disposal/liquidation of subsidiaries	(500)	1,189	633	1,169
Gain on disposal of investment securities	-	(39)	-	(39)
Gain on disposal of financial assets held for trading	-	(974)	(7,180)	(3,497)
Impairment loss on goodwill	108,208	-	108,208	-
Grant of share options to employees	2,415	3,414	10,864	9,163
Net fair value loss/(gain) on derivative financial instruments	172,920	118,944	(353,292)	233,039
Net fair value loss/(gain) on financial assets held for trading	18,724	(44,417)	79,038	(131,269)
Foreign exchange differences arising from translation	(70,191)	50,149	(288,972)	88,870
Dividend income from held for trading investments	(2,671)	(2,570)	(18,230)	(23,699)
Investment income from investment securities	(4,801)	(23,323)	(66,174)	(59,339)
Interest expense	242,013	146,923	851,212	531,901
Interest income	(123,175)	(80,295)	(467,338)	(254,239)
Share of results of joint ventures	(36,246)	(24,156)	(67,189)	(34,809)
Share of results of associates	(116,551)	(87,708)	(243,088)	(193,512)
Operating cash flows before working capital changes	763,729	838,296	1,960,861	2,512,788
Changes in working capital:				
(Increase)/decrease in inventories	(527,898)	(1,532,464)	445,135	(1,202,797)
Decrease/(increase) in receivables and other assets	214,113	(254,939)	(134,060)	(31,737)
Decrease in payables	(448,065)	(132,235)	(166,033)	(493,696)
Cash flows generated from/(used in) operations	1,879	(1,081,342)	2,105,903	784,558
Interest paid	(183,502)	(103,620)	(655,012)	(401,304)
Interest received	124,666	68,180	438,218	205,836
Income taxes paid	(93,075)	(78,952)	(388,035)	(285,756)
Net cash flows (used in)/generated from operating activities	(150,032)	(1,195,734)	1,501,074	303,334

*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(c) Consolidated Cash Flow Statement (continued)

	Group		Group	
	Three months ended		Twelve months ended	
	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*	31.12.2018 US\$'000	31.12.2017 US\$'000 Restated*
Cash flows from investing activities				
Net cash flow on acquisition of subsidiaries	1,063	-	(236,608)	(3,049)
(Increase)/decrease in plasma investments	(4,444)	768	1,195	(2,355)
Decrease/(increase) in financial assets held for trading	878	(15,360)	36,686	12,901
(Increase)/decrease in other non-financial assets	(6,733)	7,845	(3,901)	3,846
Payments for property, plant and equipment	(351,356)	(308,388)	(1,259,343)	(879,416)
Payments for bearer plants	(17,740)	(18,609)	(66,101)	(58,502)
Decrease/(increase) in investment securities	2,179	(6,411)	20,635	(47,739)
Dividend income from held for trading investments	2,671	2,570	18,230	23,699
Investment income from investment securities	4,801	23,323	66,174	59,339
Payments for investment in joint ventures	-	(21,452)	(21,977)	(78,580)
(Increase)/decrease in investment in associates	(16,169)	5,148	(157,903)	(10,220)
Payments for intangible assets	-	(2,449)	-	(2,503)
Dividends received from joint ventures	958	-	26,899	9,055
Dividends received from associates	8,465	7,455	109,243	47,119
Proceeds from disposal of property, plant and equipment	10,387	3,732	63,778	27,136
Proceeds from disposal of intangible assets	-	-	57	-
Proceeds from disposal of interest in a joint venture	-	-	-	3,841
Proceeds from disposal/liquidation/dilution of interest in associates	-	33,800	15,455	42,843
Net cash flow from disposal/liquidation of subsidiaries	3,772	(971)	17,907	(971)
Net cash flows used in investing activities	(361,268)	(288,999)	(1,369,574)	(853,556)
Cash flows from financing activities				
(Increase)/decrease in net amount due from related parties	(9,983)	(266)	(10,862)	640
(Increase)/decrease in net amount due from joint ventures	(11,092)	(18,716)	67,872	26,463
Increase in net amount due from associates	(28,413)	(17,861)	(53,178)	(11,903)
Decrease in advances from non-controlling shareholders	(28,001)	(908)	(63,233)	(11,452)
(Repayments of)/proceeds from loans and borrowings	(602,806)	1,301,584	818,979	3,166,548
(Increase)/decrease in fixed deposits pledged with financial institutions for bank facilities	(247,549)	136,333	1,993,221	46,303
Decrease/(increase) in other financial receivables	1,197,675	(40,317)	(2,426,308)	(2,820,538)
Decrease in other deposits with maturity more than 3 months	21,406	140,631	238,607	906,068
Interest paid	(10,917)	(6,712)	(36,102)	(27,560)
Net cash flow from acquisition of additional interest in subsidiaries	2,072	(19,730)	(384)	(39,789)
Dividends paid by the Company	-	-	(494,889)	(319,532)
Dividends paid to non-controlling shareholders by subsidiaries	(7,475)	(4,243)	(37,406)	(31,757)
Proceeds from dilution of interest in a subsidiary	946	-	946	-
Proceeds from reissuance of treasury shares by the Company	778	1,793	2,909	21,622
Proceeds from issue of shares by subsidiaries to non-controlling shareholders	8,981	9,157	28,597	12,610
Net cash flows generated from financing activities	285,622	1,480,745	28,769	917,723
Net (decrease)/increase in cash and cash equivalents	(225,678)	(3,988)	160,269	367,501
Cash and cash equivalents at the beginning of the financial period	1,821,172	1,439,213	1,435,225	1,067,724
Cash and cash equivalents at the end of the financial period	1,595,494	1,435,225	1,595,494	1,435,225
Represented by:				
Total cash and bank balances	3,369,555	2,957,434	3,369,555	2,957,434
Less: Fixed deposits pledged with financial institutions for bank facilities	(1,264,097)	(809,139)	(1,264,097)	(809,139)
Less: Other deposits with maturity more than 3 months	(454,980)	(693,587)	(454,980)	(693,587)
Bank overdrafts	(54,984)	(19,483)	(54,984)	(19,483)
Total cash and cash equivalents	1,595,494	1,435,225	1,595,494	1,435,225

*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

Unaudited Financial Statements for the Full Year ended 31 December 2018
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	US\$'000	US\$'000
For the period							
From 01.10.2018 to 31.12.2018							
Group							
Opening balance at 1 October 2018	8,458,995	(154,089)	9,115,887	(1,563,402)	15,857,391	679,319	16,536,710
Profit for the period	-	-	200,921	-	200,921	38,747	239,668
Other comprehensive income	-	-	-	(8,746)	(8,746)	(6,988)	(15,734)
Total comprehensive income	-	-	200,921	(8,746)	192,175	31,759	223,934
Grant of equity-settled share options	-	-	-	2,415	2,415	-	2,415
Share capital contributed by non-controlling shareholders	-	-	-	-	-	8,981	8,981
Reissuance of treasury shares pursuant to exercise of share options	-	774	-	4	778	-	778
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(7,475)	(7,475)
Net transfer to other reserves	-	-	(9,932)	9,932	-	-	-
Total contributions by and distributions to owners	-	774	(9,932)	12,351	3,193	1,506	4,699
Acquisition of subsidiaries	-	-	-	-	-	(1,663)	(1,663)
Acquisition of additional interest in subsidiaries	-	-	-	(4,045)	(4,045)	6,117	2,072
Disposal of a subsidiary	-	-	-	-	-	(126)	(126)
Dilution of interest in a subsidiary	-	-	-	111	111	835	946
Total changes in ownership interests in subsidiaries	-	-	-	(3,934)	(3,934)	5,163	1,229
Closing balance at 31 December 2018	8,458,995	(153,315)	9,306,876	(1,563,731)	16,048,825	717,747	16,766,572

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(d)(i) Statements of Changes in Equity (continued)

	Attributable to owners of the Company					Non-controlling interests	Equity total
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total		
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period							
From 01.10.2017 to 31.12.2017							
Group							
Opening balance at 1 October 2017, as previously reported	8,458,995	(157,993)	9,725,770	(2,638,688)	15,388,084	980,881	16,368,965
Adjustments for adoption of the Amendments to SFRS(I) 9 and IFRS Convergence	-	-	(1,451,257)	1,451,257	-	-	-
Opening balance at 1 October 2017, as restated	8,458,995	(157,993)	8,274,513	(1,187,431)	15,388,084	980,881	16,368,965
Profit for the period	-	-	426,669	-	426,669	37,495	464,164
Other comprehensive income	-	-	-	152,649	152,649	8,930	161,579
Total comprehensive income	-	-	426,669	152,649	579,318	46,425	625,743
Grant of equity-settled share options	-	-	-	3,414	3,414	-	3,414
Share capital contributed by non-controlling shareholders	-	-	-	-	-	9,157	9,157
Reissuance of treasury shares pursuant to exercise of share options	-	1,784	-	9	1,793	-	1,793
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(4,243)	(4,243)
Net transfer to other reserves	-	-	(27,907)	27,907	-	-	-
Total contributions by and distributions to owners	-	1,784	(27,907)	31,330	5,207	4,914	10,121
Acquisition of additional interest in subsidiaries	-	-	-	(9,017)	(9,017)	(10,713)	(19,730)
Total changes in ownership interests in subsidiaries	-	-	-	(9,017)	(9,017)	(10,713)	(19,730)
Closing balance at 31 December 2017	8,458,995	(156,209)	8,673,275	(1,012,469)	15,963,592	1,021,507	16,985,099

*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

Unaudited Financial Statements for the Full Year ended 31 December 2018
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 01.10.2018 to 31.12.2018					
Company					
Opening balance at 1 October 2018	8,895,134	(154,089)	1,196,713	220,451	10,158,209
Loss for the period	-	-	(35,001)	-	(35,001)
Total comprehensive income	-	-	(35,001)	-	(35,001)
Grant of equity-settled share options	-	-	-	2,415	2,415
Reissuance of treasury shares pursuant to exercise of share options	-	774	-	4	778
Total transactions with owners in their capacity as owners	-	774	-	2,419	3,193
Closing balance at 31 December 2018	8,895,134	(153,315)	1,161,712	222,870	10,126,401

	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 01.10.2017 to 31.12.2017					
Company					
Opening balance at 1 October 2017	8,895,134	(157,993)	1,530,242	208,568	10,475,951
Profit for the period	-	-	13,988	-	13,988
Total comprehensive income	-	-	13,988	-	13,988
Grant of equity-settled share options	-	-	-	3,414	3,414
Reissuance of treasury shares pursuant to exercise of share options	-	1,784	-	9	1,793
Total transactions with owners in their capacity as owners	-	1,784	-	3,423	5,207
Closing balance at 31 December 2017	8,895,134	(156,209)	1,544,230	211,991	10,495,146

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(d)(i) Statements of Changes in Equity (continued)

	Attributable to owners of the Company					Non-controlling interests	Equity total
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total		
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period							
From 01.01.2018 to 31.12.2018							
Group							
Opening balance at 1 January 2018, as previously reported	8,458,995	(156,209)	10,125,379	(2,464,573)	15,963,592	1,021,507	16,985,099
Adjustments for adoption of the Amendments to SFRS(I) 9 and IFRS Convergence	-	-	(1,445,117)	1,513,835	68,718	-	68,718
Opening balance at 1 January 2018, as restated	8,458,995	(156,209)	8,680,262	(950,738)	16,032,310	1,021,507	17,053,817
Profit for the year	-	-	1,128,002	-	1,128,002	96,229	1,224,231
Other comprehensive income	-	-	4,766	(631,746)	(626,980)	(56,609)	(683,589)
Total comprehensive income	-	-	1,132,768	(631,746)	501,022	39,620	540,642
Grant of equity-settled share options	-	-	-	10,864	10,864	-	10,864
Share capital contributed by non-controlling shareholders	-	-	-	-	-	28,597	28,597
Reissuance of treasury shares pursuant to exercise of share options	-	2,894	-	15	2,909	-	2,909
Dividends on ordinary shares	-	-	(494,889)	-	(494,889)	-	(494,889)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(37,406)	(37,406)
Net transfer to other reserves	-	-	(11,265)	11,265	-	-	-
Total contributions by and distributions to owners	-	2,894	(506,154)	22,144	(481,116)	(8,809)	(489,925)
Acquisition of subsidiaries	-	-	-	-	-	(324,013)	(324,013)
Acquisition of additional interest in subsidiaries	-	-	-	(3,502)	(3,502)	3,118	(384)
Disposal of subsidiaries	-	-	-	-	-	(14,511)	(14,511)
Dilution of interest in a subsidiary	-	-	-	111	111	835	946
Total changes in ownership interests in subsidiaries	-	-	-	(3,391)	(3,391)	(334,571)	(337,962)
Closing balance at 31 December 2018	8,458,995	(153,315)	9,306,876	(1,563,731)	16,048,825	717,747	16,766,572

*The opening balances were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(d)(i) Statements of Changes in Equity (continued)

	Attributable to owners of the Company					Non-controlling interests	Equity total
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total		
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period							
From 01.01.2017 to 31.12.2017							
Group							
Opening balance at 1 January 2017, as previously reported	8,458,995	(175,312)	9,260,680	(3,109,829)	14,434,534	944,431	15,378,965
Adjustments for adoption of the Amendments to SFRS(I) 9 and IFRS Convergence	-	-	(1,428,467)	1,428,467	-	-	-
Opening balance at 1 January 2017, as restated	8,458,995	(175,312)	7,832,213	(1,681,362)	14,434,534	944,431	15,378,965
Profit for the year	-	-	1,195,668	-	1,195,668	84,775	1,280,443
Other comprehensive income	-	-	-	636,830	636,830	36,544	673,374
Total comprehensive income	-	-	1,195,668	636,830	1,832,498	121,319	1,953,817
Grant of equity-settled share options	-	-	-	9,163	9,163	-	9,163
Share capital contributed by non-controlling shareholders	-	-	-	-	-	12,610	12,610
Reissuance of treasury shares pursuant to exercise of share options	-	19,103	-	2,519	21,622	-	21,622
Dividends on ordinary shares	-	-	(319,532)	-	(319,532)	-	(319,532)
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(31,757)	(31,757)
Net transfer to other reserves	-	-	(35,074)	35,074	-	-	-
Total contributions by and distributions to owners	-	19,103	(354,606)	46,756	(288,747)	(19,147)	(307,894)
Acquisition of additional interest in subsidiaries	-	-	-	(14,693)	(14,693)	(25,096)	(39,789)
Total changes in ownership interests in subsidiaries	-	-	-	(14,693)	(14,693)	(25,096)	(39,789)
Closing balance at 31 December 2017	8,458,995	(156,209)	8,673,275	(1,012,469)	15,963,592	1,021,507	16,985,099

*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

Unaudited Financial Statements for the Full Year ended 31 December 2018
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 01.01.2018 to 31.12.2018					
Company					
Opening balance at 1 January 2018	8,895,134	(156,209)	1,544,230	211,991	10,495,146
Profit for the year	-	-	112,371	-	112,371
Total comprehensive income	-	-	112,371	-	112,371
Grant of equity-settled share options	-	-	-	10,864	10,864
Reissuance of treasury shares pursuant to exercise of share options	-	2,894	-	15	2,909
Dividends on ordinary shares	-	-	(494,889)	-	(494,889)
Total transactions with owners in their capacity as owners	-	2,894	(494,889)	10,879	(481,116)
Closing balance at 31 December 2018	8,895,134	(153,315)	1,161,712	222,870	10,126,401

	Attributable to owners of the Company				
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
For the period					
From 01.01.2017 to 31.12.2017					
Company					
Opening balance at 1 January 2017	8,895,134	(175,312)	1,735,452	200,309	10,655,583
Profit for the year	-	-	128,310	-	128,310
Total comprehensive income	-	-	128,310	-	128,310
Grant of equity-settled share options	-	-	-	9,163	9,163
Reissuance of treasury shares pursuant to exercise of share options	-	19,103	-	2,519	21,622
Dividends on ordinary shares	-	-	(319,532)	-	(319,532)
Total transactions with owners in their capacity as owners	-	19,103	(319,532)	11,682	(288,747)
Closing balance at 31 December 2017	8,895,134	(156,209)	1,544,230	211,991	10,495,146

Unaudited Financial Statements for the Full Year ended 31 December 2018
1(d)(ii) Share Capital

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

	Number of shares	
	31.12.2018	31.12.2017
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	(77,714,000)	(86,561,600)
Reissuance of treasury shares pursuant to exercise of share options	1,281,150	8,847,600
Balance at the end of the financial period	(76,432,850)	(77,714,000)
Issued ordinary shares excluding treasury shares	6,326,968,256	6,325,687,106
The number of shares that may be issued on exercise of share options outstanding at the end of the financial period	101,299,000	146,274,400

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

The Company's total number of issued shares as at 31 December 2018 and 31 December 2017 were 6,403,401,106, of which 76,432,850 shares and 77,714,000 shares were held by the Company as treasury shares as at 31 December 2018 and 31 December 2017 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 Full Year ended 31 December 2018

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 2017 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 2018. 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.

Convergence with International Financial Reporting Standards

On 29 December 2017, the Accounting Standards Council issued Singapore Financial Reporting Standards (International) ("SFRS(I)s"), Singapore's equivalent of the International Financial Reporting Standards ("IFRSs"). The new financial reporting framework is available for application by Singapore-incorporated companies listed on the Singapore Exchange for financial periods beginning on or after 1 January 2018. The Group has adopted SFRS(I)s on 1 January 2018 and has applied all the specific transition requirements in SFRS(I)1 First-time Adoption of Singapore Financial Reporting Standards (International).

Application of SFRS(I) 1

The Group has elected to deem the cumulative translation differences for foreign operations to be nil on 1 January 2017, and accordingly, an amount of approximately US\$1,444,850,000 of foreign currency translation reserve losses has been reclassified to the opening retained earnings as at 1 January 2017.

Adoption of SFRS(I) 9 Financial Instruments

Classification and measurement

The Group has elected to measure its available-for-sale financial assets at fair value through other comprehensive income (FVOCI) prospectively. As at 1 January 2018, fair value reserves, retained earnings and investment securities have increased by approximately US\$61,731,000, US\$6,987,000 and US\$68,718,000 respectively.

Hedge accounting

With the adoption of SFRS(I) 9, the Group has retrospectively accounted for fair value changes in the forward points of its forward contracts not designated as hedging instruments as cost of hedging. Accordingly, the cost of hedging is deferred in other comprehensive income and recognised in the income statement over time.

Adoption of SFRS(I) 15 Revenue from Contracts with Customers

Based on the Group's performance obligations required for certain contracts, the Group has determined that net amounts of consideration, instead of gross, should be recognised. As a result, the Group recognised adjustments to decrease revenue and cost of sales by US\$270,207,000 (FY2017: US\$272,404,000).

Unaudited Financial Statements for the Full Year ended 31 December 2018

The reconciliation of this change in accounting policy is as follows:-

<u>Consolidated Income Statement</u>	Three months ended 31.12.2017			Twelve months ended 31.12.2017		
	As previously reported US\$'000	Effects US\$'000	Restated US\$'000	As previously reported US\$'000	Effects US\$'000	Restated US\$'000
Sales	11,547,977	(101,243)	11,446,734	43,846,329	(272,404)	43,573,925
Cost of sales	(10,590,196)	212,695	(10,377,501)	(40,369,091)	562,589	(39,806,502)
Other operating income	205,099	(96,875)	108,224	515,786	(252,855)	262,931
Finance costs	(124,751)	(15,956)	(140,707)	(434,903)	(72,500)	(507,403)
Income tax expense	(83,459)	345	(83,114)	(290,876)	8,793	(282,083)
Net profit	465,198	(1,034)	464,164	1,306,820	(26,377)	1,280,443
Attributable to:						
- Owners of the Company	427,516	(847)	426,669	1,219,305	(23,637)	1,195,668
- Non-controlling interests	37,682	(187)	37,495	87,515	(2,740)	84,775
	465,198	(1,034)	464,164	1,306,820	(26,377)	1,280,443

<u>Balance Sheets</u>	As at 01.01.2017			As at 31.12.2017		
	As previously reported US\$'000	Effects US\$'000	Restated US\$'000	As previously reported US\$'000	Effects US\$'000	Restated US\$'000
Retained earnings	9,260,680	(1,428,467)	7,832,213	10,125,379	(1,452,104)	8,673,275
Other reserves	(3,109,829)	1,428,467	(1,681,362)	(2,464,573)	1,452,104	(1,012,469)

Unaudited Financial Statements for the Full Year ended 31 December 2018
6. Earnings Per Ordinary Share (EPS)

	Group		Group	
	Three months ended		Twelve months ended	
	31.12.2018	31.12.2017 Restated*	31.12.2018	31.12.2017 Restated*
(a) Based on weighted average number of shares (US cents per share)	3.2	6.7	17.8	18.9
(b) Based on fully diluted basis (US cents per share)	3.2	6.7	17.8	18.9
(c) Based on weighted average number of shares (US cents per share) - excluding discontinued operations	3.1	6.7	18.2	18.9
(d) Based on fully diluted basis (US cents per share) - excluding discontinued operations	3.1	6.7	18.2	18.9
Weighted average number of shares applicable to basic earnings per share ('000)	6,326,691	6,325,175	6,326,387	6,322,495
Weighted average number of shares based on fully diluted basis ('000)	6,327,590	6,326,517	6,327,559	6,326,901

**Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence*

7. Net Asset Value Per Ordinary Share (NAV)

	Group		Company	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
Net asset value per ordinary share based on issued share capital as at end of the period (US cents per share)	253.7	252.4	160.1	165.9

Unaudited Financial Statements for the Full Year ended 31 December 2018**8. Review of Group Performance****Overview**

For the full year, the Group recorded a 27.4% jump in core net profit to US\$1.3 billion (FY2017: US\$1.0 billion) despite facing a tough operating environment in 2018. Improved operating performance was achieved across all core segments, apart from the Palm Oil Plantation and Sugar Milling businesses which were affected by low palm oil and sugar prices. With the continued depressed sugar prices, the Group decided to adopt a conservative approach and made a provision for impairment totaling US\$138.6 million on its goodwill and sugar milling assets in Australia, even though the milling operations have been generating positive cashflows since acquisition. Together with losses from the Group's other non-operating items and fair value adjustment on biological assets, the Group's net profit for the year (excluding discontinued operations) decreased marginally by 3.5% to US\$1.2 billion in FY2018 (FY2017: US\$1.2 billion) while overall net profit (including discontinued operations) decreased by 5.7% to US\$1.1 billion (FY2017: US\$1.2 billion).

For 4Q2018, core net profit decreased by 10.3% to US\$334.7 million (4Q2017: US\$373.0 million) mainly due to the African swine fever outbreak in China affecting our Oilseeds and Grains segment, coupled with weaker commodity prices that impacted the upstream operations in Sugar Milling and Palm Plantation. The above was partially offset by better performances from the Group's downstream operations and continued improved contributions from the associates and joint ventures. Non-operating losses mainly arising from the impairment of the sugar milling operations led net profit (including discontinued operations) for the quarter to drop to US\$200.9 million (4Q2017: US\$426.7 million).

Revenue and Cost of Sales

For FY2018, overall revenue increased by 2.1% to US\$44.5 billion (FY2017: US\$43.6 billion) on the back of higher sales volume recorded across all segments. This increase was partially offset by lower commodity prices during the year. Correspondingly, cost of sales increased marginally by 0.7% to US\$40.1 billion (FY2017: US\$39.8 billion).

For 4Q2018, the Group continued to report growth in sales volume for all segments, but lower commodity prices led revenue to decrease by 3.0% to US\$11.1 billion (4Q2017: US\$11.4 billion). The lower commodity prices also resulted in a decrease in cost of sales by 2.4% to US\$10.1 billion in 4Q2018 (4Q2017: US\$10.4 billion).

Finance Income**Finance Costs**

	4Q2018	4Q2017	FY2018	FY2017
	US\$ million	US\$ million	US\$ million	US\$ million
Finance income	123.2	80.3	467.3	254.2
Finance costs	(233.0)	(140.7)	(819.4)	(507.4)

Finance income increased by 83.8% to US\$467.3 million during the year (FY2017: US\$254.2 million) as a result of higher average deposits placed and effective interest rates. Correspondingly, higher effective borrowing rates and average bank borrowings in FY2018 resulted in finance cost increasing by 61.5% to US\$819.4 million (FY2017: US\$507.4 million).

For 4Q2018, higher effective interest rates and deposits which was seen throughout the year led finance income to increase by 53.4% to US\$123.2 million (4Q2017: US\$80.3 million) while finance cost increased by 65.6% to US\$233.0 million (4Q2017: US\$140.7 million).

Unaudited Financial Statements for the Full Year ended 31 December 2018***Other Operating Items – Net***

	4Q2018	4Q2017	FY2018	FY2017
	US\$ million	US\$ million	US\$ million	US\$ million
Other operating income	73.2	108.2	197.1	262.9
Other operating expenses	(67.1)	(65.2)	(146.5)	(112.8)
Other operating items – net	6.1	43.0	50.6	150.1

Net other operating gain was lower at US\$50.6 million for the year (FY2017: US\$150.1 million gain) and at US\$6.1 million for the quarter (4Q2017: US\$43.0 million gain) mainly due to lower foreign exchange gains arising from the revaluation of the Group's financial assets and liabilities.

During the quarter, the Group also recognised impairment on the property, plant and equipment of its Australia sugar milling business amounting to US\$30.9 million (4Q2017: US\$30.6 million impairment on Australia sugar refinery assets).

Taking into account foreign exchange losses arising from the forward exchange instruments entered into for hedging purposes under Cost of Sales, the Group recorded a net foreign exchange loss of US\$38.9 million in FY2018 (FY2017: US\$16.0 million gain) and a net foreign exchange gain of US\$2.7 million in 4Q2018 (4Q2017: US\$12.5 million loss).

Selling and Distribution Expenses

Selling and distribution expense increased by 4.8% to US\$1.9 billion for the year (FY2017: US\$1.8 billion), in line with the increase in sales activities by the Group.

For 4Q2018, selling and distribution expenses decreased by 19.3% to US\$391.7 million in 4Q2018 (4Q2017: US\$485.1 million) mainly due to the reclassification of advertising and promotional expenditure under the new accounting standards. In addition, the Group incurred lower export taxes due to the implementation of a zero-export levy in Indonesia during the quarter.

Administrative Expenses

Administrative expenses, comprising mainly personnel costs, increased by 4.6% to US\$732.1 million in FY2018 (FY2017: US\$699.7 million). For 4Q2018, administrative expense decreased marginally by 2.0% to US\$183.1 million in 4Q2018 (4Q2017: US\$186.8 million).

Non-operating Items

The Group recorded a non-operating loss of US\$136.2 million for the year (FY2017: US\$194.0 million gain) mainly due to a goodwill impairment recognised on its Australia sugar milling business amounting to US\$107.7 million. This was further coupled with losses from the Group's investment securities during the year. For 4Q2018, non-operating loss was at US\$129.8 million (4Q2017: US\$65.5 million gain).

Share of Results of Joint Ventures & Associates

Overall share of results for FY2018 increased by 35.9% to US\$310.3 million (FY2017: US\$228.3 million) on the back of stronger profit contributions from its investments in China, Europe and Vietnam. Similarly, the good contributions from these investments during the quarter resulted in the Group recording strong positive contributions of US\$152.8 million in 4Q2018 (4Q2017: US\$111.9 million).

Unaudited Financial Statements for the Full Year ended 31 December 2018

Income Tax Expense

Excluding the impact of goodwill impairment made during the quarter, effective tax rate for the Group increased to 24.7% in FY2018 (FY2017: 21.1%) and to 26.0% in 4Q2018 (4Q2017: 19.1%) due to higher profits recorded in higher tax jurisdictions.

Profit/(loss) from discontinued operations

In June 2018, the Group acquired Shree Renuka Sugars Limited ("SRSL"), including its Brazilian operations, as part of an Open Offer for all the shares of SRSL, a listed Indian company. The management of SRSL does not intend to continue the Brazilian operations and has classified these operations as discontinued operations since June 2018.

The Brazilian operations are currently under Court Order Reorganisation and SRSL's management has obtained independent legal opinion in Brazil that, in principle, each legal entity is responsible for its own assets vis-à-vis creditors for their own debts, which are separate from those of partners, shareholders and management members. Following from this legal advice, the losses incurred by the Brazilian operations subsequent to the Group's acquisition of SRSL will have no cashflow impact on the Group. All profit and loss recorded subsequent to the Group's acquisition, will be reversed upon the completion of disposal/liquidation of the Brazilian operations.

The loss on discontinued operations of US\$43.4 million recorded in FY2018 was mainly due to operating losses and unrealised foreign exchange losses recognised on its USD denominated borrowings. For 4Q2018, the Group recorded a gain of US\$3.8 million from discontinued operations on the back of a stronger Brazilian Real during the quarter.

Unaudited Financial Statements for the Full Year ended 31 December 2018
Group Financial Performance by Business Segment
Sales Volume of Key Segments

	Sales Volume			Sales Volume		
	4Q2018 MT'000	4Q2017 MT'000	Inc/(Dec) %	FY2018 MT'000	FY2017 MT'000	Inc/(Dec) %
	Restated*			Restated*		
Tropical Oils #						
- Manufacturing & Merchandising	6,642	6,014	10.4%	24,275	23,163	4.8%
Oilseeds and Grains						
- Manufacturing	7,889	7,834	0.7%	31,183	27,858	11.9%
- Consumer Products	1,547	1,362	13.6%	5,996	5,437	10.3%
Sugar						
- Milling	614	313	96.2%	1,510	876	72.4%
- Merchandising, Refining and Consumer Products	3,101	2,556	21.3%	10,232	10,098	1.3%

Tropical Oils exclude plantation volume.

* Sugar Milling volume has been restated to 896,000MT for 9M2018, and to 563,000MT and 876,000MT for 9M2017 and FY2017 respectively upon adoption of SFRS(I) 15 Revenue from Contracts with Customers

Three Months Ended 31 December

	4Q2018 US\$'000	4Q2017 US\$'000	Variance	
		Restated*	US\$'000	%
Revenue				
Tropical Oils				
- Plantation	10,324	16,162	(5,838)	-36.1%
- Manufacturing & Merchandising	4,113,799	4,633,392	(519,593)	-11.2%
Oilseeds and Grains				
- Manufacturing	3,911,350	3,894,408	16,942	0.4%
- Consumer Products	1,598,414	1,565,145	33,269	2.1%
Sugar				
- Milling	202,742	69,605	133,137	191.3%
- Merchandising, Refining and Consumer Products	1,008,684	1,009,444	(760)	-0.1%
Others	621,994	605,547	16,447	2.7%
Eliminations	(367,381)	(346,969)	(20,412)	-5.9%
Total revenue	11,099,926	11,446,734	(346,808)	-3.0%

Twelve Months Ended 31 December

	FY2018 US\$'000	FY2017 US\$'000	Variance	
		Restated*	US\$'000	%
Revenue				
Tropical Oils				
- Plantation	51,402	59,431	(8,029)	-13.5%
- Manufacturing & Merchandising	17,007,275	18,007,821	(1,000,546)	-5.6%
Oilseeds and Grains				
- Manufacturing	15,689,871	13,544,507	2,145,364	15.8%
- Consumer Products	6,787,463	6,261,852	525,611	8.4%
Sugar				
- Milling	536,063	236,694	299,369	126.5%
- Merchandising, Refining and Consumer Products	3,478,375	4,545,636	(1,067,261)	-23.5%
Others	2,296,746	2,120,282	176,464	8.3%
Eliminations	(1,349,489)	(1,202,298)	(147,191)	-12.2%
Total revenue	44,497,706	43,573,925	923,781	2.1%

Unaudited Financial Statements for the Full Year ended 31 December 2018
Three Months Ended 31 December

	4Q2018 US\$'000	4Q2017 US\$'000 Restated*	Variance US\$'000	%
Profit before tax				
Tropical Oils	134,137	103,293	30,844	29.9%
Oilseeds and Grains	115,249	206,357	(91,108)	-44.2%
Sugar	(114,146)	41,413	(155,559)	n.m.
Others	17,520	87,765	(70,245)	-80.0%
Share of results of joint ventures	36,246	24,156	12,090	50.1%
Share of results of associates	116,551	87,708	28,843	32.9%
Unallocated expenses #	(2,415)	(3,414)	999	29.3%
Total profit before tax	303,142	547,278	(244,136)	-44.6%

Twelve Months Ended 31 December

	FY2018 US\$'000	FY2017 US\$'000 Restated*	Variance US\$'000	%
Profit before tax				
Tropical Oils	546,125	397,522	148,603	37.4%
Oilseeds and Grains	874,957	727,202	147,755	20.3%
Sugar	(123,009)	(24,643)	(98,366)	-399.2%
Others	19,905	243,287	(223,382)	-91.8%
Share of results of joint ventures	67,189	34,809	32,380	93.0%
Share of results of associates	243,088	193,512	49,576	25.6%
Unallocated expenses #	(10,864)	(9,163)	(1,701)	-18.6%
Total profit before tax	1,617,391	1,562,526	54,865	3.5%

*Prior period/year figures were restated upon adoption of SFRS (I) 9 Financial Instruments, SFRS (I) 15 Revenue from Contracts with Customers and IFRS Convergence

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

n.m. - not meaningful

Unaudited Financial Statements for the Full Year ended 31 December 2018***Tropical Oils (Plantation, Manufacturing and Merchandising)***

Driven by better performance in the manufacturing and merchandising businesses, profit for the segment increased by 37.4% to US\$546.1 million in FY2018 (FY2017: US\$397.5 million). Lower commodity prices benefited our downstream businesses through lower feedstock costs. However, this improvement was partially offset by weaker contributions from the plantation businesses due to lower palm oil prices. Accordingly, profit for the quarter increased by 29.9% to US\$134.1 million (4Q2017: US\$103.3 million).

Production yield increased by 9.7% to 21.6 MT per hectare in FY2018 (FY2017: 19.7 MT per hectare) and by 11.0% to 5.3 MT per hectare in 4Q2018 (4Q2017: 4.7 MT per hectare) as a result of favourable weather conditions. This resulted in an increase in total fresh fruit bunches production to 4,189,728 MT for FY2018 (FY2017: 3,922,904 MT) and 1,005,625 MT for 4Q2018 (4Q2017: 920,534 MT).

Consistent strong demand for biodiesel and downstream products led total sales volume for Tropical Oils (Manufacturing & Merchandising) to increase by 4.8% to 24.3 million MT for the year (FY2017: 23.2 million MT) and by 10.4% to 6.6 million MT in 4Q2018 (4Q2017: 6.0 million MT). Nevertheless, lower commodity prices during the year resulted in an overall decrease in revenue by 5.6% to US\$17.0 billion in FY2018 (FY2017: US\$18.0 billion) and by 11.2% to US\$4.1 billion in 4Q2018 (4Q2017: US\$4.6 billion).

Oilseeds and Grains (Manufacturing and Consumer Products)

For FY2018, overall profit increased by 20.3% to US\$875.0 million (FY2017: US\$727.2 million) on the back of stronger performance from the Consumer Products businesses, as well as good crush margins and volume during the year. Profit in 4Q2018 was lower at US\$115.2 million (4Q2017: US\$206.4 million) due to weaker crush margins but offset by better performance in Consumer Products businesses. Crush margins were positive but lower than 4Q2017 due to lower meal demand caused by the African swine fever outbreak in China.

Consumer products sales improved by 0.6 million MT to 6.0 million MT during the year (FY2017: 5.4 million MT). Together with stronger sales from the manufacturing businesses in the earlier part of the year, overall sales volume for the segment increased by 3.9 million MT to 37.2 million MT for the year (FY2017: 33.3 million MT). For 4Q2018, sales volume increased by 0.2 million MT to 9.4 million MT (4Q2017: 9.2 million MT), mainly driven by higher demand for consumer products.

Sugar (Milling, Merchandising, Refining and Consumer Products)

The segment recorded a loss before tax of US\$123.0 million for the year (FY2017: US\$24.6 million loss) mainly due to an impairment loss of US\$138.6 million recognised in 4Q2018 relating to the milling operations in Australia. Despite consistent positive cash flow generated from the Australian milling businesses, the decline in sugar prices in the past year led the Group to take a prudent stance and impair the goodwill and property, plant and equipment of the milling operations during the quarter. The segment results were further impacted by losses from the Group's newly acquired Indian subsidiary, SRSL, whose crushing activities only commenced in late October. These losses were mitigated by stronger performance in the merchandising business during the year. Consequently, the segment posted a loss of US\$114.1 million for the quarter (4Q2017: US\$41.4 million profit).

Overall sales volume for the segment increased by 0.7 million MT to 11.7 million MT in FY2018 (FY2017: 11.0 million MT) and by 0.8 million MT to 3.7 million MT in 4Q2018 (4Q2017: 2.9 million MT). Nonetheless, weaker commodity prices during the current period led overall revenue to decrease to US\$4.0 billion for FY2018 (FY2017: US\$4.8 billion) while revenue for 4Q2018 was at US\$1.2 billion (4Q2017: US\$1.1 billion).

Others

The segment recorded lower profit at US\$19.9 million for FY2018 (FY2017: US\$243.3 million) and US\$17.5 million for 4Q2018 (4Q2017: US\$87.7 million) mainly due to lower investment income from the Group's investment portfolio in the face of the volatile stock market during the year.

Unaudited Financial Statements for the Full Year ended 31 December 2018

Review of Balance Sheet and Cash Flows

Inventories decreased by 3.8% to US\$7.9 billion as at 31 December 2018 due to weaker commodity prices at the end of the current year. Average turnover days was 73 days for FY2018 (FY2017: 67 days) due to timing of purchases.

Trade receivables increased by US\$248.1 million to US\$4.3 billion in FY2018. Average turnover days remained comparable at 34 days in FY2018 (FY2017: 33 days).

Trade payables increased by US\$346.9 million to US\$1.4 billion in FY2018 mainly as a result of the acquisition of a new subsidiary, SRSL. Excluding the impact of this acquisition, average turnover days remained comparable at 11 days in FY2018 (FY2017: 12 days).

Other financial receivables (non-current and current) increased by US\$2.2 billion to US\$7.7 billion mainly due to higher other deposits and financial products placed with financial institutions. This was offset by a US\$2.3 billion reduction in off-balance sheet deposits with financial institutions.

During the year, the Group generated US\$1.5 billion from operating activities, resulting in free cash flow of US\$397.9 million. Net loans and borrowings (net of other bank deposits, cash and bank balances and financial products with financial institutions – current) increased by US\$864.1 million to US\$13.5 billion. Capital expenditures for the year (including advances paid) was higher at US\$1.3 billion (FY2017: US\$937.9 million) while US\$416.9 million (FY2017: US\$131.6 million) was used for the acquisition of subsidiaries, associates and joint ventures. Together with a higher dividend distribution of US\$494.9 million and an increase in net debt of US\$864.1 million, the Group recorded a cash inflow of US\$160.3 million as at 31 December 2018. Net gearing ratio was at 0.84x in FY2018 (FY2017: 0.79x).

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 Full Year ended 31 December 2018

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

No forecast was previously disclosed by the Group.

10. **Prospects**

The Group performed well in 2018 even though we were affected by low palm oil and sugar prices in our upstream operations and volatile soybeans market created by the US/China trade tensions. The Group's success in its strategy to develop more stable downstream processing and branded consumer products enabled us to achieve growth and maintain profit in this challenging operating environment. With the recent recovery of crude palm oil prices and satisfactory margins in downstream processing, Tropical Oils should continue to do well in 2019. Crush margins for 1Q2019 will be adversely impacted by the sharp decline in meal demand from the outbreak of African swine fever in China and the sharp drop in Brazilian soybean basis, but this is expected to improve in 2Q2019. We also expect our other businesses to perform favourably in the coming year. Looking ahead, we are reasonably optimistic that performance for FY2019 will be satisfactory.

The Group has recently converted its China holding company into a joint-stock company, with a view to a possible separate listing in China. We would like to emphasize that as work on the proposed listing is still in progress, shareholders are advised to exercise caution in trading their shares in the Company. There is no certainty or assurance as at the date of this announcement that the listing proposal will be carried out.

11. **Dividend**

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

Yes

- (b) Interim and final ordinary dividend

	FY 2018	FY 2017
	SGD per share	SGD per share
Interim ordinary dividend	0.035	0.030
Final ordinary dividend	0.070	0.070
Total	0.105	0.100

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

The dividend is tax exempt and declared in Singapore.

- (d) Date Payable

16 May 2019.

Unaudited Financial Statements for the Full Year ended 31 December 2018

(e) Books Closure Date

Notice is hereby given that the Share Transfer Register and Register of Members of the Company will be closed from 7 May 2019 at 5.00 pm to 8 May 2019 (both dates inclusive), for the purpose of determining shareholders' entitlement to the Company's proposed final dividend of S\$0.07 per ordinary share for the financial year ended 31 December 2018, to be paid on 16 May 2019, subject to shareholders' approval at the forthcoming Annual General Meeting (the "Proposed Final Dividend").

Duly completed registrable transfers of ordinary shares received by the Company's Share Registrar, Tricor Barbinder Share Registration Services of 80 Robinson Road #02-00, Singapore 068898, up to 5.00 pm on 7 May 2019, will be registered to determine shareholders' entitlement to the Proposed Final Dividend.

Depositors whose securities accounts with The Central Depository (Pte) Limited are credited with the Company's ordinary shares as at 5.00 pm on 7 May 2019 will be entitled to the Proposed Final Dividend.

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

Not applicable.

Unaudited Financial Statements for the Full Year ended 31 December 2018
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)
	2018 US\$'000	2018 US\$'000
Archer Daniels Midland Group	NIL	2,105,733
Pua Seck Guan	NIL	NIL
Associates of Kuok Khoon Hong & Martua Sitorus	NIL	4,930
Associates of Kuok Khoon Ean & Kuok Khoon Hua [#]	1,778	16,508
Martua Sitorus' Associates	1,306	151,283
Kuok Khoon Hong's Associates	1,006	1,370
PPB Group Bhd	111,597	NIL
Kuok Brothers Sdn Bhd	1,575	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

21 February 2019

Unaudited Financial Statements for the Full Year ended 31 December 2018

PART II: Additional information required for Full Year announcement (This part is not applicable to Q1, Q2 and Q3 or Half Year Results)

15. Segmented revenue and results for business or geographical segments (of the Group) in the format presented in the issuer's most recently audited annual financial statements, with comparative information for the immediate preceding years.

Twelve Months Ended 31 December 2018

	Tropical Oils	Oilseeds and Grains	Sugar	Others	Eliminations	Per consolidated financial statements
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Revenue:						
Sales to external customers	16,944,625	22,472,150	4,014,437	1,066,494	-	44,497,706
Inter-segment	114,052	5,184	1	1,230,252	(1,349,489)	-
Total revenue	17,058,677	22,477,334	4,014,438	2,296,746	(1,349,489)	44,497,706
Results:						
Segment results	546,125	874,957	(123,009)	19,905	-	1,317,978
Share of results of joint ventures	34,290	25,550	5,349	2,000	-	67,189
Share of results of associates	11,061	186,934	30,428	14,665	-	243,088
Unallocated expenses						(10,864)
Profit before tax from continuing operations						1,617,391
Income tax expense						(349,793)
Profit after tax						1,267,598
Loss from discontinued operations, net of tax						(43,367)
Profit for the year						1,224,231

Unaudited Financial Statements for the Full Year ended 31 December 2018
Twelve Months Ended 31 December 2017

	Tropical Oils	Oilseeds and Grains	Sugar	Others	Eliminations	Per consolidated financial statements
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Revenue:						
Sales to external customers	17,970,078	19,803,936	4,782,328	1,017,583	-	43,573,925
Inter-segment	97,174	2,423	2	1,102,699	(1,202,298)	-
Total revenue	18,067,252	19,806,359	4,782,330	2,120,282	(1,202,298)	43,573,925
Results:						
Segment results	397,522	727,202	(24,643)	243,287	-	1,343,368
Share of results of joint ventures	19,797	(8,943)	3,337	20,618	-	34,809
Share of results of associates	27,156	127,560	30,518	8,278	-	193,512
Unallocated expenses						(9,163)
Profit before tax from continuing operations						1,562,526
Income tax expense						(282,083)
Profit for the year						1,280,443

Unaudited Financial Statements for the Full Year ended 31 December 2018

- 16. In the view of performance, the factors leading to any materials changes in contribution to turnover and earnings by the business or geographical segments.**

Not applicable.

- 17. A breakdown of sales**

	GROUP		
	FY2018 US\$'000	FY2017 US\$'000 Restated*	Change
(a) Sales reported for first half year	21,966,836	21,169,437	3.8%
(b) Operating profit after tax before deducting non-controlling interests reported for first half year	580,548	421,272	37.8%
(c) Sales reported for second half year	22,530,870	22,404,488	0.6%
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	687,050	859,171	-20.0%

- 18. A breakdown of the total annual dividends (in thousand dollar value) for the issuer's latest full year and its previous full year.**

Annual Dividend (US\$'000)	FY2018	FY2017
Ordinary		
- Interim	162,073	139,378
- Final #	323,087	332,816
Total	485,160	472,194

FY2018 final ordinary dividend is estimated based on number of shares outstanding as at the end of the financial year.

Unaudited Financial Statements for the Full Year ended 31 December 2018

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

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

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Kuok Khoon Ean	63	Cousin of Mr Kuok Khoon Hong	1. Non-Executive Director 2. 2 nd July 2007	No Change
Kuok Khoon Hua	40	Cousin of Mr Kuok Khoon Hong	1. Non-Executive Director 2. 1 st July 2016	No Change
Teo La-Mei	59	Cousin of Mr Kuok Khoon Hong	1. Group Legal Counsel & Company Secretary 2. 19 th August 2009	No Change

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

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Kuok Khoon Hong	69	Cousin of Mr Kuok Khoon Ean	1. Chairman & CEO of the Wilmar Group 2. 14 th July 2006	No Change
Kuok Khoon Hua	40	Brother of Mr Kuok Khoon Ean	1. Non-Executive Director 2. 1 st July 2016	No Change
Teo La-Mei	59	Cousin of Mr Kuok Khoon Ean	1. Group Legal Counsel & Company Secretary 2. 19 th August 2009	No Change

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

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Kuok Khoon Hong	69	Cousin of Mr Kuok Khoon Hua	1. Chairman & CEO of the Wilmar Group 2. 14 th July 2006	No Change
Kuok Khoon Ean	63	Brother of Mr Kuok Khoon Hua	1. Non-Executive Director 2. 2 nd July 2007	No Change
Teo La-Mei	59	Cousin of Mr Kuok Khoon Hua	1. Group Legal Counsel & Company Secretary 2. 19 th August 2009	No Change