



BUMITAMA AGRI LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 200516741R)

Unaudited condensed interim consolidated financial statements
For the six months ended 30 June 2023

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A. Condensed interim consolidated statement of profit or loss

	Note	Group		Changes (%)
		1H2023 IDR million	1H2022 IDR million	
Revenue	4	7,495,925	8,968,347	-16.4%
Cost of Sales	5	(5,342,258)	(5,196,106)	2.8%
Gross profit		2,153,667	3,772,241	-42.9%
Interest income		82,129	84,053	-2.3%
Selling expenses		(176,264)	(139,500)	26.4%
General and administrative expenses		(343,412)	(250,046)	37.3%
Finance cost		(65,270)	(68,636)	-4.9%
Foreign exchange gain/(loss)		174,287	(125,099)	n.m.
Other income, net		8,964	5,897	n.m.
Profit before taxation		1,834,101	3,278,910	-44.1%
Taxation	8	(413,502)	(683,466)	-39.5%
Profit for the period		1,420,599	2,595,444	-45.3%
Attributable to:				
Owners of the Company		1,188,885	2,178,739	-45.4%
Non-controlling interests		231,714	416,705	-44.4%
		1,420,599	2,595,444	-45.3%
EBITDA		2,056,659	3,772,868	-45.5%
Earnings per share attributable to owners of the Company *)				
Basic and diluted (IDR per share)		686	1,247	

*) based on weighted average number of shares

n.m. - not meaningful

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

B. Condensed interim consolidated statement of comprehensive income

	Group		
	1H2023 IDR million	1H2022 IDR million	Changes (%)
Profit for the period	1,420,599	2,595,444	-45.3%
Other comprehensive income			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Foreign currency translation loss	(58,037)	(16,288)	n.m.
Fair value reserve on derivative financial assets/liabilities	(12,853)	96,581	n.m.
Other comprehensive income for the period, net of tax	(70,890)	80,293	n.m.
Total comprehensive income for the period	1,349,709	2,675,737	-49.6%
Attributable to:			
Owners of the Company	1,117,995	2,259,032	-50.5%
Non-controlling interests	231,714	416,705	-44.4%
	1,349,709	2,675,737	-49.6%

n.m. – not meaningful

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

C. Condensed interim statements of financial position

	Note	Group		Company	
		30-Jun-23 IDR million	31-Dec-22 IDR million	30-Jun-23 IDR million	31-Dec-22 IDR million
ASSETS					
Non-current assets					
Plasma receivables	11	1,502,730	1,544,101	-	-
Property, plant and equipment	12	4,751,918	4,568,619	207	478
Bearer plants	13	7,802,699	7,843,235	-	-
Land use rights		1,041,182	1,032,983	-	-
Investment in subsidiaries		-	-	2,125,745	2,225,482
Intangible assets	14	193,818	194,076	-	-
Derivative financial assets		-	68,788	-	68,788
Deferred tax assets		91,920	107,680	-	-
Due from subsidiaries		-	-	4,227,486	5,353,187
Total non-current assets		15,384,267	15,359,482	6,353,438	7,647,935
Current assets					
Biological assets		375,530	288,618	-	-
Inventories		2,060,427	2,327,206	-	-
Deferred charges		8,503	8,376	-	-
Trade and other receivables		199,462	214,855	276	963
Due from related companies		50	50	-	-
Plasma receivables	11	152,544	283,529	-	-
Prepayments and advances		48,034	58,061	252	213
Prepaid taxes		756,053	531,779	169	105
Derivative financial assets		45,136	-	45,136	-
Cash and short-term deposits		397,653	826,210	42,535	512,902
Total current assets		4,043,392	4,538,684	88,368	514,183
Total assets		19,427,659	19,898,166	6,441,806	8,162,118
LIABILITIES AND EQUITY					
Current liabilities					
Loans and borrowings	15	1,847,001	78,655	1,397,418	-
Trade and other payables		156,378	459,479	58	94
Accrued operating expenses		282,804	277,030	29,615	34,418
Sales advances		275,550	422,813	-	-
Taxes payable		401,460	620,252	2,546	1,097
Total current liabilities		2,963,193	1,858,229	1,429,637	35,609

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

C. Condensed interim statements of financial position (cont'd)

	Note	Group		Company	
		30-Jun-23 IDR million	31-Dec-22 IDR million	30-Jun-23 IDR million	31-Dec-22 IDR million
Non-current liabilities					
Deferred tax liabilities		196,519	192,916	-	-
Loans and borrowings	15	269,182	1,854,834	269,182	1,854,834
Islamic medium term notes	16	1,284,786	1,421,992	1,284,786	1,421,992
Employee benefits liability		114,067	114,067	-	-
Derivative financial liabilities	18	58,312	-	58,312	-
Total non-current liabilities		1,922,866	3,583,809	1,612,280	3,276,826
Total liabilities		4,886,059	5,442,038	3,041,917	3,312,435
Net assets		14,541,600	14,456,128	3,399,889	4,849,683
Equity attributable to owners of the Company					
Share capital	17	1,807,045	1,807,045	1,807,045	1,807,045
Treasury shares	17	(161,366)	(161,366)	(161,366)	(161,366)
Other reserves		(23,587)	(10,734)	154,490	167,343
Retained earnings		10,964,429	11,039,781	402,375	1,606,269
Foreign currency translation reserve		(239,089)	(181,052)	1,197,345	1,430,392
		12,347,432	12,493,674	3,399,889	4,849,683
Non-controlling interests		2,194,168	1,962,454	-	-
Total equity		14,541,600	14,456,128	3,399,889	4,849,683

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

D. Condensed interim statements of changes in equity

Group	Attributable to owners of the Group							
	Share capital (Note 17) IDR million	Treasury shares (Note 17) IDR million	Retained earnings IDR million	Other reserves IDR million	Foreign currency translation reserves IDR million	Total share capital and reserves IDR million	Non-controlling interests IDR million	Total equity IDR million
2023								
Balance as of 1 January 2023	1,807,045	(161,366)	11,039,781	(10,734)	(181,052)	12,493,674	1,962,454	14,456,128
Profit for the period	-	-	1,188,885	-	-	1,188,885	231,714	1,420,599
<u>Other comprehensive income:</u>								
Fair value reserve on derivative financial assets/liabilities	-	-	-	(12,853)	-	(12,853)	-	(12,853)
Foreign currency translation loss	-	-	-	-	(58,037)	(58,037)	-	(58,037)
Total comprehensive income for the period, net of tax	-	-	1,188,885	(12,853)	(58,037)	1,117,995	231,714	1,349,709
<u>Contributions by and distributions to owners:</u>								
Dividends on ordinary shares (Note 9)	-	-	(1,264,237)	-	-	(1,264,237)	-	(1,264,237)
Balance as at 30 June 2023	1,807,045	(161,366)	10,964,429	(23,587)	(239,089)	12,347,432	2,194,168	14,541,600

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

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

Group	Attributable to owners of the Group							
	Share capital (Note 17) IDR million	Treasury shares (Note 17) IDR million	Retained earnings IDR million	Other reserves IDR million	Foreign currency translation reserves IDR million	Total share capital and reserves IDR million	Non-controlling interests IDR million	Total equity IDR million
2022								
Balance as of 1 January 2022	1,807,045	(161,366)	9,020,320	(183,535)	(182,016)	10,300,448	1,698,124	11,998,572
Profit for the period	-	-	2,178,739	-	-	2,178,739	416,705	2,595,444
Other comprehensive income:								
Fair value reserve on derivative financial assets/liabilities	-	-	-	96,581	-	96,581	-	96,581
Foreign currency translation loss	-	-	-	-	(16,288)	(16,288)	-	(16,288)
Total comprehensive income for the period, net of tax	-	-	2,178,739	96,581	(16,288)	2,259,032	416,705	2,675,737
Contributions by and distributions to owners:								
Dividends on ordinary shares (Note 9)	-	-	(597,963)	-	-	(597,963)	-	(597,963)
Dividends paid to non-controlling interests	-	-	-	-	-	-	(18,320)	(18,320)
Balance as at 30 June 2022	1,807,045	(161,366)	10,601,096	(86,954)	(198,304)	11,961,517	2,096,509	14,058,026

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

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

Company	Attributable to owners of the Company					
	Share capital (Note 17) IDR million	Treasury shares (Note 17) IDR million	Retained earnings IDR million	Other reserves IDR million	Foreign currency translation reserves IDR million	Total share capital and reserves IDR million
2023						
Balance as of 1 January 2023	1,807,045	(161,366)	1,606,269	167,343	1,430,392	4,849,683
Profit for the period	-	-	60,343	-	-	60,343
Other comprehensive income:						
Fair value reserve on derivative financial assets/liabilities	-	-	-	(12,853)	-	(12,853)
Foreign currency translation gain	-	-	-	-	(233,047)	(233,047)
Total comprehensive income for the period, net of tax	-	-	60,343	(12,853)	(233,047)	(185,557)
Distribution to owners:						
Dividends on ordinary shares (Note 9)	-	-	(1,264,237)	-	-	(1,264,237)
Balance as at 30 June 2023	1,807,045	(161,366)	402,375	154,490	1,197,345	3,399,889
2022						
Balance as of 1 January 2022	1,807,045	(161,366)	779,257	16,958	1,093,268	3,535,162
Profit for the period	-	-	110,362	-	-	110,362
Other comprehensive income:						
Fair value reserve on derivative financial assets/liabilities	-	-	-	96,581	-	96,581
Foreign currency translation gain	-	-	-	-	128,055	128,055
Total comprehensive income for the period, net of tax	-	-	110,362	96,581	128,055	334,998
Distribution to owners:						
Dividends on ordinary shares (Note 9)	-	-	(597,963)	-	-	(597,963)
Balance as at 30 June 2022	1,807,045	(161,366)	291,656	113,539	1,221,323	3,272,197

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Condensed interim consolidated statements of cash flows

	Group	
	1H2023 IDR million	1H2022 IDR million
Cash flows from operating activities		
Cash receipts from customers	7,382,666	8,401,052
Cash payments to suppliers, employees and for other operating expenses	(5,517,927)	(6,155,318)
Income tax paid	(864,891)	(432,672)
Net cash flows generated from operating activities	999,848	1,813,062
Cash flows from investing activities		
Decrease in plasma receivables	242,274	620,785
Additions of intangible assets	(3,754)	(3,624)
Additions of bearer plants	(250,720)	(318,886)
Purchase of property, plant and equipment, net	(413,141)	(325,378)
Additions of land use rights	(17,898)	(12,678)
Interest received	82,129	84,053
Net cash flows (used in)/generated from investing activities	(361,110)	44,272
Cash flows from financing activities		
Proceeds from loans and borrowings	716,256	71,775
Repayment of loans and borrowings	(445,849)	(71,855)
Dividends paid	(1,264,237)	(597,963)
Interest paid	(60,358)	(57,356)
Net cash flows used in financing activities	(1,054,188)	(655,399)
Net (decrease)/increase in cash and cash equivalents	(415,450)	1,201,935
Effect of exchange rate changes on cash and cash equivalents	(13,107)	4,120
Cash and cash equivalents at beginning of the period	826,210	175,964
Cash and cash equivalents at the end of the period	397,653	1,382,019

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Condensed interim consolidated statements of cash flows (cont'd)

Cash Flows from Operating Activities:	Group	
	1H2023 IDR million	1H2022 IDR million
Profit before taxation	1,834,101	3,278,910
Depreciation and amortisation	413,704	384,276
Finance cost	65,270	68,636
Interest income	(82,129)	(84,053)
Unrealised foreign exchange (gain)/loss	(196,539)	150,904
Operating cash flows before working capital changes	2,034,407	3,798,673
Decrease/(increase) in:		
- Trade and other receivables	14,127	(449,900)
- Inventories	266,779	(988,233)
- Prepaid taxes	(224,278)	(211,906)
- Prepayment and advances	10,018	(34,161)
- Deferred charges	(127)	280
(Decrease)/increase in:		
- Trade and other payables	(305,121)	64,494
- Accrued operating expenses	(35,699)	48,936
- Other taxes payable	251,896	142,966
- Sales advances	(147,263)	(125,415)
Cash flows generated from operations	1,864,739	2,245,734
Income tax paid	(864,891)	(432,672)
Net cash flows generated from operating activities	999,848	1,813,062

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

F. Notes to the condensed interim consolidated financial statements

1. Corporate information

Bumitama Agri Ltd. (the "Company") is a limited liability company, incorporated and domiciled in the Republic of Singapore and is listed on the Singapore Exchange Securities Trading Limited.

The Company's immediate holding company is Wellpoint Pacific Holdings Ltd. ("Wellpoint") incorporated in British Virgin Islands. Wellpoint is ultimately held by the Hariyantos.

The registered office of the Company is located at 10 Anson Road, #11-19, International Plaza, Singapore 079903. The principal place of operations of the Group is located at Jl. Melawai Raya No. 10, Kebayoran Baru, Jakarta Selatan, Indonesia.

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are that of investment holding, operating oil palm plantations and palm oil mills located across the Indonesian provinces of Central Kalimantan, West Kalimantan and Riau, and the production and trading of crude palm oil and related products.

Related companies in these condensed interim consolidated financial statements refer to the Hariyanto family's group of companies.

2. Summary of significant accounting policies

The condensed interim consolidated financial statements for the six months ended 30 June 2023 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to obtain an understanding of the changes in Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2022.

The accounting policies adopted are consistent with those of the previous corresponding period which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim consolidated financial statements are presented in Indonesian Rupiah ("IDR"), and all values are rounded to the nearest million (IDR million), except otherwise indicated.

2.1 New and amended standards adopted by the Group

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial year, the Group has adopted all the new and revised standards and SFRS(I) Interpretations ("SFRS(I) INT") which are effective for annual financial periods beginning on or after 1 January 2023. The adoption of these standards and interpretations did not have any material effect on the financial performance or position of the Group and the Company.

2. Summary of significant accounting policies (cont'd)

2.2 Use of judgements and estimates

In preparing the condensed interim consolidated financial statements, management was required to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In the process of applying the Group's accounting policies, management did not make any judgements that have effect on the amounts recognised in the condensed interim consolidated financial statements, the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2022.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future period affected.

2.3 Auditor's review

The condensed interim consolidated financial statements presented have not been audited or reviewed by the Company's auditor.

The audited financial statements as at 31 December 2022 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

3. Seasonal operations

The Fresh Fruit Bunches ("FFB"), which serve as the raw material for palm products, are impacted by the weather, rainfall patterns and the implementation of best agronomy practices.

4. Revenue

	Group	
	1H2023	1H2022
	IDR million	IDR million
Disaggregation of revenue by major product:		
Crude Palm Oil ("CPO")	6,882,578	7,612,303
Palm Kernel ("PK")	613,347	1,356,044
Total revenue recognised at a point in time	<u>7,495,925</u>	<u>8,968,347</u>

All sales advances at the beginning of each financial year have been recognised as revenue during the financial period.

The Group's primary business activities are cultivating and harvesting palm trees, processing FFB and selling CPO and PK in Indonesia. Accordingly, no segmental information is presented as it is not meaningful.

5. Cost of Sales

	Group	
	1H2023	1H2022
	IDR million	IDR million
Cost of inventories recognised as an expense	3,414,138	3,160,161
Depreciation of mature bearer plants, property, plant and equipment and amortisation of land use rights	398,403	370,940
Plantation costs	1,344,518	1,480,020
Milling and processing costs	185,199	184,985
Total cost of sales	5,342,258	5,196,106

6. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2023 and 31 December 2022:

	Note	Group		Company	
		30-Jun-23	31-Dec-22	30-Jun-23	31-Dec-22
		IDR million	IDR million	IDR million	IDR million
Financial assets:					
Due from subsidiaries		-	-	2,959,240	3,747,231
Derivative financial assets		45,136	68,788	45,136	68,788
Trade and other receivables		199,462	214,855	276	963
Due from related companies		50	50	-	-
Plasma receivables	11	1,655,274	1,827,630	-	-
Cash and short-term deposits		397,653	826,210	42,535	512,902
		2,297,575	2,937,533	3,047,187	4,329,884
Financial liabilities:					
Derivative financial liabilities		58,312	-	58,312	-
Loan and borrowings	15	2,116,183	1,933,489	1,666,600	1,854,834
Islamic medium term notes	16	1,284,786	1,421,992	1,284,786	1,421,992
Trade and other payables		156,378	459,479	58	94
Accrued operating expenses		282,804	277,030	29,615	34,418
		3,898,463	4,091,990	3,039,371	3,311,338

7. Related party transactions

The following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	Group	
	1H2023	1H2022
	IDR million	IDR million
Rental to related parties	5,650	5,850

7. Related party transactions (cont'd)

The Group has entered into office premise lease agreements with Mr. Gunardi Hariyanto Lim and Goldwood Investments Ltd for a total amount of IDR 2,240 million for the period ended 30 June 2023 (30 June 2022: IDR 2,250 million).

The Group has also entered into barge lease agreement with PT Lima Srikandi Jaya, a related party, amounting to IDR 3,410 million for the period ended 30 June 2023 (30 June 2022: IDR 3,600 million).

8. Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group	
	1H2023	1H2022
	IDR million	IDR million
Current income tax	(380,722)	(622,402)
Deferred income tax	(19,363)	(39,510)
Withholding tax on interest income and dividend from subsidiaries	(13,417)	(21,554)
	<u>(413,502)</u>	<u>(683,466)</u>

9. Dividends

	Group and Company	
	1H2023	1H2022
	IDR million	IDR million
Declared and paid during the financial period:		
Dividend on ordinary shares:		
- Final exempt (one-tier) dividend for 2022: SGD 0.0442 (2021: SGD 0.033) per share	853,645	597,963
- Special exempt (one-tier) dividend for 2022: SGD 0.0213 (2021: Nil) per share	410,592	-
	<u>1,264,237</u>	<u>597,963</u>

10. Net Asset Value

	Group		Company	
	30-Jun-23	31-Dec-22	30-Jun-23	31-Dec-22
	IDR million	IDR million	IDR million	IDR million
Net asset value per ordinary share*	7,120	7,205	1,961	2,797

*) excluding treasury shares

11. Plasma receivables

As at 30 June 2023, the carrying amount of the Group's plasma receivables is IDR 1,655,274 million (31 December 2022: IDR 1,827,630 million).

12. Property, plant and equipment

As at 30 June 2023, the carrying amount of the Group's property, plant, and equipment is IDR 4,751,918 million (31 December 2022: IDR 4,568,619 million).

13. Bearer plants

As at 30 June 2023, the carrying amount of the Group's bearer plants is IDR 7,802,699 million (31 December 2022: IDR 7,843,235 million).

14. Intangible Assets

Group	Goodwill	Software	Total
	IDR million	IDR million	IDR million
Cost			
At 1 January 2022	174,464	51,539	226,003
Additions	-	14,412	14,412
Disposals	-	(220)	(220)
At 31 December 2022 and 1 January 2023	174,464	65,731	240,195
Additions	-	3,754	3,754
At 30 June 2023	174,464	69,485	243,949
Accumulated amortisation and impairment losses			
At 1 January 2022	6,563	34,002	40,565
Amortisation for the year	-	5,774	5,774
Disposals	-	(220)	(220)
At 31 December 2022 and 1 January 2023	6,563	39,556	46,119
Amortisation for the period	-	4,012	4,012
At 30 June 2023	6,563	43,568	50,131
Net carrying amount			
At 31 December 2022	167,901	26,175	194,076
At 30 June 2023	167,901	25,917	193,818

14.1. Goodwill impairment

Impairment testing of goodwill

Goodwill arising from business combinations is allocated to the individual cash-generating units ("CGU") for the purpose of impairment testing.

The recoverable amounts of the CGUs have been determined based on fair values less cost of disposal ("FVL COD") calculations using cash flows projections from financial budgets approved by Board of Directors. The calculations were based on the following key assumptions:

	30-Jun-23	31-Dec-22
Discount Rate	12.33%	12.33%
Inflation Rate	3.0% - 3.4%	3.0% - 3.4%
Projected CPO Price (IDR/kg)	11,536 - 11,642	11,536 - 11,642

14. Intangible Assets (cont'd)

14.1. Goodwill impairment (cont'd)

The FVLCO calculations applied a discounted cash flow model using cash flow projections and projected CPO price of IDR 11,536 - IDR 11,642 (2022: IDR 11,536 - IDR 11,642) per kg. The cash flows calculated is based on a professional valuer's judgement with reference to monetary policy report published by Bank Indonesia, International Monetary Fund Data and World Economic Outlook database.

Key assumptions used in FVLCO calculations

The calculations of FVLCO are most sensitive to the following assumptions:

Discount rate - The discount rate applied to the cash flow projection is post-tax derived from the weighted average cost of capital of the oil palm plantation sectors on the assumption that funds are available at the prevailing rates and will continue to be available throughout the forecast period.

Inflation rate - The inflation rate is based on the International Monetary Fund data.

Projected CPO price - The CPO price was based on the international market price retrieved from Economist Intelligence Unit, World Bank and local market price retrieved from Badan Pengawas Perdagangan Berjangka Komoditi ("Bappebti").

Based on the above analysis, management has assessed that goodwill is not impaired as at 30 June 2023 and 31 December 2022.

15. Loans and borrowings

	Group		Company	
	30-Jun-23 IDR million	31-Dec-22 IDR million	30-Jun-23 IDR million	31-Dec-22 IDR million
Among due within one year				
Unsecured	1,847,001	78,655	1,397,418	-
Among due more than one year				
Unsecured	269,182	1,854,834	269,182	1,854,834
	2,116,183	1,933,489	1,666,600	1,854,834

The unsecured borrowings contain negative pledge clauses.

16. Islamic medium term notes

The carrying amount of the Islamic medium term notes ("IMTN") as at end of the period is as follows:

	Maturity Date	Distribution rate (per annum)	Group and Company	
			30-Jun-23 IDR million	31-Dec-22 IDR million
Fourth issuance	22 July 2026	4.20%	1,285,174	1,422,451
Less:				
Issuance costs			779	816
Accumulated amortisation			(391)	(357)
			388	459
Islamic medium term notes, net			1,284,786	1,421,992

Islamic medium term notes are unsecured.

17. Share capital and treasury shares

	Group and Company			
	30-Jun-23		31-Dec-22	
	Number of Shares	IDR million	Number of Shares	IDR million
Issued and fully paid ordinary shares as at 1 January, 31 December 2022 and 30 June 2023	1,757,531,844	1,807,045	1,757,531,844	1,807,045

The treasury shares held by the Company as at 30 June 2023 and 31 December 2022 are as follow:

	Group and Company			
	30-Jun-23		31-Dec-22	
	Number of Shares	IDR million	Number of Shares	IDR million
Treasury shares	23,387,800	161,366	23,387,800	161,366

There were no treasury shares of the Company and subsidiary holdings which were sold, transferred, cancelled or used in the current financial period.

As at 30 June 2023, the issued and paid up share capital of the Company excluding treasury shares comprised of 1,734,144,044 ordinary shares (31 December 2022: 1,734,144,044 ordinary shares).

18. Fair value of assets and liabilities

18.1. Fair value hierarchy

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the measurement date,

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and

Level 3 – Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

18. Fair value of assets and liabilities (cont'd)

18.2. Assets and liabilities measured at fair value

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

Group	Quoted prices in active markets for identical instruments (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
	IDR million	IDR million	IDR million	IDR million
30 June 2023				
Asset measured at fair value				
Non-financial assets:				
Biological assets	-	-	375,530	375,530
Financial assets:				
Derivative financial assets	-	45,136	-	45,136
Liabilities measured at fair value				
Financial Liabilities:				
Derivative financial liabilities	-	58,312	-	58,312
31 December 2022				
Asset measured at fair value				
Non-financial assets:				
Biological assets	-	-	288,618	288,618
Financial assets:				
Derivative financial assets	-	68,788	-	68,788
Company	Quoted prices in active markets for identical instruments (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
	IDR million	IDR million	IDR million	IDR million
30 June 2023				
Asset measured at fair value				
Financial assets:				
Derivative financial assets	-	45,136	-	45,136
Liabilities measured at fair value				
Financial Liabilities:				
Derivative financial liabilities	-	58,312	-	58,312
31 December 2022				
Asset measured at fair value				
Financial assets:				
Derivative financial assets	-	68,788	-	68,788

18. Fair value of assets and liabilities (cont'd)

18.3. Level 2 fair value measurements

The following is a description of the valuation techniques and inputs used in the fair value measurement for assets and liabilities that are categorised within Level 2 of the fair value hierarchy:

Derivative financial assets/liabilities

Cross currency swap contracts and interest rate swaps are valued using a valuation technique with market observable inputs. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates, interest rate curves and forward rate curves.

18.4. Assets and liabilities not carried at fair value but for which fair value is disclosed

Group and Company	Fair value measurements at the end of the reporting period using				Carrying Amount
	Quoted prices in active markets for identical instruments (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total	
	IDR million	IDR million	IDR million	IDR million	IDR million
30 June 2023					
Liabilities					
Islamic medium term notes	-	1,284,417	-	1,284,417	1,284,786
31 December 2022					
Liabilities					
Islamic medium term notes	-	1,405,473	-	1,405,473	1,421,992

**OTHER INFORMATION REQUIRED UNDER APPENDIX 7.2
OF THE SGX-ST LISTING RULES**

OTHER INFORMATION

1. Review of performance of the Group

REVIEW OF INCOME STATEMENT

Overview

During the first half of the year ("1H2023"), the Group reported a decrease in net profit by 45.3% which was significantly impacted by the weakening of palm product prices as well as increase in fertiliser and fuel prices compared to the previous corresponding period.

Revenue

Revenue decreased by 16.4% to IDR 7,496 billion in 1H2023 compared to the previous corresponding period, mainly attributable to the decrease in average selling prices of CPO and PK.

The breakdown of the revenue for 1H2023 compared to the previous corresponding period was as follow:

Revenue	1H2023	1H2022	Change
	IDR million	IDR million	(%)
CPO	6,882,578	7,612,303	-9.6%
PK	613,347	1,356,044	-54.8%
Total	7,495,925	8,968,347	-16.4%

Sales Volume	1H2023	1H2022	Change
	mt	mt	(%)
CPO	587,251	531,317	10.5%
PK	109,382	119,686	-8.6%

Average sales prices	1H2023	1H2022	Change
	IDR / kg	IDR / kg	(%)
CPO	11,720	14,327	-18.2%
PK	5,607	11,330	-50.5%

Cost of Sales

Cost of sales comprised mainly costs in relation to FFB purchased externally (from plasma and external parties), plantation maintenance, harvesting, plantation overhead, milling and depreciation and amortisation.

Despite the decrease in average purchase price of FFB which mirroring the price trend of palm products, higher fertiliser and fuel prices have compensated those lowering impact of FFB purchase price which leading to a modest increase in the cost of sales compared to the previous corresponding period.

Selling Expenses

Selling expenses mainly comprised freight and loading expenses. The increase in selling expenses in 1H2023 was mainly attributable to the higher sales volume of CPO compared to the previous corresponding period.

Interest Income

Interest income mainly comprised interest income earned from advances extended to the plasma farmers.

General and Administrative Expenses

General and administrative expenses increased by 37.3% to IDR 343 billion in 1H2023 mainly due to an increase in performance bonus as affected by the improvement of the Group's FY2022 performance result.

Finance Cost

Finance cost decreased by 4.9% to IDR 65 billion in 1H2023 was mainly attributable to a lower loan balance compared to the previous corresponding period.

Foreign Exchange Gain/(Loss)

The Group recorded net foreign exchange gain in 1H2023 mainly represented translation gain of USD denominated borrowings in the Group's IDR financial statements due to an appreciation of IDR against USD during the period. Meanwhile, in 1H2022, the Group recorded a net foreign exchange loss resulting from the depreciation of IDR against USD last year.

Taxation

The Group recorded a decrease in income tax expense to IDR 414 billion in 1H2023 as a result of the decrease in profit before income tax.

REVIEW OF STATEMENT OF FINANCIAL POSITION

Non-Current Assets

As at 30 June 2023, the Group's total non-current assets increased slightly by IDR 25 billion from IDR 15,359 billion to IDR 15,384 billion mainly due to an increase in property, plant and equipment, such as building, new mill construction, machinery and equipment, infrastructure as well as vehicle and heavy equipment.

Current Assets

The decrease in current assets by IDR 495 billion as at 30 June 2023 from IDR 4,539 billion to IDR 4,043 billion was mainly due to a decrease in cash and short-term deposits as well as plasma receivables. It was, however, offset, by the increase in prepaid taxes. Please refer to the cash flow section for movement in cash and short-term deposits.

The decrease in plasma receivables was mainly due to an increase in collection received from plasma cooperatives as well as funding received from banks to refinance their loans.

The increase in prepaid taxes was attributable to an increase in monthly installment of corporate income tax which was determined based on prior year robust performance.

Current Liabilities

The increase in current liabilities by IDR 1,105 billion as at 30 June 2023 from IDR 1,858 billion to IDR 2,963 billion was mainly due to an increase in loans and borrowings which represented term loan facilities (TLF) as well as revolving credit facility (RCF) which will be due in the first half of next year. It was offset by the decrease in trade and other payables which was mainly supported by the Group's strong cash flows.

Non-Current Liabilities

The decrease in non-current liabilities by IDR 1,661 billion as at 30 June 2023 from IDR 3,584 billion to IDR 1,923 billion was mainly due to the reclassification of the Group's TLF due to its maturity, as explained above.

REVIEW OF STATEMENT OF CASH FLOW

The Group reported a net decrease in cash and cash equivalents of IDR 415 billion as at 30 June 2023, bringing the cash and bank balances to IDR 398 billion, as follows:

- The Group recorded lower net cash flows generated from operating activities amounting to IDR 1,000 billion in 1H2023 mainly due to lower cash collection from customers arising from lower revenue during the period caused by a decrease in palm product prices, as well as higher corporate income tax paid resulted from prior year record-breaking performance.
- The Group recorded net cash flows used in investing activities of IDR 361 billion in 1H2023 mainly due to additions of property, plant and equipment as well as bearer plants. The increase in purchase of property, plant and equipment was related to additions in building, new mill construction, machinery and equipment, infrastructure as well as vehicle and heavy equipment. It was offset by lower collection received from plasma cooperatives due to a decrease in FFB price as affected by the slope in CPO price during the period.
- The Group recorded net cash flows used in financing activities amounting to IDR 1,054 billion in 1H2023 mainly comprised of higher payment of FY2022 final dividend included additional special anniversary dividend which was paid in May 2023.

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

Not applicable.

3. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

CPO prices have been moderating since late 2022. However, we believe there are still supportive factors that could potentially improve CPO prices marginally for the remainder of 2023. These include the expected return of El Niño in the second half of 2023, and the market expectations of significantly higher biodiesel consumption that is supported by the commitment of Indonesia's government to fully implement the B35 programme.

The Group will continue to monitor changes in the macro and regulatory environments, especially the geopolitical situation in the Black Sea, which may have an impact on the direction of palm oil prices moving forward.

The Group believes that the long-term fundamentals of the palm oil industry remain positive, and the Company will continue to focus on business continuity, drive for innovation and process improvement by harnessing into the latest technologies for the workplace, and cost management.

4. Dividend information

a. Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

Yes.

1HFY2023	
Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share	1.25 Singapore cent
Payment Type	Tax Exempted (1-tier)

b. Corresponding Period of the Immediately Preceding Financial Year

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

Yes.

1HFY2022	
Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share	1.25 Singapore cent
Payment Type	Tax Exempted (1-tier)

c. Date Payable

14 September 2023

d. Books Closure Date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of BUMITAMA AGRI LTD. ("the Company") will be closed on 5 September 2023 for the preparation of dividend warrants.

Duly completed registrable transfers received by the Company's Share Registrar, B.A.C.S. Private Limited of 77 Robinson Road #06-03 Robinson 77, Singapore 068896 up to 5.00 p.m. on 4 September 2023 will be registered to determine shareholders' entitlements to the said dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 4 September 2023 will be entitled to the proposed dividend.

5. **Disclosure of the aggregate value of the transactions conducted under the shareholders' mandate for interested person transaction as required under Rule 920(1)(a)(ii) of the Listing Manual**

The Group has the following interested person transactions ("IPT") for 1H2023:

Name of interested person	Nature of the relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual during the financial year under review (excluding transactions less than S\$100,000)
		in IDR million	in IDR million
Mr Gunardi Hariyanto Lim ⁽¹⁾	Family relationship with the controlling shareholder of the Company	1,200	Nil
Goldwood Investments Ltd ⁽²⁾	Related company	1,040	Nil
IOI Corporation Berhad ⁽³⁾	Controlling shareholder of the Company	Nil	Nil
PT Lima Srikandi Jaya ⁽⁴⁾	Related company	3,410	Nil
TOTAL		5,650	Nil

Notes:

*For illustrative purposes the aggregate value of all interested person transactions, conducted under the Shareholders' Mandate during the financial year under review using the current period average rate.

- (1) In respect of the aggregate rent paid by the Group to Mr. Gunardi Hariyanto Lim for office space in Indonesia pursuant to the lease agreement between Mr. Gunardi Hariyanto Lim and PT Bumitama Gunajaya Agro.
- (2) In respect of the aggregate rent paid by the Group to Goldwood Investments Ltd for office space in Singapore pursuant to the lease agreement between Goldwood Investments Ltd and the Company.
- (3) In respect of transactions conducted pursuant to the Shareholders' Mandate for transactions with IOI Corporation Berhad and its Associates (as described in the Prospectus).
- (4) In respect of the rental agreement of barge transactions involving PT Lima Srikandi Jaya which is one of the subsidiaries of Harita Group. Harita Group is owned by Lim family and is also one of the Company's controlling shareholders.

6. **Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual**

The Company has procured undertakings from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

7. Negative Assurance Confirmation Statement

We, Lim Gunawan Hariyanto (Executive Chairman and CEO) and Lim Hung Siang (Lead Independent Director) of Bumitama Agri Ltd. ("the Company"), confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render these unaudited interim financial results for the first half year ended 30 June 2023 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors

Lim Gunawan Hariyanto
Executive Chairman and CEO
11 August 2023

Lim Hung Siang
Lead Independent Director