

	4th Qtr 2014	4th Qtr 2013	Change	Full Year 2014	Full Year 2013	Change
	Rp '000	Rp '000	%	Rp '000	Rp '000	%
Other comprehensive income:						
<u>Items that will not be reclassified subsequently to profit or loss:</u>						
Remeasurement of post-employment benefits	(2,707,993)	2,021,435	n.m.	(2,707,993)	2,021,435	n.m.
Income tax relating to components of other comprehensive income that will not be reclassified subsequently to profit or loss	676,998	(505,359)	n.m.	676,998	(505,359)	n.m.
<u>Items that may be reclassified subsequently to profit or loss:</u>						
Foreign currency translation differences on translation of non-Indonesian rupiah financial statements	(5,470,620)	14,757,242	n.m.	(7,755,942)	52,492,039	n.m.
Total comprehensive income for the financial period	(2,206,982)	3,491,250	(163)	65,879,201	67,529,442	(2)
Profit attributable to:						
Owners of the parent	4,924,349	(12,688,599)	n.m.	71,973,904	11,975,631	501
Non-controlling interests	370,284	(93,469)	n.m.	3,692,234	1,545,696	139
	5,294,633	(12,782,068)	n.m.	75,666,138	13,521,327	460
Total comprehensive income attributable to:						
Owners of the parent	(2,475,716)	3,508,915	n.m.	62,288,517	65,907,942	(5)
Non-controlling interests	268,734	(17,665)	n.m.	3,590,684	1,621,500	121
	(2,206,982)	3,491,250	n.m.	65,879,201	67,529,442	(2)
n.m.: Not meaningful						

1(a)(ii) Profit before income tax is arrived at after charging / (crediting) the following significant items:

	4th Qtr 2014	4th Qtr 2013	Change	Full Year 2014	Full Year 2013	Change
	Rp '000	Rp '000	%	Rp '000	Rp '000	%
Interest income	(2,070,226)	(1,804,314)	15	(8,796,292)	(5,674,186)	55
Finance costs	-	-	n.m.	-	458,474	(100)
Depreciation expense	2,690,402	2,574,889	4	10,522,078	10,348,085	2
Amortisation of operating use rights	11,040	11,040	n.m.	44,160	44,160	n.m.
Foreign exchange (gain)/loss, net (Gain)/loss on disposal of plant and equipment, net	(8,555,784)	5,298,766	n.m.	(9,898,351)	7,796,985	n.m.
	(110,290)	270,801	n.m.	(122,463)	126,518	n.m.
Loss from changes in fair value of biological assets	22,014,330	32,594,502	(32)	22,014,330	32,594,502	(32)
Fair value loss/(gain) from financial assets at fair value through profit or loss	41,580	(20,160)	n.m.	131,670	53,550	146
Employment benefits expenses						
- salaries, wages and bonuses	6,136,443	5,038,074	22	20,688,969	18,015,018	15
- post-employment benefit	5,453,666	3,472,190	57	5,453,666	3,472,190	57
Operating lease expenses						
- rental of premises	357,989	335,877	7	1,382,187	1,146,953	21
Representation and entertainment	267,722	433,875	(38)	568,676	913,589	(38)
Transportation, travelling and accommodation	402,022	237,507	69	1,134,170	816,197	39
<u>Additional information:</u>						
EBITDA (Excluding changes in fair value less estimated point-of-sales costs of biological assets)	35,726,443	26,865,026	33	130,705,101	66,377,778	97

1(b)(i) Statement of Financial Position, together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	As at		As at	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
	Rp '000	Rp '000	Rp '000	Rp '000
Non-current assets				
Biological assets	637,944,601	653,185,280	-	-
Property, plant and equipment	121,082,835	119,232,226	359,092	561,437
Investments in subsidiaries	-	-	543,499,928	555,375,799
Operating use rights	694,402	738,563	-	-
Club memberships	1,196,608	1,222,755	1,196,608	1,222,755
Deferred charges	7,967,978	3,628,500	-	-
	768,886,424	778,007,324	545,055,628	557,159,991
Current assets				
Inventories	25,970,734	30,587,623	-	-
Trade and other receivables	26,360,904	18,753,675	362,026,237	382,626,970
Dividend receivable	-	-	46,232,750	22,000,000
Prepayments	1,345,150	1,420,466	347,457	382,790
Financial assets at fair value through profit or loss	126,630	258,300	-	-
Cash and cash equivalents	412,722,129	354,479,648	43,900,846	45,242,076
	466,525,547	405,499,712	452,507,290	450,251,836
Less:				
Current liabilities				
Trade and other payables	45,891,122	55,576,351	1,056,774	1,048,300
Dividend payable	1,405,688	4,186,250	-	-
Current income tax payable	18,416,620	2,227,728	695,234	346,608
	65,713,430	61,990,329	1,752,008	1,394,908
Net current asset	400,812,117	343,509,383	450,755,282	448,856,928
Less:				
Non-current liabilities				
Provision for post-employment benefits	32,306,575	25,007,853	-	-
Deferred tax liabilities	127,077,490	128,010,915	-	-
	159,384,065	153,018,768	-	-
Net assets	1,010,314,476	968,497,939	995,810,910	1,006,016,919
Capital and reserves				
Share capital	674,562,922	681,817,047	674,562,922	681,817,047
Foreign currency translation reserve	87,079,615	94,835,557	289,353,443	311,098,031
Accumulated profits	215,164,476	160,274,806	31,894,545	13,101,841
Equity attributable to owners of the parent	976,807,013	936,927,410	995,810,910	1,006,016,919
Non-controlling interests	33,507,463	31,570,529	-	-
Total equity	1,010,314,476	968,497,939	995,810,910	1,006,016,919

1(b)(ii) Aggregate amount of the Group's borrowings and debt securities

	As at	
	31/12/2014	31/12/2013
	Rp '000	Rp '000
Amount repayable in one year or less, or on demand		
Secured	-	-
Unsecured	-	-
Total	-	-
Amount repayable after one year		
Secured	-	-
Unsecured	-	-
Total	-	-

1(c) Consolidated Statement of Cash Flows, together with a comparative statement for the corresponding period of the immediately preceding financial year

	4th Qtr 2014	4th Qtr 2013	Full Year 2014	Full Year 2013
	Rp '000	(Restated) Rp '000	Rp '000	(Restated) Rp '000
Cash flows from operating activities				
Profit/(loss) before income tax	13,080,897	(6,511,091)	106,920,825	28,606,743
Adjustments for:				
Amortisation of operating use rights	11,040	11,040	44,160	44,160
(Gain)/Loss on disposal of plant and equipment, net	(110,290)	270,801	(122,463)	126,518
Gain on disposal of biological assets, net	(1,240,377)	(698,207)	(4,049,600)	(698,207)
Depreciation expense	2,690,402	2,574,889	10,522,078	10,348,085
Loss from changes in fair value of biological assets	22,014,330	32,594,502	22,014,330	32,594,502
Fair value loss/(gain) from financial assets at fair value through profit or loss	41,580	(20,160)	131,670	53,550
Post-employment benefits	5,453,666	3,472,190	5,453,666	3,472,190
Finance costs	-	-	-	458,474
Interest income	(2,070,226)	(1,804,314)	(8,796,292)	(5,674,186)
Unrealised currency translation (gain)/losses	(6,581,943)	(629,644)	(7,631,083)	(2,126,776)
Operating cash flows before working capital changes	33,289,079	29,260,006	124,487,291	67,205,053
Working capital changes:				
Inventories	35,108,007	7,073,678	4,616,889	21,378,033
Trade and other receivables	1,139,821	(12,837,445)	18,088,280	(17,365,456)
Prepayments	772,462	(67,406)	66,966	113,576
Trade and other payables	(2,599,418)	37,690,622	(27,099,903)	23,007,965
Utilisation of post-employment benefits	(176,204)	(143,709)	(862,935)	(195,105)
Cash generated from operations	67,533,747	60,975,746	119,296,588	94,144,066
Interest paid	-	-	-	(453,728)
Interest received	47,807	1,799,554	8,791,224	5,669,427
Income tax paid	(6,290,839)	(11,448,526)	(15,272,727)	(21,991,522)
Net cash from operating activities	61,290,715	51,326,774	112,815,085	77,368,243

	4th Qtr 2014	4th Qtr 2013	Full Year 2014	Full Year 2013
		(Restated)		(Restated)
	Rp '000	Rp '000	Rp '000	Rp '000
Cash flows from investing activities				
Acquisition of biological assets	(3,312,937)	(2,802,004)	(10,995,315)	(9,363,285)
Purchase of plant and equipment	(4,221,194)	(1,630,232)	(12,523,551)	(15,494,909)
Proceeds from disposal of plant and equipment	177,728	272,261	260,172	604,769
Payments for deferred expenditure	(2,624,824)	-	(4,339,478)	-
Net cash used in investing activities	(9,981,227)	(4,159,975)	(27,598,172)	(24,253,425)
Cash flows from financing activities				
Dividends paid to equity holders of the Company	-	-	(15,154,789)	(13,053,456)
Dividends paid to non-controlling interest	-	(438,750)	(4,186,250)	(438,750)
Share buyback held in treasury	-	-	(7,254,125)	-
Finance lease interest paid	-	-	-	(4,746)
Repayments of bank borrowings	-	-	-	(29,787,000)
Repayments of obligations under finance leases	-	-	-	(30,121)
Net cash used in financing activities	-	(438,750)	(26,595,164)	(43,314,073)
Net change in cash and cash equivalents	51,309,488	46,728,049	58,621,749	9,800,745
Cash and cash equivalents at beginning of financial period	360,341,883	295,118,919	354,479,648	292,415,847
Effects of currency translation on cash and cash equivalents	1,070,758	12,632,680	(379,268)	52,263,056
Cash and cash equivalents at end of financial period	412,722,129	354,479,648	412,722,129	354,479,648



GLOBAL PALM RESOURCES HOLDINGS LIMITED

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	Attributable to owners of the parent				Non-controlling interests Rp '000	Total equity Rp '000
	Share capital Rp '000	Foreign currency translation reserve Rp '000	Accumulated profits Rp '000	Equity attributable to owners of the parent Rp '000		
Balance as at 1 January 2014	681,817,047	94,835,557	160,274,806	936,927,410	31,570,529	968,497,939
Profit for the financial year	-	-	71,973,904	71,973,904	3,692,234	75,666,138
Other comprehensive income for the financial year:						
Remeasurement of post-employment benefits	-	-	(2,572,593)	(2,572,593)	(135,400)	(2,707,993)
Foreign currency translation differences on translation of non-Indonesian rupiah financial statements	-	(7,755,942)	-	(7,755,942)	-	(7,755,942)
Income tax relating to components of other comprehensive income that will not be reclassified subsequently to profit or loss	-	-	643,148	643,148	33,850	676,998
Total comprehensive income for the financial year	-	(7,755,942)	70,044,459	62,288,517	3,590,684	65,879,201
Transactions with owners recorded directly in equity:						
Share buyback held in treasury	(7,254,125)	-	-	(7,254,125)	-	(7,254,125)
Total transactions with owners	(7,254,125)	-	-	(7,254,125)	-	(7,254,125)
Dividends to owners of the parent and non-controlling interest	-	-	(15,154,789)	(15,154,789)	(1,653,750)	(16,808,539)
Balance as at 31 December 2014	674,562,922	87,079,615	215,164,476	976,807,013	33,507,463	1,010,314,476

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to owners of the parent					Non-controlling interests Rp '000	Total equity Rp '000
	Share capital Rp '000	Foreign currency translation reserve Rp '000	Accumulated profits Rp '000	Equity attributable to owners of the parent Rp '000			
Group							
Balance as at 1 January 2013	681,817,047	42,343,518	167,156,382	891,316,947	33,255,294	924,572,241	
Adoption of revised FRS 19	-	-	(7,244,023)	(7,244,023)	(381,265)	(7,625,288)	
Balance as at 1 January 2013 (Restated)	681,817,047	42,343,518	159,912,359	884,072,924	32,874,029	916,946,953	
Profit for the financial year	-	-	11,975,631	11,975,631	1,545,696	13,521,327	
Other comprehensive income for the financial year:							
Remeasurement of post-employment benefits	-	-	1,920,363	1,920,363	101,072	2,021,435	
Foreign currency translation differences on translation of non-Indonesian rupiah financial statements	-	52,492,039	-	52,492,039	-	52,492,039	
Income tax relating to components of other comprehensive income that will not be reclassified subsequently to profit or loss	-	-	(480,091)	(480,091)	(25,268)	(505,359)	
Total comprehensive income for the financial year	-	52,492,039	13,415,903	65,907,942	1,621,500	67,529,442	
Dividends to owners of the parent and non-controlling interest	-	-	(13,053,456)	(13,053,456)	(2,925,000)	(15,978,456)	
Balance as at 31 December 2013	681,817,047	94,835,557	160,274,806	936,927,410	31,570,529	968,497,939	



GLOBAL PALM RESOURCES HOLDINGS LIMITED

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Company	Share capital Rp '000	Foreign currency translation reserve Rp '000	Accumulated profits Rp '000	Total equity Rp '000
Balance as at 1 January 2014	681,817,047	311,098,031	13,101,841	1,006,016,919
Profit for the financial year	-	-	33,947,493	33,947,493
Other comprehensive income for the financial year:				
Foreign currency translation differences on translation of non-Indonesian rupiah financial statements	-	(21,744,588)	-	(21,744,588)
Total comprehensive income for the financial year	-	(21,744,588)	33,947,493	12,202,905
Transactions with owners recorded directly in equity:				
Share buyback held in treasury	(7,254,125)	-	-	(7,254,125)
Total transactions with owners	(7,254,125)	-	-	(7,254,125)
Dividend paid	-	-	(15,154,789)	(15,154,789)
Balance as at 31 December 2014	674,562,922	289,353,443	31,894,545	995,810,910
Balance as at 1 January 2013	681,817,047	131,774,843	15,793,430	829,385,320
Profit for the financial year	-	-	10,361,867	10,361,867
Other comprehensive income for the financial year:				
Foreign currency translation differences on translation of non-Indonesian rupiah financial statements	-	179,323,188	-	179,323,188
Total comprehensive income for the financial year	-	179,323,188	10,361,867	189,685,055
Dividend paid	-	-	(13,053,456)	(13,053,456)
Balance as at 31 December 2013	681,817,047	311,098,031	13,101,841	1,006,016,919

1 (d) (ii) 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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.

During the period October 2014 to December 2014, the Company did not purchase any shares from the open market (October 2013 to December 2013: Nil).

The total number of treasury shares held by the Company as at 31 December 2014 was 3,510,000 (31 December 2013: Nil).

Treasury shares are presented as a component within equity attributable to owners of the parent.

Group and Company	Number of treasury shares	Treasury shares Rp '000
Balance as at 1 October 2014	3,510,000	7,254,125
Purchase of treasury shares	-	-
Balance as at 31 December 2014	3,510,000	7,254,125

Total number of treasury shares against issued shares (excluding treasury shares):

Number of shares	As at 31 December 2014	As at 31 December 2013
Treasury shares	3,510,000	-
Issued shares (excluding treasury shares)	409,458,000	412,968,000
Total shares in issue	412,968,000	412,968,000

As at 31 December 2014, the number of ordinary shares in issue was 412,968,000 of which 3,510,000 were held by the Company as treasury shares (31 December 2013: 412,968,000 ordinary shares of which none were held as treasury shares).

1 (d) (iii) To show 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 year.

Total number of issued shares (excluding treasury shares):

As at 31 December 2014	As at 31 December 2013
409,458,000	412,968,000

As at 31 December 2014, the number of ordinary shares in issue was 412,968,000 of which 3,510,000 were held by the Company as treasury shares (31 December 2013: 412,968,000 ordinary shares of which none were held as treasury shares.)

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.

During the period October 2014 to December 2014, the Company did not purchase any shares from the open market (October 2013 to December 2013: Nil).

The total number of treasury shares held by the Company as at 31 December 2014 was 3,510,000 (31 December 2013: Nil).

Treasury shares are presented as a component within equity attributable to owners of the parent.

Group and Company	Number of shares	Treasury shares Rp '000
Balance as at 1 October 2014	3,510,000	7,254,125
Purchase of treasury shares	-	-
Balance as at 31 December 2014	3,510,000	7,254,125

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

These figures have not been audited, or reviewed by the auditors.

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

Not applicable.

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 financial statements for the current financial year compared with the audited consolidated financial statements for the financial year ended 31 December 2013.

In the current financial year, the Group has adopted all applicable new/amended/revised Singapore Financial Reporting Standards ("FRS") and Interpretation of FRS ("INT FRS") that are relevant to its operations and effective for the current financial year beginning on 1 January 2014. The adoption of these new/revised FRS and INT FRS does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior years.

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.

Not applicable.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends; (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

	4th Qtr 2014	4th Qtr 2013	Full Year 2014	Full Year 2013
	Rp	Rp	Rp	Rp
Earnings per share for the period (Rp)				
(a) based on weighted average number of shares	12	(31)	175	29
(b) based on a fully diluted basis	12	(31)	175	29
Number of shares outstanding				
- Weighted average number of shares	409,458,000	412,968,000	411,277,825	412,968,000

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the; (a) current financial period reported on; and (b) immediately preceding financial year.

	Group		Company	
	As at		As at	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Net asset value per ordinary share (Rp)	2,467	2,345	2,432	2,436
Number of issued shares excluding treasury shares	409,458,000	412,968,000	409,458,000	412,968,000

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following; (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review of Group performance

4Q2014 versus 4Q2013

Revenue

Our revenue for 4Q2014 increased by Rp15.9 billion or 13%, from Rp119.4 billion in 4Q2013 to Rp135.3 billion in 4Q2014, mainly contributed by higher crude palm oil ("CPO") sales revenue of Rp14.7 billion and higher palm kernel ("PK") sales revenue of Rp1.2 billion.

CPO sales revenue increased by Rp14.7 billion, from Rp109.1 billion in 4Q2013 to Rp123.8 billion in 4Q2014, mainly due to higher sales volume. Sales volume of CPO increased by 2,688 tons from 13,521 tons in 4Q2013 to 16,209 tons in 4Q2014. This is being marginally offset by a decrease in CPO average selling price by Rp434 per kilogram, from Rp8,070 per kilogram in 4Q2013 to Rp7,636 per kilogram in 4Q2014.

PK sales revenue increased by Rp1.2 billion, from Rp10.3 billion in 4Q2013 to Rp11.5 billion in 4Q2014, mainly due to higher PK sales volume partially offset with lower PK average selling price. Sales volume of PK increased by 1,024 tons, from 2,983 tons in 4Q2013 to 4,007 tons in 4Q2014. Average selling price of PK decreased by Rp574 per kilogram from Rp3,446 per kilogram in 4Q2013 to Rp2,872 per kilogram in 4Q2014.

Costs of sales

Cost of sales increased by Rp17.8 billion or 23%, from Rp77.8 billion in 4Q2013 to Rp95.6 billion in 4Q2014. This was mainly due to higher CPO and PK sales volume.

Gross profit

As a result of the foregoing, gross profit decreased by Rp1.9 billion or 5%, from Rp41.6 billion in 4Q2013 to Rp39.7 billion in 4Q2014. Gross profit margin decreased from 34.8% in 4Q2013 to 29.3% in 4Q2014.

Net loss arising from changes in fair value of biological assets

The Group recognized a net loss arising from changes in fair value of biological assets of Rp22.0 billion in FY2014, as compared to Rp32.6 billion in FY2013. The loss from changes in fair value of biological assets in FY2014 mainly resulted from the effect of lower future productivity from our plantation.

Distribution expenses

Distribution expenses decreased by Rp0.4 billion or 52% from Rp0.7 billion in 4Q2013 to Rp0.3 billion in 4Q2014. This was mainly due to decrease in freight and stevedoring costs for goods shipped FOB at loading point.

Administrative expenses

Administrative expenses increased by Rp3.6 billion or 31% from Rp11.8 billion in 4Q2013 to Rp15.4 billion in 4Q2014. This was mainly due to higher salaries and wages to employees of the Group.

Finance costs

As the bank borrowings had been fully paid off during FY2013, there was no finance cost incurred in 4Q2014.

Interest income

Interest income increased by Rp0.3 billion or 15%, from 1.8 billion in 4Q2013 to Rp2.1 billion in 4Q2014 due to higher interest earned from bank deposits.

Other income

Other income increased by Rp0.2 billion or 17%, from Rp1.2 billion in 4Q2013 to Rp1.4 billion 4Q2014, which were mainly due to net gain recognized for the disposal of property, plant and equipment.

Other expenses

Other expenses increased by Rp0.2 billion or 28%, from Rp0.7 billion in 4Q2013 to Rp0.9 billion in 4Q2014, mainly due to more expenditure incurred for the survey of new potential areas for plantations.

Foreign exchange gain, net

Net foreign exchange gain of Rp8.6 billion in 4Q2014 was mainly attributable to appreciation of USD denominated receivables against IDR, coupled by a translation gain on IDR denominated receivables recorded by the holding company against SGD.

Profit before income tax

As a result of the foregoing, profit before income tax increased by Rp19.6 billion, from loss before income tax of Rp6.5 billion in 4Q2013 to profit before income tax of Rp13.1 billion in 4Q2014.

Income tax expense

Income tax expense increased by Rp1.5 billion or 24%, from Rp6.3 billion in 4Q2013 to Rp7.8 billion in 4Q2014. The increase is in line with the higher revenue generated.

Profit after income tax

As a result of the above, profit after income tax increased by Rp18.1 billion from loss after income tax of Rp12.8 billion in 4Q2013 to profit after income tax of Rp5.3 billion in 4Q2014.

Financial Year 2014 (“FY2014”) versus Financial Year 2013 (“FY2013”)

Revenue

Our revenue for FY2014 increased by Rp84.7 billion or 25%, from Rp343.5 billion in FY2013 to Rp428.2 billion in FY2014, mainly contributed by higher crude palm oil (“CPO”) sales revenue of Rp66.3 billion and higher palm kernel (“PK”) sales revenue of Rp18.4 billion.

Revenue from CPO sales increased by Rp66.3 billion, from Rp321.5 billion in FY2013 to Rp387.8 billion in FY2014, mainly due to increase in the average selling price of CPO and higher sales volume. Average selling price of CPO increased by Rp1,148 per kilogram, from Rp6,900 per kilogram in FY2013 to Rp8,048 per kilogram in FY2014. Sales volume of CPO increased by 1,599 tons from 46,586 tons in FY2013 to 48,185 tons in FY2014.

Revenue from PK increased by Rp18.4 billion, from Rp22.1 billion in FY2013 to Rp40.5 billion in FY2014. This was due to increase in average selling price of PK, coupled by higher sales volume. Average selling price of PK increased by Rp1,291 per kilogram from Rp2,854 per kilogram in FY2013 to Rp4,145 per kilogram in FY2014. Sales volume increased by 2,034 tons, from 7,731 tons in FY2013 to 9,765 tons in FY2014.

Costs of sales

Cost of sales increased by Rp35.0 billion or 14%, from Rp246.0 billion in FY2013 to Rp281.0 billion in FY2014. This was mainly due to higher CPO and PK sales volume.

Gross profit

As a result of the foregoing, gross profit increased by Rp49.8 billion or 51%, from Rp97.5 billion in FY2013 to Rp147.3 billion in FY2014. Gross profit margin increased from 28.4% in FY2013 to 34.4% in FY2014.

Net loss arising from changes in fair value of biological assets

The Group recognized a net loss arising from changes in fair value of biological assets of Rp22.0 billion in FY2014, as compared to Rp32.6 billion in FY2013. The loss from changes in fair value of biological assets in FY2014 mainly resulted from the effect of lower future productivity from our plantation.

Distribution expenses

Distribution expenses increased by Rp1.1 billion or 59% from Rp2.0 billion in FY2013 to Rp3.1 billion in FY2014. This was mainly due to increase in sales claims and higher freight and stevedoring costs.

Administrative expenses

Administrative expenses increased by Rp4.9 billion or 15% from Rp32.6 billion in FY2013 to Rp37.5 billion in FY2014. This was mainly due to higher salaries and wages to employees of the Group.

Finance costs

As the bank borrowings had been fully paid off as at 31 December 2013, there was no finance cost incurred in FY2014 as compared to Rp0.5 billion in FY2013.

Interest income

Interest income increased by Rp3.1 billion or 55%, from Rp5.7 billion in FY2013 to Rp8.8 billion in FY2014 due to higher interest earned from bank deposits.

Other income

Other income increased by Rp4.4 billion or 163%, from Rp2.7 billion in FY2013 to Rp7.1 billion FY2014, which were mainly due to net gain recognized for the transfer of land to Plasma farmers under the government policy, in FY2014 and the increase in sales of sludge oil during FY2014.

Other expenses

Other expenses increased by Rp1.6 billion or 85%, from Rp1.9 billion in FY2013 to Rp3.5 billion in FY2014, mainly due to more expenditure incurred for the survey of new potential areas for plantations.

Foreign exchange gain, net

Net foreign exchange gain of Rp9.9 billion in FY2014 was mainly attributable to appreciation of USD denominated receivables against IDR, coupled by a translation gain on IDR denominated receivables recorded by the holding company against SGD.

Profit before income tax

As a result of the foregoing, profit before income tax increased by Rp78.3 billion or 274%, from Rp28.6 billion in FY2013 to Rp106.9 billion in FY2014.

Income tax expense

Income tax expense increased by Rp16.2 billion or 107%. The increase is in line with the higher profit achieved.

Profit after income tax

As a result of the above, profit after income tax increased by Rp62.2 billion or 460%, from Rp13.5 billion in FY2013 to Rp75.7 billion in FY2014.

Review of Financial Position as at 31 December 2014

Non-current assets

Non-current assets for the Group decreased by Rp9.1 billion or 1%, from Rp778.0 billion as at 31 December 2013 to Rp768.9 billion as at 31 December 2014. This was mainly due to the recognition of net loss arising from changes in fair value of biological assets of Rp22.0 billion partially offset with an increase in biological assets for the new plantings in FY2014 and the deferred charges during FY2014 incurred for the land location permits for expansion of the Group's land bank.

Current assets

Current assets for the Group increased by Rp61.0 billion or 15%, from Rp405.5 billion as at 31 December 2013 to Rp466.5 billion as at 31 December 2014. This was mainly due to higher cash generated from operations and the net appreciation of USD denominated currencies held in banks.

Current liabilities

Current liabilities for the Group increased by Rp3.7 billion or 6%, from Rp62.0 billion as at 31 December 2013 to Rp65.7 billion as at 31 December 2014. This was mainly due to increase in current income tax payables of Rp16.2 billion partially offset by decrease in trade and other payables of Rp9.7 billion and repayment of dividend payable of Rp2.8 billion.

Non-current liabilities

Non-current liabilities for the Group increased by Rp6.4 billion or 4% from Rp153.0 billion as at 31 December 2013 to Rp159.4 billion as at 31 December 2014, due to the higher provision for post-employment benefits.

Review of Consolidated Cash Flows

Net cash generated from operating activities increased by Rp35.4 billion, from Rp77.4 billion in FY2013 to Rp112.8 billion in FY2014. Higher cash inflow recorded is mainly due to higher revenue generated.

Net cash used in investing activities of Rp27.6 billion comprised mainly additional plantings and purchase of planting equipment.

Net cash used in financing activities of Rp26.6 billion was mainly attributable to dividends paid to equity holders and non-controlling interest of the Company and the buyback of the Company's shares to be held as treasury shares.

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

Not applicable.

10. 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 are expected to remain volatile considering the uncertainty in the global economy, increasing supply of vegetable oils, and abnormal weather's affect on market dynamics. However, the demand for palm oil is expected to remain strong in view of rising food requirements from China, India, Indonesia and emerging markets, as well as demand from the biofuel, oleochemicals and compound feed industries.

Notwithstanding the volatility and price pressures on CPO, the Group believes that the demand for palm oil remains sustainable in the long run and will continue to vigilantly review its cost structure, yield and productivity to ensure that it achieves a cost-competitive model in the long run.

11. Dividend

(a) Current Financial Period Reported on

Any dividend declared for the current financial period reported on?

Yes.

Name of dividend	First and final
Dividend Type:	Cash
Dividend Amount per share:	S\$0.007 per ordinary share
Tax Rate:	One-tier tax exempt dividend

(b) Corresponding Period of the Immediately Preceding Financial Year

Yes.

Name of dividend	First and final
Dividend Type:	Cash
Dividend Amount per share:	S\$0.004 per ordinary share
Tax Rate:	One-tier tax exempt dividend

(c) Date payable

To be announced at a later date.

(d) Books closure date

To be announced at a later date.

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

Not applicable.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of interested person	Aggregate value of all interested person transactions during the period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) (Rp' million)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) (Rp' million)
	FY2014	FY2014
PT Bumiraya Utama Lines	4,560	NIL*

*The Group has not obtained a general mandate from shareholders for Interested Person Transactions.

14. Update of the utilization of the Initial Public Offering ("IPO") proceeds of S\$50.6 million

As at 31 December 2014, the use of net proceeds from the IPO are as follows:

Use of net proceeds	Amount allocated (S\$' million)	Amount utilised (S\$' million)	Balance (S\$' million)
Development of existing uncultivated land banks into oil palm plantations	15.61	11.89 ⁽¹⁾	3.72
Acquisition of other oil palm plantations and land banks	15.00	0.92 ⁽²⁾	14.08 ⁽³⁾
Repayment of the loans to PT Bank CIMB Niaga Tbk ("Bank Niaga")	5.00	5.00	-
Construction of the co-composting plant	2.00	1.49	0.51
Working capital	9.50	9.50 ⁽⁴⁾	-
Invitation expenses	3.49	3.49	-
Total	50.60	32.29	18.31

Notes:

- (1) Out of the S\$11.89 million utilized for the development of existing uncultivated land banks into oil palm plantations, approximately S\$10.13 million were used for land clearing and new planting purposes.
- (2) The S\$0.92 million utilized for the acquisition of other oil palm plantations and land banks are expenses of S\$0.46 million incurred for the land location permit for 7,170 hectares of land in Muara Lesan Village and Lesan Dayak Village, both located in Berau Regency, East Kalimantan and expenses of S\$0.46 million incurred for the land location permit for 6,546 hectares of land in sub-districts of Ngabang and Jelimpo, both located in Landak Regency, West Kalimantan.
- (3) The Company has the option to acquire PT Cemaru, an Indonesian-incorporated company which holds *Hak Guna Usaha* to approximately 6,429 ha of oil palm plantation land in the Landak Regency in West Kalimantan. The acquisition is subject to the fulfillment of conditions such as the conduct of legal and financial due diligence on PT Cemaru as well as approvals required by the Indonesian authorities.
- (4) S\$8.5 million and S\$1.0 million were used for general working capital of the Indonesia's office and Singapore's office respectively.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

15. Segmented revenue and results for business of geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Not applicable as our plantation segment accounts for more than 98% of the Group's revenue and profit.

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not applicable as there are no material changes in contributions to turnover and earnings by the Group.

17. A breakdown of sales as follows:-

	The Group		
	FY2014	FY2013	Increase/ (Decrease)
	Rp '000	Rp '000	Rp '000
(a) Sales reported for first half year	191,093,710	150,914,158	40,179,552
(b) Operating profit after tax before deducting minority interests reported for first half year	45,644,260	15,070,498	30,573,762
(c) Sales reported for second half year	237,162,078	192,609,666	44,552,412
(d) Operating profit/(loss) after tax before deducting minority interests reported for second half year	30,021,878	(1,549,171)	31,571,049

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

	FY 2014		FY 2013	
	S\$ '000	Rp '000 equivalent	S\$ '000	Rp '000 equivalent
Ordinary – Interim	-	-	-	-
Ordinary – Final (Proposed)	2,866.2 ⁽¹⁾	27,005,708 ⁽²⁾	1,651.9	15,904,207 ⁽³⁾
Total	2,866.2	27,005,708	1,651.9	15,904,207

Notes:

- (1) FY2014 Final ordinary dividend are estimated based on number of shares outstanding as at the end of the financial year
- (2) Based on exchange rate of SGD 1 = Rp 9,422.11 (FY2014)
- (3) Based on exchange rate of SGD 1 = Rp 9,627.99 (FY2013)

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

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
Tan Hung Hwie @ Winoto Adijanto	58	Brother of CEO, Dr Suparno Adijanto	<u>Director of Global Palm Resources Private Limited (Since 2007)</u> - Governing the Company including setting management directions and goals. - Oversee management of company. <u>Director of Ecogreen Resources Investments Limited (Since 2010)</u> - Governing the Company including setting management directions and goals. - Oversee management of company.	Not applicable
Tan Hong Swan @ Tan Hong Whan @ Swandono Adijanto	62	Brother of CEO, Dr Suparno Adijanto	<u>President Commissioner of PT Prakarsa Tani Sejati (Since 2003)</u> - Supervise and advise the Board of Directors. - Non-executive in nature.	Not applicable
Tan Hong Pheng @ Pintarso Adijanto	57	Brother of CEO, Dr Suparno Adijanto	<u>Director of PT Prakarsa Tani Sejati (Since 1993)</u> - Governing the Company including setting management directions and goals. - Oversee management of company.	Not applicable
Ivan Swandono	27	Nephew of CEO, Dr Suparno Adijanto (and the son of Dr Suparno Adijanto's brother, Tan Hong Whan @ Swandono Adijanto)	<u>COO of PT Prakarsa Tani Sejati (Since 2013)</u> - Responsible for the cultivation of palm oil plantation and the daily operations of our palm oil mill.	Promoted from Acting COO to COO with effect from 10 November 2014

BY ORDER OF THE BOARD

Dr Tan Hong Kiat @ Suparno Adijanto
Executive Chairman & CEO

27 February 2015