

Press Release

Global Palm posts lower 3Q2015 net profit to Rp7.5 billion

- CPO average selling prices decreased 19% to Rp6,353/kg in 3Q2015 from Rp7,879/kg in 3Q2014
- PK average selling prices decreased 50% to Rp2,425/kg in 3Q2015 from Rp4,847/kg in 3Q2014
 - CPO sales volume decreased 6% to 11,306 tons from 12,007 tons in 3Q2014
 - PK sales volume increased 33% to 2,000 tons from 1,503 tons in 3Q2014

Financial highlights for the period ended 30 September:

Rp'bil	3Q2015	3Q2014	% Chg	9M2015	9M2014	% Chg
Revenue	76.7	101.9	(25)	245.1	293.0	(16)
Gross profit	10.9	34.2	(68)	54.2	107.6	(50)
Gross profit margin (%)	14.2	33.5	-19.3 % pts	22.1	36.7	-14.6 % pts
EBITDA	12.9	33.1	(61)	34.3	95.0	(54)
Profit before income tax	11.6	32.7	(64)	32.3	93.8	(66)
Net profit attributable to equity holders	7.5	23.6	(68)	22.6	67.1	(66)

SINGAPORE – 9 November 2015 – Mainboard-listed palm-oil producer **Global Palm Resources Holdings Limited** (环球资源控股有限公司) (“Global Palm”, together with its subsidiaries, “the Group”) today reported a net profit attributable to shareholders of Rp7.5 billion for the quarter ended 30 September 2015 (“3Q2015”), a 68% decrease from Rp23.6 billion in 3Q2014.

The Group’s revenue for 3Q2015 decreased 25% to Rp76.7 billion, mainly due to lower average selling prices for crude palm oil (“CPO”) and palm kernel (“PK”), and lower sales volume of CPO. As a result of the lower revenue, the Group’s gross profit decreased from Rp34.2 billion in 3Q2014 to Rp10.9 billion in 3Q2015. Gross profit margin decreased 19.3% points to 14.2%, from 33.5% as compared to a year ago.

Average Selling Prices and Tonnage Sales

Average selling prices of CPO decreased from Rp7,879/kg in 3Q2014 to Rp6,353/kg in 3Q2015. Average selling prices of PK has also decreased from Rp4,847/kg in 3Q2014 to Rp2,425/kg in 3Q2015.

CPO sales volume decreased 701 tons from 12,007 tons in 3Q2014 to 11,306 tons in 3Q2015. Sales volume of PK increased 497 tons from 1,503 tons in 3Q2014 to 2,000 tons in 3Q2015.

Operational Performance

As of 30 September 2015, the Group's total planted area (nucleus and plasma) totalled 13,667 ha, of which 96% or 13,186 ha comprise mature oil palm trees. FFB yield for the quarter remained stable at 3.9 tons/ha compared to 4.5 tons/ha quarter-to-quarter.

Overall, the Group's efficiency levels remained stable for the quarter with a CPO extraction rate of 21.0% and palm kernel extraction rate of 4.0%.

Production statistics:

<u>Production Output</u> <u>(Tons)</u>	<u>3Q2015</u>	<u>3Q2014</u>	<u>Var %</u>	<u>9M2015</u>	<u>9M2014</u>	<u>Var %</u>
CPO	12,093	12,070	n.m.	35,238	35,167	n.m.
Palm kernels	2,318	2,515	(8)	6,748	7,292	(7)

Outlook and future plans

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. El Niño is forecast to remain strong through the fall and will peak around the end of the year, according to Australia's Bureau of Meteorology. However, the demand for palm oil is expected to remain stable 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.

Dr Suparno Adijanto (陳洪傑), Executive Chairman and CEO said, "CPO prices have fallen in 3Q2015 amid the uncertainty in the global economy. We will continue to keep our operating costs relatively stable in this volatile global economy. We remain positive that the global demand for palm oil in the long run is sustainable and will continue to work hard at improving productivity and cost efficiency of our plantation."

Segment Review

	3Q2015	3Q2014	% Chg	9M2015	9M2014	% Chg
Revenue (Rp' bil)						
CPO	71.8	94.6	(24)	223.2	264.0	(15)
Palm Kernels	4.8	7.3	(33)	21.9	29.0	(24)
Sales Volume (tons)						
CPO	11,306	12,007	(6)	31,517	31,975	(1)
Palm Kernels	2,000	1,503	(33)	6,000	5,758	(4)
Ave. Selling Price* (Rp/kg)						
CPO	6,353	7,879	(19)	7,082	8,257	(14)
Palm Kernels	2,425	4,847	(50)	3,647	5,031	(28)

* The Group's CPO selling prices are determined with reference to international prices of CPO trading on Bursa Malaysia Derivatives Berhad in Kuala Lumpur, and published CPO tender prices of other major Indonesian CPO producers.

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About Global Palm Resources Holdings Limited

Founded by the Adijanto family, who has various business interests in this region, including coal mining, production of formalin-based chemicals and timber businesses, Global Palm's operating subsidiary PT Prakarsa Tani Sejati commenced the palm oil business in October 1991 in West Kalimantan, Indonesia where the climate and soil conditions are suitable for oil palm cultivation. Today, Global Palm is engaged in the cultivation of oil palms, harvesting of the fresh fruit bunches (FFB) and processing them, together with purchased FFB, into crude palm oil (CPO) and palm kernels.

Strong focus on Corporate Social Responsibility

The Group is also committed to improving the quality of life of the local communities in the area it operates as part of its corporate social responsibility, contributing in the areas of education, social, and cultural welfare, as well as helping to improve living conditions of the local communities. Beyond creating employment opportunities for local communities in its oil palm plantation, it also partners with approximately 1,400 surrounding small landholders in the development of small oil palm plantations, under its Plasma Programme.

Another area of focus of Global Palm is its commitment to sustainable development of its business, with the view to conserve and preserve the natural environment. It adopts a "zero burning" policy, using chain saws and machinery rather than fire to clear land for oil palm cultivation and is continuously working towards "zero waste management" on its CPO production waste. On 26 May 2010, the Group became a member of the Roundtable of Sustainable Palm Oil, a not-for-profit association which promotes the production and use of palm oil in a sustainable manner.

For more information, please visit our website at: <http://www.gprholdings.com>.